

STATE OF NEW MEXICO  
COUNTY OF LEA  
RESOLUTION NO. 22-MAY-130R

A RESOLUTION APPROVING THE CREATION OF GENERAL FUND OPERATING RESERVES IN EXCESS OF LOCAL GOVERNMENT DIVISION REQUIRED RESERVES

**WHEREAS**, Lea County depends largely upon revenue generated from activity in the oil and gas industry; *and*

**WHEREAS**, that revenue may fluctuate greatly due to sudden unforeseen changes in oil & gas industry economics; *and*

**WHEREAS**, Lea County has determined that additional reserves in excess of Local Government Division (LGD) required reserves are necessary to ensure the long-term financial stability of the County due to revenue fluctuations; *and*

**WHEREAS**, Lea County recommends that the following additional reserves in excess of LGD requirements be established and funded as follows:

1. General Fund Operating Reserve:
  - a. An amount equal to 12 months of General Fund Operations.

**NOW, THEREFORE, BE IT HEREBY RESOLVED** by the Board of County Commissioners of Lea County that Lea County establish and fund additional reserves in excess of LGD requirements is hereby approved.

**BE IT FURTHER RESOLVED** that the Commission Chair and/or County Manager may finalize and sign any agreements consistent with the terms of this resolution.

**PASSED, APPROVED AND ADOPTED** on this 26<sup>th</sup> day of May, 2022, by the Lea County Board of County Commissioners in an open meeting in Lovington, New Mexico.

LEA COUNTY BOARD OF COUNTY COMMISSIONERS



Dean Jackson (District 1), Chair  
Voted: Yes No Abstain



Gary G. Eidson (District 3), Vice Chair  
Voted: Yes No Abstain



Rebecca Long (District 2), Member  
Voted: Yes No Abstain



Jonathan Sena (District 4), Member  
Voted: Yes No Abstain

*Pat Sims*

Pat Sims (District 5), Member  
Voted: Yes No Abstain

**ATTEST:** Keith Manes  
Lea County Clerk

By: *Teri Davis*  
Teri Davis, Deputy Clerk

**APPROVED AS TO FORM AND LEGAL  
SUFFICIENCY:**

*[Signature]*  
John W. Caldwell, County Attorney

