

STATE OF NEW MEXICO  
COUNTY OF LEA  
RESOLUTION NO. 22-MAY-132R

A RESOLUTION AMENDING RESOLUTION 21-MAY-111R APPROVING CAPITAL 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 and gas industry economics; *and*

**WHEREAS**, Lea County created a capital reserve in Resolution 21-MAY-111R of no less than 15% of budgeted capital; *and*

**WHEREAS**, Lea County recommends that the capital reserve be amended and funded as follows:

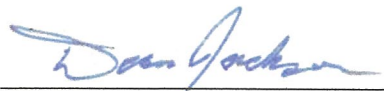
1. Capital Reserve:
  - a. The budgeted cash balance in the General Fund in excess of the required Local Government Division (LGD) reserve plus the required local reserves for General Fund Operations, Operating Transfers Reserves, and any excess budgeted revenue shall be transferred to the Capital Projects Fund and reserved for future capital expenditures.

**NOW, THEREFORE, BE IT HEREBY RESOLVED** by the Board of County Commissioners of Lea County that Lea County amend and fund the Capital Reserve policy effective July 1, 2022 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*

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

*Jonathan Sena*

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

*John W. Caldwell*

John W. Caldwell, County Attorney

