

NEW MEXICO JUNIOR COLLEGE

BOARD MEETING

Thursday, September 17, 2009
Moran Building – Multi Purpose Room
1:30 p.m.

AGENDA

- | | |
|--|----------------|
| A. Welcome | Larry Hanna |
| B. Adoption of Agenda | Larry Hanna |
| C. Approval of Minutes of August 20, 2009 | Larry Hanna |
| D. President's Report | Steve McCleery |
| E. New Business | |
| 1. Monthly Expenditures Report | Dan Hardin |
| 2. Monthly Revenue Report | Dan Hardin |
| 3. Oil and Gas Revenue Report | Dan Hardin |
| 4. Schedule of Investments | Dan Hardin |
| 5. Consideration of City of Hobbs Request | Steve McCleery |
| 6. Consideration of Fitness & Health Challenge | Steve McCleery |
| F. Public Comments | Larry Hanna |
| G. Announcement of Next Meeting | Larry Hanna |
| H. Adjournment | Larry Hanna |

NEW MEXICO JUNIOR COLLEGE

BOARD MEETING

AUGUST 20, 2009

MINUTES

The New Mexico Junior College Board met on Thursday, August 20, 2009, beginning at 4:00 p.m. in the Zia Room of Pannell Library. The following members were present: Mr. Larry Hanna, Chairman; Ms. Patricia Chappelle, Secretary; Mr. Phillip Jones; Mrs. Mary Lou Vinson; Mr. Ron Black; Mrs. Yvonne Williams; and Mr. Guy Kesner.

Mr. Hanna called the meeting to order and welcomed visitors and guests present: Beth Hahn, News-Sun.

Upon a motion by Mr. Jones, seconded by Ms. Chappelle, the agenda was unanimously adopted, as presented.

Upon a motion by Mrs. Williams, seconded by Mrs. Vinson, the Board unanimously approved the minutes of July 16 and August 3, 2009.

Under President's Report, City Manager Eric Honeyfield and Mia Russell made a presentation to the Board on the proposed Hobbs Community Recreation Center.

Under New Business, Dan Hardin presented the July financial reports and with a motion by Mr. Kesner, seconded by Mrs. Williams, the Board unanimously approved the expenditures for July, 2009.

Dr. McCleery presented the proposed Cowboy Hall of Fame remodel project for Board consideration. The project will provide three new classrooms, offices, restrooms, and a foyer in the area that was once occupied by the Cowboy Hall of Fame. General Obligation Bond funds and dollars allocated from college reserves will fund this project. Upon a motion by Mr. Black, seconded by Mrs. Williams, the Board unanimously approved moving forward with this project.

Dr. McCleery presented the plan for the restructuring of the New Mexico Educational Service Center (NMESC) services agreement. Although Santa Fe Community College and New Mexico Institute of Technology and Mining will not be a part of the new services agreement, NMJC and Northern New Mexico College will remain. The proposed restructure includes the Data Base Administrator becoming a NMJC staff member, as well as NMJC serving as the fiscal agent. Upon a motion by Mr. Jones, seconded by Mrs. Vinson, the Board unanimously approved the plan.

Ms. Chappelle moved the board go into closed session for the discussion of limited personnel matters under the provisions of section 10-15-1-H (2) of the New Mexico Statutes Annotated 1978. Mrs. Williams seconded the motion. The roll call vote was as follows: Mr. Jones – yes; Mr. Black – yes; Ms. Chappelle – yes; Mr. Kesner - yes; Mr. Hanna – yes; Mrs. Vinson – yes; and Mrs. Williams – yes.

Upon re-convening in open meeting, Mr. Hanna stated that the matters discussed in the closed meeting were limited only to those specified in the motion for closure.

The next regular board meeting was scheduled for September 17, 2009, beginning at 1:30 p.m.

Upon a motion by Mrs. Vinson, seconded by Ms. Chappelle, the board meeting adjourned at 5:50 p.m.

NEW MEXICO JUNIOR COLLEGE

Vice President for Finance

To: **New Mexico Junior College Board Members**

From: Dan Hardin

Date: September 8, 2009

RE: Expenditure and Revenue Reports for August

August is the second month of the 2009/2010 fiscal year. The Expenditure report reflects funds expended and encumbered. Total current unrestricted funds expended year-to-date is \$3,784,961.00. In reviewing the unrestricted fund expenditures some funds have a higher percentage of expenditures through August. These areas have expenditures that are tied to the beginning of the fall semester. Student Aid is awarded at the beginning of the fall and spring semesters. In Auxiliary Enterprises, the Bookstore has large expenditures in cost of goods sold for textbooks and other items for the fall semester. In Athletics, grant-in-aid has been awarded for the student athletes. In the restricted funds year-to-date we have expended \$2,086,304.00 as we have the semi annual financial aid payout to the students. There will be more large expenditures in restricted financial aid in September as the remaining portion of the Pell payout is posted.

The expenditures and/or encumbrances for the month in the Plant funds were \$94,504.00 with the year-to-date total of \$9,721,675.00.

Total year-to-date expenditures through the month of August are \$15,592,940.00, which reflects the encumbrances for the various capital projects, the restricted fund expenditures, and the unrestricted expenditures.

The revenue for the month in Current Unrestricted Funds is \$1,973,723.00. This revenue consists of tuition and fees, the state appropriation, oil and gas monthly accrual, and auxiliary enterprises. In the restricted funds we received \$1,199,293.00 from restricted student aid drawdown. Total revenue for the month of August is \$3,173,016.00, with the year-to-date revenue totaling \$5,993,738.00.

There are two Oil and Gas reports, the first report is for FY 2010 that reports the monthly accrual \$350,000.00 for July and August for a total year-to-date of \$700,000.00. The other Oil and Gas report is the final for FY 2009, which includes the Oil and Gas funds received in August that will be posted in FY 2009.

In the Investment report there is \$11,625,000.00 in the LGIP. Included in your information is a copy of the latest information from the State Treasurer concerning the LGIP funds. If you will remember, we have \$289,505.05 of the \$11,625,000.00 segregated as reserve contingency funds. Based on the information in the letter from the State Treasurer, we have a projected loss of about \$46,000.00.

The audit for the College is moving along, the auditors will be on campus the week of September 14th for the completion of the on site audit work.

This is the Financial Report for August 2009.

NEW MEXICO JUNIOR COLLEGE

Expenditure Report

August 2009

17% of Year Completed

Fund	2008-09			2009-10			
	Final Budget	Year-to-Date Expended or Encumbered	Percentage of Budget Expended	Budget	Current Expended or Encumbered	Expended or Encumbered	Percentage of Budget Expended
CURRENT UNRESTRICTED FUND							
Instruction and General:							
Instruction	7,371,893	1,061,080	14%	6,219,914	619,600	1,085,422	17%
Academic Support	2,351,467	387,946	16%	3,093,548	225,428	436,391	14%
Student Services	1,305,672	223,811	17%	1,470,805	151,623	276,876	19%
Institutional Support	5,580,592	415,564	7%	5,809,790	260,866	505,947	9%
Operation & Maintenance of Plant	2,589,680	362,365	14%	2,750,698	208,719	534,317	19%
Subtotal - Instruction & General	19,199,304	2,450,766	13%	19,344,755	1,466,236	2,838,953	15%
Student Activities	187,894	24,841	13%	0	0	0	0%
Research	0	0	0%	0	0	0	0%
Public Service	0	0	0%	0	0	0	0%
Internal Service Departments	522,061	63,260	12%	84,766	3,162	23,892	28%
Student Aid	440,772	182,186	41%	596,633	221,460	255,082	43%
Auxiliary Enterprises	1,647,007	399,649	24%	1,639,862	352,136	394,939	24%
Athletics	982,770	246,908	25%	988,604	249,430	272,095	28%
Total Current Unrestricted Fund	22,979,808	3,367,610	15%	22,654,620	2,292,424	3,784,961	17%
CURRENT RESTRICTED FUND							
Grants	1,220,314	249,357	20%	1,222,636	148,367	235,752	19%
Student Aid	4,000,000	1,079,681	27%	4,050,000	1,808,768	1,850,552	46%
Total Current Restricted Fund	5,220,314	1,329,038	25%	5,272,636	1,957,135	2,086,304	40%
PLANT FUNDS							
Capital Outlay / Bldg. Renewal & Repl.							
Projects from Institutional Funds	9,017,203	1,793,726	20%	12,118,397	91,886	4,425,008	37%
Projects from State GOB Funds	1,461,280	297,503	20%	4,007,556	0	3,602,710	90%
Projects from State STB Funds	1,485,000	602,637	41%	1,790,668	0	1,645,370	92%
Projects from General Fund	54,082	0	0%	140,621	0	29,438	21%
Projects from Private Funds	485,049	398,821	82%	86,947	2,618	19,149	22%
Projects from State ER&R	493,624	0	0%	322,778	0	0	0%
Projects from State BR&R	793,505	0	0%	1,268,966	0	0	0%
Projects from Auxiliary BR&R	23,286	0	0%	0	0	0	0%
Subtotal - Capital and BR&R	13,813,029	3,092,687	22%	19,735,933	94,504	9,721,675	49%
Debt Service							
Revenue Bonds	0	0	0%	0	0	0	0%
Total Plant Funds	13,813,029	3,092,687	22%	19,735,933	94,504	9,721,675	49%
GRAND TOTAL EXPENDITURES	42,013,151	7,789,335	19%	47,663,189	4,344,063	15,592,940	33%

NEW MEXICO JUNIOR COLLEGE

Revenue Report

August 2009

17% of Year Completed

Fund	2008-09			2009-10			
	Final Budget	Year-to-date Revenue	Percentage of Budget Received	Budget	Current Revenue	Year-to-date Revenue	Percentage of Budget Received
CURRENT UNRESTRICTED FUND							
Instruction and General:							
Tuition and Fees	3,259,000	1,576,730	48%	3,354,500	702,218	2,003,573	60%
State Appropriations	8,299,600	1,457,690	18%	7,676,400	625,126	1,250,251	16%
Advalorem Taxes - Oil and Gas	5,200,000	1,617,202	31%	5,200,000	350,000	700,000	13%
Advalorem Taxes - Property	3,100,000	30,143	1%	3,504,278	25,899	25,899	1%
Interest Income	508,252	60,647	12%	287,000	3,556	3,556	1%
Other Revenues	246,100	69,844	28%	524,363	11,731	34,160	7%
Subtotal - Instruction & General	20,612,952	4,812,256	23%	20,546,541	1,718,530	4,017,439	20%
Student Activities	0	0	0%	0	0	0	0%
Public Service	0	0	0%	0	0	0	0%
Internal Service Departments	0	0	0%	0	0	0	0%
Auxiliary Enterprises	2,331,600	1,035,105	44%	2,298,000	229,327	637,888	28%
Athletics	320,500	52,750	16%	310,400	25,866	51,733	17%
Total Current Unrestricted	23,265,052	5,900,111	25%	23,154,941	1,973,723	4,707,060	20%
CURRENT RESTRICTED FUND							
Grants	1,220,314	246,646	20%	1,222,636	0	87,385	7%
Student Aid	4,000,000	702,610	18%	4,050,000	1,199,293	1,199,293	30%
Total Current Restricted	5,220,314	949,256	18%	5,272,636	1,199,293	1,286,678	24%
PLANT FUNDS							
Capital Outlay / Bldg. Renewal & Repl.							
Projects from State GOB Funds	0	0	0%	4,210,593	0	0	0%
Projects from State STB Funds	0	0	0%	1,790,668	0	0	0%
Projects from General Fund	0	0	0%	185,621	0	0	0%
Projects from Private Funds	0	0	0%	86,947	0	0	0%
Interest Income	0	0	0%	0	0	0	0%
Total Plant Funds	0	0	0%	6,273,829	0	0	0%
GRAND TOTAL REVENUES	28,485,366	6,849,367	24%	34,701,406	3,173,016	5,993,738	17%

NEW MEXICO JUNIOR COLLEGE

Oil and Gas Revenue Report

August 2009

17% of Year Completed

		OIL		GAS		COMBINED		
Month of	Distribution	Price per BBL	Lea County BBLs sold	Price per MCF	Lea County MCF sold	Monthly Revenue	2009-10 Original Budget	Variance Over (Under) Budget
Accrual	July					350,000	350,000	0
Accrual	August					350,000	350,000	0
Accrual	September							0
Accrual	October							0
Accrual	November							0
Accrual	December							0
Accrual	January							0
Accrual	February							0
Accrual	March							0
Accrual	April							0
Accrual	May							0
Accrual	June							0
Y.T.D. Production Tax Revenue						700,000	700,000	0
Y.T.D. Equipment Tax Revenue						0	1,000,000	(1,000,000)
Total Year-to-Date Oil & Gas and Equipment Tax Revenue						700,000	1,700,000	(1,000,000)

Source: New Mexico Taxation and Revenue Department

NEW MEXICO JUNIOR COLLEGE

Oil and Gas Revenue Report

August 2009

100% of Year Completed

		OIL		GAS		COMBINED		
Month of	Sales	Price per BBL	Lea County BBLs sold	Price per MCF	Lea County MCF sold	Monthly Revenue	2008-09 Original Budget	Variance Over (Under) Budget
Distribution								
Actual	July	\$131.10	2,682,103	\$12.59	14,217,636	1,222,043	350,000	872,043
Actual	August	\$131.71	2,840,992	\$13.63	16,287,197	1,378,618	350,000	1,028,618
Actual	September	\$113.77	2,857,287	\$10.36	15,889,310	1,141,106	350,000	791,106
Actual	October	\$99.66	2,789,439	\$7.68	13,725,579	920,047	350,000	570,047
Actual	November	\$74.97	2,894,906	\$5.42	19,024,056	812,189	350,000	462,189
Actual	December	\$49.81	2,851,863	\$3.96	16,065,565	568,807	350,000	218,807
Actual	January	\$36.24	2,964,102	\$4.45	19,431,623	451,576	350,000	101,576
Actual	February	\$33.38	2,980,693	\$3.95	22,980,989	424,154	350,000	74,154
Actual	March	\$26.86	3,083,658	\$4.21	18,444,029	380,465	350,000	30,465
Actual	April	\$42.77	2,327,957	\$3.69	17,648,256	463,323	350,000	113,323
Actual	May	\$44.67	2,899,450	\$3.56	17,282,891	495,988	350,000	145,988
Accrual	June	\$54.74	2,628,873	\$4.31	17,810,415	479,561	350,000	129,561
Y.T.D. Production Tax Revenue						8,737,877	4,200,000	4,537,877
Y.T.D. Equipment Tax Revenue						1,763,127	1,000,000	763,127
Total Year-to-Date Oil & Gas and Equipment Tax Revenue						10,501,004	5,200,000	5,301,004

Source: New Mexico Taxation and Revenue Department

NEW MEXICO JUNIOR COLLEGE

Schedule of Investments

August 2009

17% of Year Completed

Financial Institution	Amount Invested	Date Invested	Maturity Date	Period of Investment (Days)	Account Number	Interest Rate	Interest Earned
State of New Mexico Local Government Investment Pool	11,625,000	N/A	N/A	N/A	7102-1348	0.290%	3,272
Total investments	<u>11,625,000</u>						<u>3,272</u>

Summary of Current Month's Activity	
Beginning amount	11,625,000
Plus: deposits	0
Less: withdrawals	0
Capital Projects	11,492,951
Reserves Invested	132,049
Total LGIP Investment	11,625,000

Capital Projects	8/31/2009
Vehicles	0.00
Computer Equipment Rebates	1,167.75
Drawings & Master Plan	12,805.63
Marketing	49,932.06
Flooring Repair	0.00
Technology Upgrade	45,270.14
Workforce Training Center	124.74
High Tech Startup	1,346.40
JAST	101,118.20
Baseball Field	13,145.32
Rodeo Arena	8,560.18
Equestrian Center	447,580.20
Student Housing Construction	54,531.16
Testing Center Remodel	3,942,267.52
Frame & Door Replacement	150,000.00
Campus Village Development Proj	17,861.11
Luminis Software	16,991.00
Landscaping	501,282.48
Facility Painting	1,749.01
Millen Drive Signalization	95,000.00
Electrical Upgrade	543,600.50
Campus Signage	38,120.00
Campus Paving	8,717.12
Roof Replacement	271,747.09
Interior Lighting-Energy Retrofit	40,668.22
Old Dorms Renovation	67,698.59
Millen Dr. Sewer & Water	53,218.82
Board Room	15,786.44
Concrete Upgrade	45,942.18
Campus Construction	145,079.16
Oil & Gas Training Center	302,853.06
Workforce Training/Outreach	3,354.43
Professional Writing/Publishing	27,602.00
Public Sector	1,826.53
Campus Security	8,021.71
Caster Bleachers	9,805.66
Caster Old CHOF Remodel	976,000.00
Track/Arena Area Enhancement	68,380.00
Roadway Entrance-Rodeo/CDL	60,000.00
Lumens Software-Distance Learnng	5,000.00
Welding Lab	50,000.00
Copier Replacement	12,501.00
Distance Ed Equipment	612,379.34
Non-Recurring Compensation	677,950.00
Athletics	241,600.00
Student Life Programming	5,000.00
Title V (Institutional)	181,104.09
CDL Truck Driving Program	43,262.14
Central Plant Upgrade	1,515,000.00
Workforce Training Contingency	2,497.33
Total	11,492,950.98

NOTE: Capital projects total does not include encumbered funds



James B. Lewis
State Treasurer

STATE OF NEW MEXICO
OFFICE OF THE TREASURER

2019 Galisteo Building K
P.O. Box 608
Santa Fe, New Mexico 87505

Phone: (505) 955-1120
FAX (505) 955-1195

Mark F. Valdes
Deputy State Treasurer

September 3, 2009

RE: GASB Statement No. 40 Disclosures

Dear *New MexiGROW* Local Government Investment Pool Participant:

The purpose of this letter is to provide you with information for a financial statement disclosure for your investment in the State Treasurer's Office *New MexiGROW* Local Government Investment Pool ("LGIP") and to provide information regarding the LGIP's investment in The Reserve Primary Fund.

GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, relates to how deposits and investments are reported in the annual financial statements of governmental entities. GASB Statement No. 40 disclosures inform financial statement users about deposit and investment risks that could affect a government's ability to provide services and meet its obligations as they become due. GASB Statement No. 40 requires governments to disclose deposit and investment risks related to credit risk (including custodial credit risk), concentration of credit risk, interest rate risk, and foreign currency risk. The State Treasurer's Office provides the following information regarding the LGIP:

1. With respect to credit risk, the LGIP, a government investment pool, is rated AAAM by Standard & Poor's. Therefore, the LGIP reports AAAM for credit risk. Public funds are not required to disclose custodial credit risk for external investment pools. Therefore, the LGIP is exempt from this requirement.
2. GASB Statement No. 40 defines concentration of credit risk as investments of more than 5% in any one issuer. External investment pools, such as the LGIP, are excluded from the requirement of disclosing concentration of credit risk. Therefore, the LGIP is exempt from this disclosure.
3. GASB Statement No. 40 defines interest rate risk as the risk that interest rate variations may adversely affect the fair value of an investment. According to GASB Statement No. 40, an acceptable method for reporting interest rate risk is weighted average maturity ("WAM"). The State Treasurer's Office uses this method for reporting purposes for the LGIP. The WAM of the LGIP is identified on the monthly LGIP

investment report found on the State Treasurer's Office website at www.stonm.org. As of June 30, 2009, the LGIP WAM is 43 days.

4. Finally, with respect to foreign currency risk, all investments in the LGIP are in U.S. dollar denominated assets. Therefore, the LGIP has no foreign currency risk.

The value of your investment in the LGIP as of June 30, 2009, was provided to you as the ending balance on your LGIP statement and your Reserve Contingency Fund statement. As we stated in a letter to you dated March 31, 2009, the LGIP's remaining position in The Reserve Primary Fund was transferred to the Reserve Contingency Fund. Therefore, the balance on your Reserve Contingency Fund statement reflects your remaining pro rata share of the LGIP's investment in The Reserve Primary Fund. The Reserve Contingency Fund, which is not rated, is a non-performing asset and, as such, a WAM cannot be calculated. A copy of the March 31, 2009, letter is available on the State Treasurer's Office website. For participants with negative balances on their LGIP and Reserve Contingency Fund statements, we provided an explanation for this in a separate letter to those participants also dated March 31, 2009. A copy of this letter is attached for your reference as "Attachment A."

Update on the LGIP Investment in the Reserve Primary Fund

The New Mexico State Treasurer's Office invested a portion of the LGIP in The Reserve Primary Fund ("the Fund"), a money market fund, in fiscal years 2006, 2007, 2008 and 2009. On September 15, 2008, the balance of the LGIP's investment in the Fund was \$381.7 million. On September 16, 2008, The Reserve Primary Fund's net asset value fell below \$1.00 and holdings in the Fund were frozen. Since September 2008, The Reserve Primary Fund has returned approximately \$0.90 per share to shareholders. On February 26, 2009, The Reserve Primary Fund announced that it was withholding \$3.5 billion of the Fund's assets for anticipated and pending litigation against it, which amount could increase or decrease as the Fund evaluates information related to such litigation. As a result, the State Treasurer's Office cannot anticipate what the actual loss to the LGIP from The Reserve Primary Fund may be or when the actual loss may be realized. No actual loss has been realized to date. The total remaining Reserve Primary Fund position as of June 30, 2009, is \$39.5 million. The LGIP's remaining position in The Reserve Primary Fund is a non-performing asset.

On May 5, 2009, the U.S. Securities and Exchange Commission ("SEC") filed a civil lawsuit in federal court against the operators of The Reserve Primary Fund, alleging fraud; seeking the pro rata distribution of the remaining the Fund's assets; and seeking the release of the \$3.5 billion currently being withheld from investors pending the outcome of the lawsuits against The Reserve Primary Fund. The court is scheduled to hold a hearing on the SEC's proposed plan of distribution on September 23, 2009.

On May 20, 2009, the New Mexico Attorney General filed a civil complaint and injunction petition in state district court against The Reserve Primary Fund. The Attorney General's complaint alleges that the Fund setting aside \$3.5 billion to pay legal fees and expenses is a willful and intentional conversion of the investors' assets and a breach of contract. The complaint further alleges that the Fund's failure to honor redemption requests on September 16, 2008, is a breach of contract. Additionally, the Attorney General's injunction petition seeks the release of the investors' pro rata share of the \$3.5 billion The Reserve Primary Fund set aside for its anticipated and pending legal costs.

The New Mexico State Treasurer's Office believes that The Reserve Primary Fund will ultimately end up distributing between 98.38% and 98.77% of the balance that the LGIP had in The Reserve Primary Fund as of September 15, 2008. This means that of the remaining undistributed balance as of June 30, 2009, we expect the LGIP to recover between 83.84% and 87.78%. Uncertainty remains, however, as to the timing of these distributions. We recommend that you consult with your accountant or auditor regarding any adjustment of the value of your investment in the Reserve Contingency Fund as of June 30, 2009.

If you have any questions or need additional information, please email your questions to me at Sheila.Duffy@state.nm.us.

Sincerely,



Sheila A. Duffy
Chief Investment Officer

New MexiGROW LGIP deposits are not guaranteed or insured by any bank, the State of New Mexico, the Federal Deposit Insurance Corporation, the Federal Reserve Board, or any other agency. *New MexiGROW* LGIP deposits involve certain investment risks. Yield and total return may fluctuate and are not guaranteed.

Expenditure Account - Plant Funds

August 2009

9/3/2009

State GOB:	Budget	Spent to date	Encumbrance	W/out Encumb Balance	Revenue
Workforce Training Center	91502 - 912	-	-	-	-
Infrastructure	92501 - 912	-	-	-	-
Library GOB	92015 - 912	27,339.79	-	29,307.21	-
Vocational Technical Ed	92511 - 912	-	-	-	-
Testing Center Remodel GOB	91521-912 (see 911)	-	895,963.06	895,963.06	-
High Skills Training	92512 - 912	-	-	201,969.04	-
GOB CasterCowboy HOF Refrb	91553 - 912 (see 911)	-	68,284.42	241,854.09	-
GOB ADA	92519 - 912	-	-	-	-
GOB Central Plant	92522 - 912	209,142.50	2,401,979.88	2,401,979.88	-
SEE STB		2,611,122.38			
		4,007,555.57	3,366,227.36	3,771,073.28	
		3,602,709.65			

spend 912 first

2,611,122.38
(209,142.50)
(2,401,979.88)

GOB Spent & encumbered to date --->>

92522 combined GOB & STB 4,096,122.38

Total PO's for Central Plant 3,104,853.51

STATE STB:

STB Oil & Gas Traing Ctr	91545 - 912 (see 911)	305,667.74	-	245,293.02	305,667.74
STB Central Plant	92522 - 912/ (see 911)	1,485,000.00	697,202.91	702,873.63	787,797.09
SEE GOB		1,790,667.74	697,202.91	948,166.65	1,093,464.83
			948,166.65		
			1,645,369.56		

STB Spent & encumbered to date--->>

State General Fund:

Baseball Field Const	92513 - 912	181.39	-	-	-
Distance Ed Equipment	92517 - 912	8,174.63	-	8,174.63	-
Law Enforcement Trang	92518 - 912	132,264.53	32,340.00	99,924.53	-
Radiological Control	92515 - 912	don't add here	-	-	-
\$18,198.38		140,620.55	32,521.39	108,099.16	-
			32,521.39		

GF Spent & encumbered to date--->>

ER&R	93114 4002 77001 921	322,777.93	-	322,777.93	-
BR&R	93001 4002 77201 922	1,268,966.09	-	1,268,966.09	-
Infrastructure	93050 922	50,371.09	-	49,322.00	1,049.09
Total 93001		1,319,337.18			
Auxiliary BR&R	93210 77201 923	-	-	-	-

Private	Budget	Spent to date	Encumbrance	Balance
Maddox Workskills	20,500.00			20,500.00
Maddox Workforce Promotion	8,656.80	7,148.94		1,507.86
WHM Maddox Programming Series	11,028.47			-
WHM Maddox Performing Arts	1,338.62			11,028.47
WHM Maddox Discretionary Fund	3,452.20			1,338.62
WHM Maddox Elmyr Stidnits Activ	4,105.98			3,452.20
WHM Maddox Sp 08 Ed Outr	35,864.98	2,000.00	10,000.00	4,105.98
WHM Linam Weber Collection	-			23,864.98
WHM Maddox Special Events	2,000.00			-
WHM Carlsbad Community Fndn				2,000.00
WHM Maddox Prkg Lot				-
	86,947.05	9,148.94	10,000.00	
		10,000.00		
		19,148.94		

Private spent & encumbered to date -->

Institutional Funds:	Budget	Spent to date	Encumbrance	Balance	Bal W/OUT Enc
Vehicles	-			-	-
Computer Equipment Rebates	1,167.75			1,167.75	1,167.75
Drawings and Master Plan	12,805.63			12,805.63	12,805.63
West Texas ITV	-			-	-
Marketing	49,932.06			49,932.06	49,932.06
Flooring Repair	-			-	-
Technology Upgrade	50,306.14	5,036.00	11,745.50	33,524.64	45,270.14
Workforce Training Center	245.34	120.60		124.74	124.74
High Tech Startup	1,346.40			1,346.40	1,346.40
JASI	101,118.20			101,118.20	101,118.20
Baseball Field	12,963.93	(181.39)		13,145.32	13,145.32
Rodeo Arena	41,410.18	32,850.00		8,560.18	8,560.18
Dormitory Landscape	-			-	-
Millen Fence/Landscape	-			-	-
Equestrian Center	447,580.20		161,953.95	285,626.25	447,580.20
Student Housing Construction	54,531.16			54,531.16	54,531.16
Testing Center Remodel	3,950,000.00	7,732.48	2,884,447.30	1,057,820.22	3,942,267.52
Frame and Door Replacement	150,000.00			150,000.00	150,000.00
Campus Village Developmt Proj	17,861.11			17,861.11	17,861.11
Luminis Software	16,991.00			16,991.00	16,991.00
Landscaping	507,495.82	6,213.34		501,282.48	501,282.48
Facility Painting	1,749.01			1,749.01	1,749.01
Millen Drive Signalization	95,000.00			95,000.00	95,000.00
Electrical Upgrade	543,600.50			543,600.50	543,600.50
Campus Signage	38,120.00			38,120.00	38,120.00

Institutional Funds (continued):

	Budget	Spent to date	Encumbrance	Balance	Bal W/OUT Enc
Campus Paving	8,717.12	-	-	8,717.12	8,717.12
Roof Replacement	271,747.09	-	-	271,747.09	271,747.09
Interior Lightg-EnergyRet	40,668.22	-	8,565.90	32,102.32	40,668.22
WHM-Consultant	-	-	-	-	-
Workforce Training-Landscape	-	-	-	-	-
Old Dorms Renovation	351,091.76	283,393.17	8,420.63	59,277.96	67,698.59
Bulk Fuel	-	-	-	-	-
Millen Dr. Sewer/Water	53,218.82	-	-	53,218.82	53,218.82
Board Room	15,786.44	-	-	15,786.44	15,786.44
Concrete Upgrade	45,942.18	-	-	45,942.18	45,942.18
Campus Construction	149,381.03	4,301.87	67,843.80	77,235.36	145,079.16
Oil & Gas Training Ctr	302,853.06	-	-	302,853.06	302,853.06
Workforce Trng/Outreach	3,354.43	-	-	3,354.43	3,354.43
Prof Writing/Publishing	37,602.00	10,000.00	21,582.00	6,020.00	27,602.00
Public Sector	1,826.53	-	-	1,826.53	1,826.53
Campus Security	8,021.71	-	-	8,021.71	8,021.71
Caster Bleachers	16,003.13	6,197.47	-	9,805.66	9,805.66
Caster-CHOF Remodel	976,000.00	-	-	976,000.00	976,000.00
Track/Arena Area Enhancemt	68,372.13	(7.87)	-	68,380.00	68,380.00
Roadway Entrance-Rodeo/CDL	60,000.00	-	8,470.99	51,529.01	60,000.00
Lumens Software-Dist Learnng	5,000.00	-	-	5,000.00	5,000.00
Welding Lab	50,000.00	-	-	50,000.00	50,000.00
Copier Replacement	12,501.00	-	-	12,501.00	12,501.00
Distance Ed Equip(MaddxMatch)	870,692.38	258,313.04	528,047.15	84,332.19	612,379.34
Non-Recurring Compensation	677,950.00	-	-	677,950.00	677,950.00
Campus Virtual Tour	-	-	-	-	-
Athletics	241,600.00	-	-	241,600.00	241,600.00
Student Life Programming	5,000.00	-	-	5,000.00	5,000.00
UNM & LRMHC Housing Grant	-	-	-	-	-
Title V	192,581.88	11,477.79	98,350.21	82,753.88	181,104.09
CDL Truck Driving Prm	43,262.14	-	-	43,262.14	43,262.14
Central Plant Upgrade	1,515,000.00	-	-	1,515,000.00	1,515,000.00
Workforce Traing Contingency	2,631.89	134.56	-	2,497.33	2,497.33
TOTALS	12,118,397.48	625,581.06	3,799,427.43	7,693,388.99	11,492,950.98
		3,799,427.43	double check	7,696,020.88	11,492,816.42
		4,425,008.49			

>>>Maddox match
485,000



Memo

DATE: September 9, 2009
TO: New Mexico Junior College Board Members
FROM: Steve McCleery *SM*
SUBJECT: Recreation/Aquatic Center – City of Hobbs Request

Attached you have a letter from Eric Honeyfield in regard to the newly proposed Recreation/Aquatic Center that the City of Hobbs (with help from the Maddox Foundation) is proposing to build. Mr. Honeyfield is requesting any interest that we might have in closing NMJC Del Norte Center in exchange for similar facilities at the new center. Additionally, City Manager Honeyfield is asking NMJC to provide \$100,000 for five years and beginning the sixth year we will provide \$150,000 for the annual operation of the facility.

As you can see by the attached information that Dan Hardin provided, the annual operational cost of the NMJC Del Norte Center facility is \$225,000. Revenue from the NMJC Del Norte Fitness Center has never met our expectations and without major renovations, the facility will remain in status quo revenue. The yearly NMJC Del Norte Fitness Center revenue estimate is approximately \$68,000.

As we ponder the City of Hobbs' request, the following considerations should be made:

- NMJC Del Norte Center operated as a private health club for many years and provided a place for many of the Lea County residents to play racquetball, lift weights, or swim. The facility has a history with loyal followers.
- NMJC Del Norte Center is an aging facility and will take \$3,000,000 - \$5,000,000 to renovate the facility and meet the ADA and Green Building Standards as mandated by the State of New Mexico. The renovation will need to be done within the next 3-7 years. If the City builds the Recreation/Aquatic Center, then it does not make sense to spend \$3,000,000 – \$5,000,000 to renovate Del Norte.
- Currently, NMJC Del Norte Center does not meet the standard for Statewide General Obligation Bond Consideration. I do not think the facility would ever be placed in the significant need category for the General Obligation Bond.
- Currently, the NMJC Del Norte Center serves a tremendous number of Senior Citizens, and the facility provides a great venue for Arthritis Foundation (warm water) therapy. We are the only warm water option in the area.

- If the Recreation/Aquatic Center is built, eventually most of the students at the NMJC Del Norte Center will migrate to the new facility. The revenue from the NMJC Del Norte Center will continue to decline.

If we opt to close the Del Norte Fitness Center and participate in the Recreation/Aquatic Center, we must insist on the following from the City of Hobbs and the newly proposed Recreation/Aquatic Center:

- We must have a written document that provides the details of the NMJC / City agreement for the operation of the Recreation/Aquatic Center.
- The Recreation/Aquatic Center should discount Senior Citizens fees to less than half of what they currently pay at Del Norte. (\$34.95 monthly)
- The Recreation/Aquatic Center should provide a self contained warm water option for aquatic fitness and arthritis fitness therapy.
- The Recreation/Aquatic Center would allow NMJC to teach classes in the facility.
- The Recreation/Aquatic Center would provide a discount for college students.



CITY MANAGER'S OFFICE

200 E. Broadway
Hobbs, New Mexico 88240
Phone 505-397-9203

Fax 505-397-0379

ERIC HONEYFIELD
City Manager

May 29, 2009

Dr. Steve McCleery
NMJC
5317 Lovington hwy.
Hobbs, NM 88240

RE: Recreation/Aquatic Center

Dear Steve:

Our consultant will complete the feasibility study for the referenced facility in the next three weeks, but assures us that the annual operating loss after revenues will approach \$900K. I am writing to request any interest you might have in closing your Del Norte facility in exchange for similar facilities at the new Center and an annual NMJC contribution of \$100K rising to \$150K in the sixth year of a ten-year agreement.

We are hoping to make a decision regarding build/no build shortly after the study is concluded so as not to waste this perhaps fleeting period of low bid prices. The facility is projected to cost between \$30M and \$35 million.

Sincerely,

THE CITY OF HOBBS

ERIC HONEYFIELD
City Manager

EH/ab

cc: Mayor Reagan, Commission



Hobbs Community Recreation Center

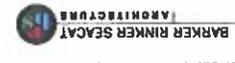
Conceptual Design
 Building Program Space Requirements and Budget
 April 21, 2009
 Revised: June 19, 2009

Ave. Cost/SF \$240 /SF
 Program SF 83,932 SF
 Bldg. Cost \$20,188,000

Program Space	Net Area	Ext	Selected Program Gross Area	Selected Program Cost	Notes
x Facility Administration Spaces	3,316		3,873 SF	\$554,000	
Parks and Recreation Director Office		180			private office
Parks Superintendent Office		150			private office
Recreation Superintendent Office		150			private office
Facility Supervisor's Office		120			private office
Recreation Program Coordinator Office		120			private office
Athletics Coordinator Office		240			3 @ 80 s.f. each
Programmer's Workstations (3)		100			workstation
Administrative Assistant Workstation		80			
Count Room		250			
Work Room		250			
Staff Break Room		250			
Conference Room		200			Also sm rental space
Main Telecom/ IT room (MDF)		162			9' x 18' includes phone and cable TV demarcation points, main telecom rack with patch panels, Owner's server, main sound system rack, etc.
Administration Electrical Room		54			6' x 9' includes 480V panel, transformer, 208/120V panel, lighting control panel
Storage		100			
Open Office		537			
Office Suite Circulation		473			
x Building Support Spaces	12,111		13,928 SF	\$2,824,000	
Entry Vestibule		536			
Pre-Control Lobby		1,182			
Lounge		1,477			
Control Desk		366			
Men's Locker		1,488			
Women's Locker		1,491			
Family Lockers (6)		1,939			
Vending Machines		55			
First Aid		100			8 Cabannas



Hobbs Community Recreation Center
 Hobbs, New Mexico





Hobbs Community Recreation Center

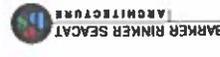
Conceptual Design
 Building Program Space Requirements and Budget
 April 21, 2009
 Revised: June 19, 2009

Ave. Cost/SF \$240/SF
 Program SF 83,932 SF
 Bldg. Cost \$20,160,000

Program Space	Net Area	Ext	Selected Program Area	Selected Program Cost	Notes
Men's Toilets		358			
Women's Toilets		358			
Custodial Closets (3)		176			
Elevator Machine Room		94			
Building Mechanical Room		402			
Sprinkler Valve Room		95			
Maintenance/ Receiving/ Loading		791			
Custodial Workroom/ Supply		302			
Maintenance Office		105			
General Building Storage		1,002			
Main Electrical Distribution Room		276			12' x 13' includes MDC, mechanical panel, lighting panel, transformer, power panel, lighting control panel, fire alarm
Main EM Electrical Room		54			6' x 8' includes essential ATS, 480/277V panel, transformer, 208/120V panel and non-essential ATS, 480V panel, transformer and 208/102V panel
x Child Watch / Babysitting	880	741	1,012 SF	\$195,000	
Babysitting		40			
Tot toilet		99			
Storage					
x Games / Activity Room	1,550	764	1,733 SF	\$309,000	
Teen Game Room		582			
Teen Study/Computer Room		85			
Storage		119			
Coordinator's Office					
x Community Room / Events Hall	4,383	3,816	5,440 SF	\$952,000	Seats 250 for banquet or meeting Three 1,272 SF rooms
Community Room		489			
Storage					
Community Electrical Room		54			6' x 8' includes 480V panel (lig & mech), transformer, 208/120V panel, lighting control panel



Hobbs Community Recreation Center
 Hobbs, New Mexico





Hobbs Community Recreation Center
 Conceptual Design
 Building Program Space Requirements and Budget
 April 21, 2009
 Revised: June 19, 2009

Ave. Cost/SF \$248 /SF
 Program SF 83,932 SF
 Bldg. Cost \$20,180,000

Program Space	Net Area	Ext	Selected Program Area	Selected Program Cost	Notes
IT Room for Community Rooms (IDF)					
x Catering Kitchen	728	24	837 SF	\$180,000	4' x 6' includes wall mounted telecom rack & patch panels. May include sound system for community rooms
Warming Area	532	532			
Storage	196	196			Allow \$50,000 for equip
x Gymnasium	9,067	8,565	10,427 SF	\$2,042,000	(1) 50 x 84 or (2) 38 x 68 courts
Gymnasium (wood floor)		382			Seating for 120
Storage					
Gym/ Pool Electrical Room					Includes mechanical panel, 480V delta-wye transformer (for "clean" power to 1000W pool fixtures), lighting panel, 480V aquatics panel, transformer, 208/120V aquatics panel, 208/120V power panel, lighting control panel, fire alarm booster panel
x Elevated Walk / Jog Track	5,965	120	6,883 SF	\$763,000	9 laps per mile, 3 lanes
Walk/Jog Track		5,451			
Stretching Area		534			
x Fitness Center	5,324	2,300	6,123 SF	\$1,184,000	
Cardiovascular Training		1,380			
Circuit Resistance Training		920			
Free Weight Training		93			
Fitness Supervisor Office		81			
Unisex Toilet		356			
Stretching Area		194			
Storage					
x Aerobics/Dance Studio	2,206	1,821	2,537 SF	\$463,000	Accommodates 30-36
Aerobics/Dance Studio		385			
Storage					



Hobbs Community Recreation Center
 Hobbs, New Mexico



Hobbs Community Recreation Center
 Conceptual Design
 Building Program Space Requirements and Budget
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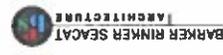
Ave. Cost/SF \$240 /SF
 Program SF \$3,932 SF
 Bldg. Cost \$20,180,000

Program Space	Net Area	Ext	Selected Program Gross Area	Selected Program Cost	Notes
x Aquatic Support Guard Room Aquatic Supervisor Vending at Pool Deck	458	285 118 55	527 SF	\$78,000	
x 8-Lane x 25-Yard Competition Lap Pool Pool Natorium Meet Management Room/ Multi-Purpose Room Meet Management Storage Room Coach office Pool Equipment Room Competition Equipment Diving Stands and Equipment (three 1M spring boards) Inflatable Obstacle Course Defender filters (additional over horizontal) Premium Efficiency Pumps and Motors Accessibility Equipment VFD on Filtration Pumps and River Pool Storage Spectator Seating for 200	14,871	5,143 10,573 720 80 120 901	16,872 SF	\$5,065,000	w/ circ. 8-lane x 25 yard Pool Enclosure
x Leisure Pool Indoor Leisure/ Wellness Pool with Gutters (86-88 degree water) Indoor Wellness/ Therapy Pool with Gutters (86-88 degree water) Natorium Access and Rails Interactive Waterspray Play Water Play Components Water Play Equipment Basketball, Volleyball, etc.	11,522	600 1,877 3,118 1,237 9,973	13,250 SF	\$5,368,000	



Hobbs Community Recreation Center

Hobbs, New Mexico





Hobbs Community Recreation Center
Hobbs, New Mexico

Hobbs Community Recreation Center
Conceptual Design
Building Program Space Requirements and Budget
April 21, 2009
Revised: June 19, 2009



Avg. Cost/SF \$240 /SF
Program SF 83,932 SF
Bldg. Cost \$20,180,000

Program Space	Net Area	Ext	Selected Program Area	Selected Program Cost	Notes
Current Channel Propulsion unit (based on 111 LF) Waterside complex with Concrete Towers and Stairs 252 SF Hot Water Whipool (103 degree water) Ultra Violet Chloramine Mitigation Pool and WP Systems Defender Filters (additional over using horizontal filters) Pool Equipment Room Auxiliary Pool / Oasis Pond Equipment Room Pool Storage		888 161 500			
x Wet Classroom / Party Room(s) Classroom Party Room Storage	794	720 64	902 SF	\$175,000	Two 360 SF rooms
			83,932	\$20,180,000	Location Adjusted Bldg Cost \$20,180,000 Total Building Cost \$2,668,855 Site Construction \$6,233,386 Dev. Costs/ Tax/ AE/ FFE \$2,908,324 Owner Contingency (10%) \$31,991,565 Total Project Budget

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NOTE: The above costs are an average opinion of construction and project costs based upon similar Community Recreation Aquatic Centers recently built and adjusted to Hobbs area cost data for mid-point of construction in December 2010.
The actual costs could be higher or lower (+/- 10%) depending upon decisions not yet made by the Owner. The cost of site acquisition, project financing, road impact fees, phone & registration systems, electric, gas and phone hookup service fees, CMSC pre-construction service fees or an Owner's Representative during construction are not included in the figures above.



Hobbs Community Recreation Center
 Conceptual Design
 April 21, 2009
 Revised: June 19, 2009

Project Component	Quantity	Unit Cost	Cost
1. FACILITY CONSTRUCTION			\$20,180,000
Building Construction (No Site)	83,932 SF	\$240	\$20,180,000
See BRS Draft Facility Program			
2. OFF-SITE CONSTRUCTION			\$0
Asphalt / Decal / Turn lanes	0 LF	\$111	\$0
Public streets through site	0 LF	\$280	\$0
Curb & Gutter replacement	0 LF	\$24	\$0
Traffic signal	0 EA	\$276,926	\$0
ROW sidewalk, landscape	0 LF	\$66	\$0
Upgrades to ROW storm, water, waste	0 LF	\$111	\$0
Street Lighting	0 EA	\$4,747	\$0
Off-site improvements	1 Allow	\$0	\$0
Off-site signage	1 Allow	\$0	\$0
Earthwork / Retaining Wall	0 LF	\$56	\$0
Improvements will be funded through land sale			
Gateway signage			
None anticipated			
3. SITE CONSTRUCTION (11.35 acre site)			\$2,586,687
Wetlands Mitigation	0 LS	\$0	\$0
Demolition	0 SF	\$0	\$0
Overlot Grading & Prep	9,156 CY	\$3	\$28,976
Parking Lot & Internal Drives	318 cars	\$1,793	\$572,000
Pecos Extension Access Drive	200 LF	\$148	\$29,539
Service Drives	150 LF	\$69	\$10,286
Entry plazas	80 SF	\$11	\$73,847
Stone veneer seat wall	7,000 SF	\$250	\$1,750,000
Tot Lot Playground	1 LS	\$135,000	\$135,000
Ornamental fencing/ gates	200 LF	\$100	\$20,044
Sun Deck	2,000 SF	\$11	\$21,089
Walking trail	2,000 LF	\$17	\$33,758
Access to receiving and loading areas			
scored integrally colored concrete			
plaza seating			
Play structure, rubber surface, tensile shade			
around sun deck, courtyard and lot lot			
scored integrally colored concrete			
5 ft wide scored grey concrete			



Hobbs Community Recreation Center
 Hobbs, New Mexico





June 25, 2009



OVERALL PROJECT BUDGET

Description	Quantity	Unit	Rate	Total	Notes
Oasis Courtyard/ Fountain/ Pond Feature					
Sidewalks	1 LS		\$200,000	\$200,000	Allowance
Water & Sewer extensions to Building	400 LF		\$17	\$6,752	5 ft wide scored grey concrete
Fire Loop & 4 hydrants	400 LF		\$45	\$18,145	total length & cost for both
Storm Collection, Drainage, Storage	1,400 LF		\$57	\$79,755	
Parking & Pedestrian Lighting	1 LS		\$50,000	\$50,000	Piping, retention structures
Site Signage & Furniture	14 EA		\$3,656	\$56,385	asid cut-off parking, plaza bollards
Landscape & Irrigation	1 LS		\$73,847	\$73,847	Allowance
Park & Active Recreation Improvements	174,240 SF		\$4	\$735,263	4 acres
Solar hydronic system	1 Allow		\$50,000	\$50,000	Misc. improvements on site
Pool Backwash structures	1 Allow		\$275,000	\$275,000	For heating pool and domestic hot water
Misc. Site Costs	1 Allow		\$50,000	\$50,000	Allowance
Misc. Site Costs	1 LS		\$50,000	\$50,000	Allowance
4. OTHER PROJECT DEVELOPMENT COSTS				\$6,329,844	
Land Purchase				\$0	None anticipated
Public Art Allocation				\$0	None anticipated
Professional Fees (7% basic + 2% additional)				\$2,428,091	8.0% of Bldg, Off-Site, Site, Conting
Professional Fees (Interiors)				\$225,000	Interior Design, Furniture, Signage
Building Commissioning				\$65,000	
FFE - Furniture, Fixtures & Equipment				\$297,656	Allowance per s.f. of fitness
Exercise Equipment	5,130 SF		\$58	\$297,656	
Kitchen Equipment	532 SF		\$100	\$53,200	Allowance per s.f. of kitchen
General FF&E	83,932 SF		\$17	\$1,418,719	Allowance per s.f. of building area
Computer Equipment	1 Allow		\$50,000	\$50,000	Allowance
Other Special Equipment	1 Allow		\$50,000	\$50,000	Allowance
Plant Investment / Tap Fees				\$25,000	Allowance for water, sewer, other util. fees
Construction testing & survey				\$100,000	Soils & Materials testing, land survey
Reimbursable Expenses				\$100,000	Document printing, deliveries, travel
Plan Review Fees				\$30,000	
Sales Tax			6.785%	\$1,666,179	NM tax at 6.785%
5. SUB-TOTAL, ALL PROJECT COSTS				\$29,286,541	
6. CONTINGENCY					
			10%	\$2,928,654	
7. GRAND-TOTAL ALL PROJECT COSTS				\$32,215,195	
8. Unit Cost (\$/SF) Incl Items 1,2,3,6					
	\$306				
9. Unit Cost (\$/SF) Incl Items 1,6					
	\$272				

Cost Items Not Included:

Demolition, Import / Haulaway of of structural fill, Owner's Representative, Legal fees, Land acquisition

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Hobbs Community Recreation Center Hobbs, New Mexico

NEW MEXICO JUNIOR COLLEGE

Vice President for Finance

5317 Lovington Highway
Hobbs, NM 88240
Phone: (505)492-2770
Fax: (505)492-2768

To: Dr. McCleery
From: Dan Hardin
RE: Del Norte Center
Date: June 8, 2009

Dr. McCleery,

There is a file in the vault of the Business Office that contains information concerning the Del Norte Center. With the information from this file, the following is an overview of the Del Norte Center.

The 16,275 square foot Del Norte building was built in 1980 and sits on 1.26 acres of land. The building and land was donated to the College on 10-31-1994 for \$10.00. The appraised market value of the land and building was \$202,000.00. In reading the documentation, it appears that there were no stipulations attached to the acceptance of the building. So, the College would have the right to sell the property.

Operating costs including fringes and without the utilities are as follows;

2004	\$130,261.00		
2005	\$115,156.00		
2006	\$114,081.00		
2007	\$101,317.00		
2008	\$149,534.00		
2009	\$135,261.63	budget \$156,964.44	Encumbrance for equipment \$29,742.94

Utilities;

Electricity averages \$24,378.00 per year and KW of 311,459 per year.

Natural Gas averages \$15,495.00 per year.

Water & Sewer averages \$3,000.00 per year.

Dr. McCleery, the operating cost for salary, fringes, and supplies and expense, utilities, and insurance is running about \$200,000.00 per year. That is not counting maintenance, grounds, custodial, Charley's time, Bill Morrill's time, and your time. The actual hard cost may be \$225,000.00 per year.

Attached is information from the file concerning legal descriptions, the Quitclaim Deed, Bill of Sale, and a copy of options that is dated August 15, 1995. There is no documentation or evidence of an agreements between Dr. Hayes and Ben Alexander concerning Del Norte.

Dr. McCleery, I hope this gives you the information that you were seeking in the review of Del Norte and the history behind this building.

Respectfully,

A handwritten signature in cursive script that reads "Dan Hardin". The signature is written in black ink and is positioned below the word "Respectfully,".

Dan Hardin

Del Norte

June 12, 2009

Budget

Fiscal Year	Del Norte User Fee	Del Norte User Fee
FY 2009	48,000.00	68,193.00
FY 2008	45,000.00	85,223.00
FY 2007	45,000.00	81,152.00
FY 2006	40,000.00	62,144.00
FY 2005	30,000.00	59,420.00
		356,132.00

Average Revenue

71,226.40

8/15/45

Preface Statement

The Del Norte Center is a health spa facility. It would be cost prohibitive to convert the building into anything other than the facility's intended purpose. Because of the narrow focus of the facility, it would be very difficult to renovate the building to reflect an instructional facility. Additionally, the administrative team feels New Mexico Junior College cannot afford a projected yearly loss of \$83,272.00. The college's budget is not equipped to absorb this loss, and these funds are needed to support other instructional and support areas of the college.

Currently, Del Norte Center is being operated as a health spa and business, but it is being subsidized with taxpayers dollars. The playing field is not level for other owners and operators of fitness and health clubs. In order to level the playing field, Del Norte must pay its' own way and become a break-even proposition for the college without the tax subsidy. With these considerations in mind, the administrative council strongly feels there are only two plausible proposals. The two proposals are:

- **Proposal I:** Sell Del Norte at Market Value
- **Proposal II:** Operate the facility as a health spa with a small instructional offering of classes credit/non-credit. This proposal entails raising fees and increasing the membership to offset the projected \$83,272.00 yearly loss.

PROPOSAL I

Sell Del Norte At Market Value

Market Value \$202,000.00

PROS

- Continuing source of endowed funds in place.
- The liability of Del Norte no longer exists.
- Cannot be construed as competing with private business.
- We no longer have to cater to spa environment versus educational environment.
 - Equipment needs
 - Space needs
 - Clientele demands
 - They will expect more from NMJC
- Frees up staff positions and additional institutional dollars for other programs.
- Becomes another person's headache.
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CONS

- Could lead to bad feelings with:
 - The people who donated the facility
 - Present spa users
- The rumor of the sale could hurt membership sales.
- College could get criticized for giving up instructional space, when the need for additional space has been presented (Too costly to renovate for classrooms).
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PROPOSAL II

Operate as a health spa with small instructional offering of classes credit/non-credit.

This proposal entails getting aggressive as a spa operator. It entails raising membership fees and increasing the membership to offset the projected yearly loss of \$83,272.00. **There are no guarantees that the membership can be increased or credit and non-credit classes will be successful.** (See attached projections.)

PROS

- NMJC would continue to have access to the facility
 - Instructional space (although limited)
 - Community space (although limited)
- Continues to promote good feelings with
 - The people who donated the facility
- If we can meet their needs, we can maintain good relations with the present clientele.
- Possibly attract new members and introduce them to NMJC
- Possible entryway into developing a rapport with senior citizens. (They would have to be actively pursued with additional qualified personnel.)
- Additional publicity in terms of special programs
 - Racquetball tournaments
 - Competitions
-
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CONS

- Continued overhead and expense to NMJC
 - Maintenance
 - Equipment
 - Renovation
- Must continue to strive to meet the needs of the spa members, or the goodwill will not be there. (The users will become more vocal.)
- If we keep the facility, we might get criticized for seeking additional space at the main campus.
- The facility encumbers dollars that could be used for other programs.

- Will be perceived as competing with private businesses.
- To operate facility may be perceived as inappropriate use of tax dollars
- Continued struggle to maintain facility and equipment levels considered appropriate for spa use.
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Things To Do If NMJC Continues To Operate Del Norte As A Health Spa

- The college will need to convert the back two racquetball courts into continuing education classrooms. (See the attached sheet for cost breakdown)
- Del Norte will need to spend an additional \$27,500 to bring the workout equipment up to adequate levels. (See attached sheet for equipment list)
- Del Norte will need to raise the usage fee to a level that will offset the projected \$83,272.00 yearly loss. (See attached projection sheet)
- If Del Norte reaches a point of making money, then this money needs to go back into the operation of the facility.
- At some point a name change needs to be considered that is much broader in scope such as: **NMJC Family and Wellness Center.**

Credit Instructional Information
Instructional Projections and Instructor Cost Projections

These figures are intended solely for the purpose of outlining potential revenues. These figures may or may not reflect actual revenue performance over time.

Fall and Spring Class Offering

Racquetball	14 Students x 1 credit hour = 14
Swimming	12 Students x 1 credit hour = 12
Swimming	12 Students x 1 credit hour = 12
Weight Lifting	16 Students x 1 credit hour = 16
Aerobic Dance	<u>25 Students x 1 credit hour = 25</u>
	Credit Hours = 79

79 credit hours ÷ 30 = 2.63 FTE x 2 semesters = 5.26 FTE for Fall and Spring

Summer Offering

Aerobic Conditioning	20 Students x 1 credit hour = 20
Aerobic Conditioning	20 Students x 1 credit hour = 20
Weight Lifting	<u>16 Students x 1 credit hour = 16</u>
	Credit Hours = 56

56 credit hours ÷ 30 = 1.87 FTE

Fall and Spring FTE = 5.26

Summer FTE = 1.87

Total FTE Production = 7.13 at \$2,600.00 per FTE = 18,538.00

Instructor Cost = 13 classes x \$1,400.00 = 18,200.00

Yearly Revenue from FTE Production = 338.00

Projected Yearly Tuition and Fee Revenue = 4,050.00

Projected Yearly Instructional Revenue = \$4,388.00

Offering many more classes than this will cut into the time the paying clientele will have to use the facility. The balance of credit classes offered must be adjusted over time. Care must be taken to insure the customers are not upset with the time they are losing to credit classes. Offering these credit classes may cut into the enrollment already being offered at Caster Activity Center.

Non-Credit Instructional Information
Instructional Projections and Cost Projections
Revenue

These figures are intended solely for the purpose of outlining potential revenues. These figures may or may not reflect actual revenue performance over time.

Seniors Academy

Therapeutic Aquatics	6 X \$25.00	\$ 150.00
Tole Painting	6 X \$25.00	\$ 150.00
Nutrition/Health	6 X \$25.00	\$ 150.00
Weight Training	6 X \$25.00	\$ 150.00
CPR/First Aid	6 X \$25.00	\$ <u>150.00</u>
	30	\$ 750.00

Other Possibilities:

(Monthly seminars: Contemporary Issues Facing Senior Citizens)

Kids Kollege

Late Spring/Summer

Introduction to Swimming	6 X \$25.00	\$ 150.00
Weight Training	6 X \$25.00	\$ 150.00
Nutrition/Health	6 X \$25.00	\$ 150.00
CPR/First Aid	6 X \$25.00	\$ 150.00
Racquetball	6 X \$25.00	\$ <u>150.00</u>
	30	\$ 750.00

Expenditures

Seniors Academy

Therapeutic Aquatics	6 X \$20.00	\$ 120.00
Tole Painting	6 X \$20.00	\$ 120.00
Nutrition/Health	6 X \$20.00	\$ 120.00
Weight Training	6 X \$20.00	\$ 120.00
CPR/First Aid	6 X \$20.00	\$ <u>120.00</u>
	30	\$ 600.00

Other Possibilities:

(Monthly seminars: Contemporary Issues Facing Senior Citizens)

Kids Kollege

Late Spring/Summer

Introduction to Swimming	6 X \$20.00	\$ 120.00
Weight Training	6 X \$20.00	\$ 120.00
Nutrition/Health	6 X \$20.00	\$ 120.00
CPR/First Aid	6 X \$20.00	\$ 120.00
Racquetball	6 X \$20.00	\$ <u>120.00</u>
	30	\$ 600.00

Classroom Modification

Cost projections are based on remodeling two racquetball courts into two classrooms. These projections do not include second level classrooms.

Acoustical Ceilings	\$3,616.00
Flooring/Carpet	\$2,456.00
Paint walls and ceiling	\$352.00
Hardware	\$360.00
Doors	\$730.00
Furring wood	\$1,269.00
Wallboard	\$3,264.00
A/C modifications	\$10,000.00
Electrical modification	\$3,224.00
Concrete cut outs	\$1,200.00
Signage	\$30.00
Dumping of waste	\$1,758.00
Desks and chairs	\$3,710.00
Overhead projectors and carts	\$650.00
Projection screens	\$203.00
Porcelain Marker Boards	\$1,169.00
Total=	\$33,991.00

August 10, 1995
NMJC Del Norte Center
Equipment Needs

<u>Item</u>	<u>Unit Price</u>	<u>Total</u>
2 Treadmills	\$3,000	\$6,000
3 StairMasters	\$2,000	\$6,000
Nautilus Time Machine Multi-Station	\$13,000	\$13,000
Misc. Free Weight Equipment		\$2,500
-----		\$27,500

NMJC Del Norte County
Revenue Projection*

Actual Numbers for July 5th - August 4th at current fee levels

MEMBERS	SPA 1	SPA 2	SPA3	SWIM 1	SENIOR FULL	FAC TOR	DAILY	MONTHLY	ANNUAL	RATIO
154	88	20	7	39	0					
Fees	\$ 26.10	\$ 41.93	\$ 52.48	\$ 21.70	\$ -	1.43	\$ 2.00			70%
Revenues	\$ 2,296.80	\$ 838.60	\$ 367.36	\$ 846.30	\$ -		\$ 1,870.10	\$ 6,219.16	\$ 74,629.87	

935

Actual Numbers for July 5th - August 4th, for comparison at recommended fee increase levels.

MEMBERS	SPA 1	SPA 2	SPA3	SWIM 1	SENIOR FULL	FAC TOR	DAILY	MONTHLY	ANNUAL	RATIO
154	88	20	7	39	0					
Fees	\$ 39.95	\$ 49.95	\$ 59.95	\$ 29.95	\$ 34.95	1.43	\$ 4.00			70%
Revenues	\$ 3,515.60	\$ 999.00	\$ 419.65	\$ 1,168.05	\$ -		\$ 2,623.99	\$ 8,726.29	\$ 104,715.47	

656

Membership goal, for break-even point, with approximately the same weight distribution across the memberships at the recommended fee increase levels.

MEMBERS	SPA 1	SPA 2	SPA3	SWIM 1	SENIOR FULL	FAC TOR	DAILY	MONTHLY	ANNUAL	RATIO
237	134	30	18	55	10					
Fees	\$ 39.95	\$ 49.95	\$ 59.95	\$ 29.95	\$ 34.95	1.43	\$ 4.00			67%
Revenues	\$ 5,353.30	\$ 1,498.50	\$ 1,079.10	\$ 1,647.25	\$ 349.50		\$ 4,268.89	\$ 14,196.54	\$ 170,358.47	

1067

Membership goal, for break-even point, adjusting weight distribution in memberships so they reflect heavier use by senior citizens if we target that segment for pool use.

MEMBERS	SPA 1	SPA 2	SPA3	SWIM 1	SENIOR FULL	FAC TOR	DAILY	MONTHLY	ANNUAL	RATIO
265	79	22	14	150	10					
Fees	\$ 39.95	\$ 49.95	\$ 59.95	\$ 29.95	\$ 34.95	1.43	\$ 4.00			67%
Revenues	\$ 3,156.05	\$ 1,098.90	\$ 839.30	\$ 4,492.50	\$ 349.50		\$ 4,272.59	\$ 14,208.84	\$ 170,506.05	

1068

Annual Break-Even Goal Would Be Approximately \$170,000

KEY
SPA 1-Individual Membership
SPA 2-Membership For Combination Of Two Family Members
SPA 3- Membership For Three Or More (Family Membership)
SWIM 1-Individual Swim Only Membership
SENIOR FULL-Individual 60 Years Or Older Full Membership

*These figures are intended solely for the purpose of outlining potential revenues.

These figures may or may not reflect actual revenue performance over time.

NMJC Del Norte Center
Target Markets For Fall 1995

Our Goal: The Three E's

- Enlighten-- Let people know about our facility and what we have to offer which includes a health spa atmosphere with educational opportunities, both credit and non-credit.
- Educate-- Make our target markets more aware of the benefits of exercise, and how we can help.
- Encourage-- Be the driving force behind our target markets wanting to utilize our facility by providing a pleasant environment to exercise, and by supporting them in their efforts when they are here.

Target Markets In Each Area Of The Facility

Pool and Whirlpool

- Senior Citizens (bulk of current clientele, excluding open swim)
- Arthritic
- Physically Handicapped
- Mentally Handicapped

PLAN: Change pool schedule to strictly exercise use only during the week, and continue open swim on the weekends. This would allow us to schedule different groups in the pool throughout the week.

Weight Rooms

- 16 - 40 Year Olds (bulk of current clientele)
- 50-60 Year Olds
- Senior Citizens

PLAN: Update our equipment. Continue having this area open to the public. Consider having a powerlifting meet to spark some interest and motivation. Introduce the senior citizens to the benefits of a low impact weight program, more specifically, a low impact nautilus workout.

Racquetball

- 20 - 40 Year Olds (bulk of current clientele)
- 50-60 Year Olds
- Youth
- Senior Citizens

PLAN: Consider organizing a men's tournament. Reach out to the youth and senior citizens and educate them on the benefits of the game.

Aerobics

- Women (bulk of current clientele)
- 16 - 50 Year Olds (bulk of current clientele)
- 50-60 Year Olds
- Men
- Senior Citizens
- Mentally Handicapped

PLAN: Continue offering a wide variety of classes for all levels. Consider starting a class for the senior citizens, and also a class for the mentally handicapped.

November 23, 1994

Mr. J. W. Neal
Post Office Box 278
Hobbs, New Mexico 88240

Dear Mr. Neal:

Enclosed, please find copies of a Quitclaim Deed we received for the Del Norte Fitness Center facility. Please review and let me know what we need to do from this point.

Sincerely,

Charles D. Hays
President

EXHIBIT "A"

5/10/74

12 00 PM

DEL NORTE HEIGHTS, INC.

FEDERAL I.D. NO. 35-4009869

300 NORTH LINAM. BOX 1258

MORBS. NO. 88240

FOR THE

LOCATION 3 - DEL NORTE FITNESS CENTER

CL	ITEM	DESCRIPTION	NEW	INV.
			USED	CR X
		FITNESS CENTER LAND & BUILDING		
31	1	LAND - 1.38 ACRES	N	
31	2	BUILDING	N	
31	3	5' X 6' LIGHTED LOGO SIGN	N	
31	4	8' PAINTED LOGO SIGN	N	
31	5	CARPET	N	
31	6	LUXAIRE A/C SN 293451	N	
		TOTAL FITNESS CENTER LAND & BUILDING		
		NAUTILUS ROOM		
32	1	PULLOVER/TORSO ARM MACHINE	N	
32	2	HIP ABDUCTION/ADDUCTION MACHINE	N	
32	3	DOUBLE CHEST MACHINE	N	
32	4	DOUBLE SHOULDER MACHINE	N	
32	5	LEG CURL MACHINE	N	
32	6	OMNI BICEP MACHINE	N	
32	7	OMNI TRICEP MACHINE	N	
32	8	COMPOUND LEG MACHINE	N	
32	9	HIP AND BACK MACHINE	N	
32	10	ROTARY NECK MACHINE	N	
32	11	MULTI MACHINE W/ ATTACHMENTS	N	
32	12	ROWING MACHINE	N	
		TOTAL NAUTILUS ROOM		
		FREE WEIGHTS ROOM		
33	1	HEALTH O METER SCALE	N	
33	2	SUPPORTED LEG LIFT APPARATUS	N	
33	3	TWO LIFECYCLES	N	
33	4	STAIRMASTER	N	
33	5	SIT-UP LADDER W/ FOUR BOARDS	N	
33	6	TWO FLAT BENCH PRESS BENCHES	N	
33	7	INCLINE BENCH	N	
33	8	TWO WEIGHT SUPPORT STANDS	N	
33	9	SQUAT RACK	N	
33	10	SEATED PREACHER CURL APPARATUS	N	
33	11	SEATED CALF RAISE APPARATUS	N	
33	12	LAT PULL MACHINE W/ ATTACHMENTS	N	
33	13	TWO FLAT BENCHES	N	
33	14	TWO A-FRAME SARBELL WEIGHT RACK	N	
33	15	TWO DUMBBELL WEIGHT RACKS	N	
33	16	TWO OLYMPIC PLATE WEIGHT TREES	N	
33	17	SIX 45 LB PLATES	N	
33	18	SIX 35 LB PLATES	N	
33	19	FOUR 25 LB PLATES	N	
33	20	SIXTEEN 10 LB PLATES	N	
33	21	FOURTEEN 5 LB PLATES	N	

6/10/94
12 00 PM

DEL NORTE WEIGHTS, INC.
FEDERAL I.D. NO. 35-6009869
300 NORTH LINAM. BOX 1258
MOBBS, NM 88240

FOR THE

LOCATION 3 - DEL NORTE FITNESS CENTER

CL	ITEM	DESCRIPTION	NEW	INV.
			USED	CR %
	33 22	TEN 2 1/2 LB PLATES		N
	33 23	FOUR OLYMPIC COLLARS		N
	33 24	THREE OLYMPIC LONG BARS		N
	33 25	ONE PAIR 60 LB DUMBBELLS		N
	33 26	ONE PAIR 55 LB DUMBBELLS		N
	33 27	ONE PAIR 50 LB DUMBBELLS		N
	33 28	ONE PAIR 45 LB DUMBBELLS		N
	33 29	ONE PAIR 40 LB DUMBBELLS		N
	33 30	ONE PAIR 35 LB DUMBBELLS		N
	33 31	ONE PAIR 30 LB DUMBBELLS		N
	33 32	ONE PAIR 25 LB DUMBBELLS		N
	33 33	ONE PAIR 20 LB DUMBBELLS		N
	33 34	ONE PAIR 15 LB DUMBBELLS		N
	33 35	ONE PAIR 10 LB DUMBBELLS		N
	33 36	95 LB STRAIGHT BARBELL		N
	33 37	80 LB STRAIGHT BARBELL		N
	33 38	70 LB STRAIGHT BARBELL		N
	33 39	55 LB STRAIGHT BARBELL		N
	33 40	50 LB STRAIGHT BARBELL		N
	33 41	45 LB STRAIGHT BARBELL		N
	33 42	40 LB STRAIGHT BARBELL		N
	33 43	35 LB STRAIGHT BARBELL		N
	33 44	30 LB STRAIGHT BARBELL		N
	33 45	25 LB STRAIGHT BARBELL		N
	33 46	85 LB E-Z CURL BARBELL		N
	33 47	80 LB E-Z CURL BARBELL		N
	33 48	75 LB E-Z CURL BARBELL		N
	33 49	70 LB E-Z CURL BARBELL		N
	33 50	65 LB E-Z CURL BARBELL		N
	33 51	60 LB E-Z CURL BARBELL		N
	33 52	55 LB E-Z CURL BARBELL		N
	33 53	50 LB E-Z CURL BARBELL		N
	33 54	STAIRMASTER GAUNTLET		N
	33 55	LIFECYCLE TRAINER MODES 900		N
	33 56	LIFECYCLE TRAINER MODEL 9000		N
	33 57	OLYMPIC BAR MODEL 41-7		N
	33 58	INCLINE BENCH MODEL 211		N
	33 59	CHIN BAR - WALL MODEL 232		N
	33 60	ROMAN CHAIR MODEL 260		N
	33 62	1-SET WELDED DUMBBELLS		N
	33 63	OLYMPIC PLATES 4-45'S		N
	33 64	OLYMPIC PLATES & DUMBBELLS		N
	33 65	PRO STAR HACK SQUAT		N
	33 66	PRO STAR HACK SQUAT-2ND HALF		N
	33 67	AB AD MACHINE/SMOCKS		N
TOTAL FREE WEIGHTS ROOM				

//14/2004 07:49:00 LEA COUNTY ASSESSOR
0006854 Dist 161 NonRend% 0
NEW MEXICO JUNIOR COLLEGE FinCo

Year 2004 ROSA1
0 Centrl 390423 Full
6300 Land 130141 Txbl
384123 Impr 130141 Exmpt
0 P.P.
0 M.H. 0 Net
0 Livstk

5317 LOVINGTON HWY
HOBBS NM 88240

Pos to()
Property Description

Code	Value	Desc	Quantity	Rate	Print=Y	Taxable
150		MISC N	1.26			2100
220		BUSINESS				128041
SCN		SCHOOL EX				130141

4 000 068 540 001
FILE 1 506 PG 816 000065324 120194
SECTION-16 TOWNSHIP-18S RANGE-38E
1.26 AC LOC SW4
TR BEG N 0D13'15'' W
1298.35' & S 89D52'15'' W 2642.59'
FROM SE COR SEC 16,
TH S 0D15' E 245', S 89D52'15'' W
245', N 0D15' W 245', N 89D52'15''
245' TO BEG *EAS- E 25'*

F3=Cancel F4=Prompt() F6=Change Years F12=Return

More...

Del Norte

7/14/2004 07:49:00 LEA COUNTY ASSESSOR
0006854 Dist 161 NonRend% 0
NEW MEXICO JUNIOR COLLEGE FinCo

Year 2004 ROSA1
0 Centrl 390423 Full
6300 Land 130141 Txb1
384123 Impr 130141 Exmpt
0 P.P.
0 M.H. 0 Net
0 Livstk

5317 LOVINGTON HWY
HOBBS NM 88240

Pos to()

Property Description

1988-HOBBS HEALTH CLUB LTD
12/94 DEL NORTE HEIGHTS INC

Code	Value	Desc	Quantity	Rate	Print=Y	Taxablē
		N/R-Values	Full			390423
		N/R-Values	Taxable			130141
		N/R-Values	Exempt			130141
No Est Tax		N/R-Values	Net-Zero			0

F3=Cancel F4=Prompt() F6=Change Years F12=Return

Bottom

1/14/2004 07:51:53 LEA COUNTY ASSESSOR
0077621 Dist 161 NonRend% 0
NEW MEXICO JUNIOR COLLEGE FinCo
FISCAL OFFICER %

Year 2004 ROSA1
0 Centrl 41094 Full
0 Land 13698 Txbl
0 Impr 13698 Exmpt
41094 P.P.
0 M.H. 0 Net
0 Livstk

5317 LOVINGTON HWY
HOBBS NM 88240

Pos to()

Property Description

Code	Value	Desc	Quantity	Rate	Print=Y	Taxablē
330		FIX/EQUIP				13698
SCN		SCHOOL EX				13698

4 000 776 210 001
SECTION-00 TOWNSHIP-00S RANGE-00E
PERSONAL PROP ONLY
16-18-38 TOM YOUNGS
SUBSEQUENT FOR 1985
DEL NORTE CENTER
12/95-HOBBS HEALTH CLUB LTD

N/R-Values Full	41094
N/R-Values Taxable	13698
N/R-Values Exempt	13698
No Est Tax N/R-Values Net-Zero	0

F3=Cancel F4=Prompt() F6=Change Years F12=Return

Bottom

Del norte



New Mexico State Senate

State Capitol
Santa Fe

SENATOR GAY G. KERNAN

R-Curry, Lea, Roosevelt,
Chaves & Eddy-42

928 W. Mesa Verde
Hobbs, NM 88240

Home: (575) 397-2536
Cell: (575) 370-1335
Fax: (575) 392-1431

E-Mail: ggkern@valornet.com

August 20, 2009

Dr. Steve McCleery
New Mexico Jr. College
5317 N. Lovington Hwy.
Hobbs, NM 88240

Dear Dr. McCleery:

I want to express my deep appreciation for the outstanding job the New Mexico Jr. College staff did to provide a perfect setting for the Legislative Education Study Committee meeting this week. I was so pleased with the attendance by the Committee which gave us the opportunity to showcase NMJC and our community. The staff was amazed at the preparation that occurred prior to their arrival. The Committee members, staff and visitors raved about the wonderful service, lunch and all the amenities that the College provided.

I believe that we achieved the goal of providing an opportunity for legislators across New Mexico to see our community in a very positive way and will take home with them the warm welcome that they received throughout the city. Every legislator complimented me over and over on the warm hospitality of Hobbs. They were definitely impressed and your organization was a major part of their experience.

Again, thank you very much for hosting the LESC as we conducted our business meeting. No one does it better than NMJC. Please convey my deepest appreciation to your staff.

Sincerely,

A handwritten signature in black ink that reads "Gay G. Kernan".
Gay G. Kernan

COMMITTEES:

MEMBER:
• Education
Ranking Member
• Public Affairs

INTERIM:

MEMBER:
• Legislative Education
Study Committee
• Radioactive & Hazardous
Materials Committee

ADVISORY MEMBER:

• Courts, Corrections & Justice
Committee
• Funding Formula Study
Task Force
• Legislative Health & Human
Services Committee
• Water & Natural
Resources Committee