

STATE OF NEW MEXICO
COUNTY OF LEA
RESOLUTION NO. 22-MAY-131R

A RESOLUTION APPROVING THE CREATION OF RESERVES FOR OPERATING TRANSFERS 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. Operating Transfers Reserve:
 - a. An amount equal to 12 months of Operating Transfers.

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.

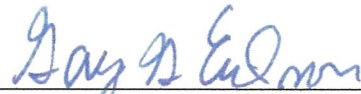
BE IT FURTHER RESOLVED that the Commission Chair and/or County Manager may finalize and sign any agreements consistent with the terms of this resolution.

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

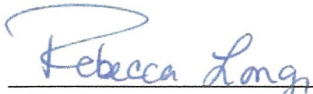
LEA COUNTY BOARD OF COUNTY COMMISSIONERS



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

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

By: *Teri Davis*
Teri Davis, Deputy Clerk

[Signature]
John W. Caldwell, County Attorney

