

NEW MEXICO JUNIOR COLLEGE

BOARD MEETING

Thursday, August 17, 2023  
Zia Board Room - Pannell Library  
1:30 pm

AGENDA

- |  |               |
|--|---------------|
| A. Welcome   | Pat Chappelle |
| B. Adoption of Agenda  | Pat Chappelle |
| C. Approval of Minutes of July 20, 2023                        | Pat Chappelle |
| D. President's Report  | Derek Moore   |
| E. Information Items   |               |
| 1. Monthly Expenditure Report                                  | Josh Morgan   |
| 2. Monthly Revenue Report                                      | Josh Morgan   |
| 3. Oil and Gas Revenue Report                                  | Josh Morgan   |
| 4. Schedule of Investments                                     | Josh Morgan   |
| F. New Business  |               |
| 1. Consideration of Research & Public Service Projects Funding | Josh Morgan   |
| G. Public Comments   |               |
| H. Determination of Next Meeting                               | Pat Chappelle |
| I. Adjournment   | Pat Chappelle |

**NEW MEXICO JUNIOR COLLEGE  
BOARD MEETING  
JULY 20, 2023  
MINUTES**

The New Mexico Junior College Board met on Thursday, July 20, 2023, beginning at 1:33 p.m. in the Pannell Library, Zia Board Room. The following members were present: Ms. Patricia Chappelle, Chair; Mr. Travis Glenn, Secretary; Mr. Hector Baeza; Ms. Evelyn Rising; Mrs. Erica Jones; Mr. Guy Kesner; and Mr. Manny Gomez.

Ms. Chappelle called the meeting to order and welcomed visitors and guests, Ms. Dorothy Fowler, Hobbs News Sun.

Upon a motion by Mr. Glenn, seconded by Mr. Gomez, the agenda was unanimously adopted.

Upon a motion by Mr. Glenn, seconded by Mrs. Rising, the Board unanimously approved the minutes of June 15, 2023.

***Under President's Report*** Ms. Chappelle and Dr. Moore thanked the NMJC administration for their participation of the NMJC Board Training held on July 18 & 19, 2023. He stated the theme was Reflective Look Back and Looking Forward. He stated dates to identify a date for the 2024 NMJC Board Training will be provided to the Board.

Ms. Amy Coombes provided an update of new employees and employee resignations.

Mrs. Rachel Gallagher, Vice President for Advancement, Ms. Beverly Allen, Chevron, Mr. Armani Rios, Social Media Coordinator, and high school student Celso Soto, provided an update of NMJC's recent NSEP Camp. Mrs. Gallagher reported the one-week NSEP camp for is for high school seniors and juniors to experience Science, Technology, Engineering, Arts and Math (STEAM) on the NMJC campus. This year, she reported the focus was on game design while also engaging in all areas of STEAM. The program, in its second year, reported a growth in participation from 7 students last year to 17 students this year. In addition, students are able to experience college life by staying in the college dormitories through the duration of the camp. She reported the success of the camp was the collaboration and generous donations by Chevron and activities provided by Woven Learning. Ms. Allen stated the STEAM Camp was a great way to get students excited about math and science and encourages their pursuit of STEAM related careers. Ms. Allen stated she is grateful for the working relationship between Chevron and NMJC. On behalf of Chevron, Ms. Allen thanked the NMJC Foundation, NMJC, and the Board for captivating young minds and inspiring lifelong learning in innovation. Mrs. Gallagher added each of the students who participated received an NMJC \$500 scholarship. At this time, Mr. Rios and Mr. Soto shared their experiences at the NSEP camp. Mr. Gomez asked how the NMJC could

provide support to continue the success and growth of NSEP camp. Mr. Rios responded there is a need for additional supervisors and chaperones.

Dr. Moore provided a Legislative Summer Hearing update. The Legislative Education Study Committee met on June 28 - 30, 2023 in Taos, NM. He reported the major focus was Workforce Development. On July 28, 2023 there will be a meeting in Ruidoso, NM regarding Senate Bill 77, originally sponsored by Senator Gay Kernan, regarding transfers from two-year institutions to four-year institutions. Josh Morgan and Charley Carroll will present two of NMJC's priority projects for approval at a Capital Outlay Hearing next week. NMJC will seek approval to be on the General Obligations Bond in 2024. The two projects are the Mansur Hall and Mary Hagelstein renovations. Dr. Moore reported NMJC is preparing for the fall semester. He stated "Fall In-Service" is scheduled for the week of August 7, 2023 and the general faculty and staff meeting is scheduled for August 8, 2023. Dr. Moore provided a brief update on a recently attended professional development training "Alliance for Innovation and Transformation (AFIT)" meeting held in Denver, CO. He reported approximately 30/35 presidents and chancellors from community colleges and four-year college institutions were in attendance to work with private industry CEO's to discuss the future of institutions in higher education on basic transformation and innovation. Mr. Glenn asked what is expected to be in the pipeline. Dr. Moore responded Workforce Development is being looked at from a National and State level. In addition, additional discussions included how community colleges are partnering with high schools on concurrent courses and early college to be sure students are prepared. He stated free tuition was an additional topic.

### ***Under Information Items***

Mr. Kesner provided a brief update of an NMJC Finance Board Committee Meeting held on Monday, July 10, 2023. In attendance of the meeting were Mr. Guy Kesner, Chair; Mr. Hector Baeza; Mr. Manny Gomez; Dr. Derek Moore; Mr. Josh Moore; and Mrs. Norma Faught. The meeting was for information/discussion purposes only.

Mr. Josh Morgan presented the Expenditure Report, Revenue Report, Oil and Gas Revenue Report, and Schedule of Investments Report for June 2023.

### ***Under New Business***

Mr. Morgan presented the Fiscal Watch Report for the quarter ending June 30, 2023. Upon a motion by Mr. Gomez, seconded by Mrs. Jones, the Board unanimously approved the Fiscal Watch Report as presented.

Mr. Morgan presented consideration of the Guaranteed Maximum Price (GMP) for the Industrial Training Center Project. Mr. Morgan noted this project was recently Board approved in May of 2023 to present to the HED Capital Project Hearing Committee in July of 2023. Mr. Morgan reported the GMP was provided by Bradbury Stamm Construction in the amount of \$18,403,834. He reported soft costs including design fees, surveys/commission, furniture, fixtures, equipment, special systems, Art in Public Places and gross receipts tax are \$2,869,482 for a total estimated project cost of \$21,273,316. NMJC has allocated \$21,322,500 for the overall project. If approved, construction is expected to begin within a week. Following significant discussion and upon a

motion by Mr. Kesner, seconded by Mrs. Jones, the Board unanimously approved the amount of \$18,403,834 GMP for the Industrial Training Center Project.

Ms. Chappelle called for comments from the public. There being none, the next Regular Board Meeting was scheduled for Thursday, August 17, 2023 at 1:30 pm in the Zia Board Room.

Mr. Glenn moved the Board go into closed session for the discussion of limited personnel matters pursuant to NMSA 1978 §10-15-1 H (2) for the review of the president's contract. Mrs. Rising seconded the motion. We will reconvene in open session at the conclusion of the closed session. The roll call was as follows: Mr. Baeza - yes; Ms. Rising - yes; Mr. Glenn - yes; Mrs. Jones - yes; Mr. Kesner - yes; Mr. Gomez - yes; and Ms. Chappelle - yes.

Upon reconvening in open meeting, Ms. Chappelle stated the matters discussed in the closed meeting were limited only to those specified in the motion for closure.

Mr. Glenn made a motion for a one-year extension of the president's three (3) year contract dated July 1, 2022 through June 30, 2025 to extend through June 30, 2026. Ms. Rising seconded the motion. The Board unanimously approved the one-year extension of the contract. Mr. Glenn made a motion to amend the annual salary in the president's contract to be increased 10% per fiscal year effective July 1, 2023. Mrs. Jones seconded the motion. The Board unanimously approved the increase as presented. Mr. Kesner noted the increase was in line with other increases made with NMJC faculty and staff. Mr. Travis added the increase also reflects the amount in line with the recent salary study. Mr. Glenn made a motion to amend the retention bonus in the contract to provide \$8,000 to be paid on June 30, 2024, \$10,000 to be paid on June 30, 2025, and \$10,000 to be paid on June 30, 2026. Mrs. Jones seconded the motion. The Board unanimously approved the amendment of the retention bonus as presented.

Upon a motion by Mr. Kesner, seconded by Mr. Baeza and by unanimous consent, the meeting adjourned at 4:00 pm.

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Pat Chappelle, Chair

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Travis Glenn, Secretary

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# NEW MEXICO JUNIOR COLLEGE

Vice President for Finance

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To: **New Mexico Junior College Board Members**  
From: Josh Morgan  
Date: August 11, 2023  
RE: Expenditure and Revenue Reports for July 2023

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July is the first month of the 2023/2024 fiscal year. The Expenditure Report represents expenditure totals that include funds expended and encumbered. The total year-to-date funds expended and/or encumbered through the month of July is \$15,513,216.

The total current unrestricted fund expenditures through July are \$3,040,195, which is 7% of the projected budget. Expenses for Instruction and General are higher as compared to FY 23 due to the addition of new positions and the implementation of the salary survey approved by the board. In other Current Unrestricted Funds, expenses are also up as compared to FY 23 due to the same factors. Over all, expenditures are up as compared to July 2023.

In the Restricted Funds, the expenditures in the Grant area is tracking along as expected. The Business Office is monitoring the expenditures in the Grants and request the drawdown from the state and federal agencies. The year-to-date Restricted Student Aid is slightly up compared to FY 23 due to higher enrollment. Total amount of restricted funds expended through July 2023 is \$267,604.

In plant fund expenditures, most of the expenditures are related to rolling forward of encumbrances from FY 23. Plant fund expenditures through July are \$12,205,417. Projects with major encumbrances include the Watson Hall Renovation, the Vestibule and Safety Project, and the Baseball Field Lighting Project. Building renewal and replacement expenditures were \$400,233. Equipment renewal and replacement expenditures were \$84,035.

Total expenditures and or encumbrances through July 2023 were \$15,513,216.

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Total current unrestricted revenue received in July 2023 was \$2,659,736. This mostly consists of tuition and fees, the monthly allocation from the state, the oil and gas production accrual of \$816,667 (increased from \$625,000 in FY 23), and auxiliary revenue. Registration for the FY 23 summer and fall semesters began in April. The Oil and Gas revenue in July is different because the Oil and Gas revenue received in July is booked in the prior fiscal year, so we use the monthly accrual of \$816,667 for the Oil and Gas revenue in July. We will not begin receiving property tax revenue for FY 24 until November.

Total current restricted revenue received in July 2023 was \$307,374. Grants drawn down was \$49,662. Student aid drawn down during July was \$257,712.

In plant funds, the College received \$893,594 in LGIP interest.

Total revenue for the month of July 2023 is \$3,860,704.

The Oil & Gas report is reporting the revenue that goes into FY 23. In July, the College received \$6,275,251 in Oil & Gas revenue for the month of April. There will be two more months of Oil & Gas revenue to be posted in FY 23. Total Oil and Gas revenue for FY 23 including the accruals for May and June is \$79,684,596.

The Investment Report shows a beginning and ending balance in LGIP funds of \$203,000,000. There were no deposits made during the month. At the end of July, there was \$186,757,660 in allocated capital projects.

Stacey Wynn and other Business Office personnel have been working diligently to get the 22/23 fiscal year end closed and prepare for the upcoming audit. The auditors worked remotely with us during July and they will be on campus the week of September 18th. Additionally, Kerrie Mitchell and the Financial Aid office, Tina Kunko with the NMJC Foundation and New Horizons Foundation, and Julie Buchanan and the Bookstore staff have worked hard to provide information for the audit team. We appreciate everyone for their attention to detail and their professional and timely response to audit team questions.

This concludes the Financial Report for July 2023.

# NEW MEXICO JUNIOR COLLEGE

## Expenditure Report

### July 2023

8% of Year Completed

Fund	2022-23			2023-24			
	Final Budget	Year-to-Date Expended or Encumbered	Percentage of Budget Expended	Budget	Current Expended or Encumbered	Expended or Encumbered	Percentage of Budget Expended
<b>CURRENT UNRESTRICTED FUND</b>							
<b>Instruction and General:</b>							
Instruction	12,768,755	374,425	3%	12,920,876	604,495	604,495	5%
Academic Support	2,921,190	169,765	6%	3,190,536	274,778	274,778	9%
Student Services	2,827,588	145,807	5%	3,873,597	211,911	211,911	5%
Institutional Support	6,446,327	453,264	7%	6,782,391	577,763	577,763	9%
Operation & Maintenance of Plant	5,729,882	514,502	9%	5,798,525	688,563	688,563	12%
<b>Subtotal - Instruction &amp; General</b>	<b>30,693,742</b>	<b>1,657,763</b>	<b>5%</b>	<b>32,565,925</b>	<b>2,357,510</b>	<b>2,357,510</b>	<b>7%</b>
Public Service	59,300	285	0%	-	-	-	0%
Internal Service Departments	267,730	(2,221)	-1%	198,349	67,694	67,694	34%
Student Aid	980,031	80,804	8%	760,880	42,763	42,763	6%
Auxiliary Enterprises	3,012,636	44,310	1%	3,020,182	284,082	284,082	9%
Athletics	3,259,649	41,208	1%	4,567,603	288,146	288,146	6%
<b>Total Current Unrestricted Fund</b>	<b>38,273,088</b>	<b>1,822,149</b>	<b>5%</b>	<b>41,112,939</b>	<b>3,040,195</b>	<b>3,040,195</b>	<b>7%</b>
<b>CURRENT RESTRICTED FUND</b>							
Grants	1,965,462	62,961	3%	1,232,251	52,938	52,938	4%
Student Aid	4,216,931	174,373	4%	4,216,931	214,666	214,666	5%
<b>Total Current Restricted Fund</b>	<b>6,182,393</b>	<b>237,334</b>	<b>4%</b>	<b>5,449,182</b>	<b>267,604</b>	<b>267,604</b>	<b>5%</b>
<b>PLANT FUNDS</b>							
<b>Capital Outlay / Bldg. Renewal &amp; Repl.</b>							
Projects from Institutional Funds	16,198,965	4,467,389	28%	189,008,780	7,618,483	7,618,483	4%
Projects from State GOB Funds	3,944,888	36,650	1%	5,310,214	2,930,141	2,930,141	55%
Projects from State STB Funds	484,251	84,251	17%	2,379,215	1,156,482	1,156,482	49%
Projects from General Fund	711,062	76,475	0%	2,125,000	-	-	0%
Projects from Other State Funds	-	-	0%	499,253	15,853	15,853	3%
Projects from Private Funds	-	-	0%	95,946	190	190.00	0%
Projects from State ER&R	1,375,854	170,668	12%	1,238,666	84,035	84,035	7%
Projects from State BR&R	1,255,745	410,385	33%	794,875	400,233	400,233	50%
<b>Subtotal - Capital and BR&amp;R</b>	<b>23,970,765</b>	<b>5,245,818</b>	<b>22%</b>	<b>201,451,949</b>	<b>12,205,417</b>	<b>12,205,417</b>	<b>6%</b>
<b>Debt Service</b>							
Revenue Bonds	-	-	0%	-	-	-	0%
<b>Total Plant Funds</b>	<b>23,970,765</b>	<b>5,245,818</b>	<b>22%</b>	<b>201,451,949</b>	<b>12,205,417</b>	<b>12,205,417</b>	<b>6%</b>
<b>GRAND TOTAL EXPENDITURES</b>	<b>68,426,246</b>	<b>7,305,301</b>	<b>11%</b>	<b>248,014,070</b>	<b>15,513,216</b>	<b>15,513,216</b>	<b>6%</b>

# NEW MEXICO JUNIOR COLLEGE

## Revenue Report

### July 2023

8% of Year Completed

**2022-23**

**2023-24**

Fund	Final Budget	Year-to-date Revenue	Percentage of Budget Received	Budget	Current Revenue	Year-to-date Revenue	Percentage of Budget Received
<b>CURRENT UNRESTRICTED FUND</b>							
<b>Instruction and General:</b>							
Tuition and Fees	3,804,088	458,090	12%	3,935,027	522,199	522,199	13%
State Appropriations	7,990,496	547,584	7%	8,158,200	649,083	649,083	8%
Advalorem Taxes - Oil and Gas	84,984,162	625,000	1%	12,550,000	816,667	816,667	7%
Advalorem Taxes - Property	13,982,841	-	0%	12,400,000	-	-	0%
Other Revenues	289,053	5,099	2%	145,000	6,154	6,154	4%
<b>Subtotal - Instruction &amp; General</b>	<b>111,050,640</b>	<b>1,635,773</b>	<b>1%</b>	<b>37,188,227</b>	<b>1,994,103</b>	<b>1,994,103</b>	<b>5%</b>
Internal Service Departments	57,085	-	0%	66,700	1,063	1,063	2%
Auxiliary Enterprises	2,504,902	407,643	16%	2,854,642	618,020	618,020	22%
Athletics	560,600	44,234	8%	686,400	46,550	46,550	7%
<b>Total Current Unrestricted</b>	<b>114,173,227</b>	<b>2,087,650</b>	<b>2%</b>	<b>40,795,969</b>	<b>2,659,736</b>	<b>2,659,736</b>	<b>7%</b>
<b>CURRENT RESTRICTED FUND</b>							
Grants	1,965,462	57,457	3%	1,232,251	49,662	49,662	4%
Student Aid	4,216,931	171,962	4%	4,216,931	257,712	257,712	6%
<b>Total Current Restricted</b>	<b>6,182,393</b>	<b>229,419</b>	<b>4%</b>	<b>5,449,182</b>	<b>307,374</b>	<b>307,374</b>	<b>6%</b>
<b>PLANT FUNDS</b>							
Capital Outlay / Bldg. Renewal & Repl.							
Projects from State GOB Funds	3,941,406	-	0%	5,310,214	-	-	0%
Projects from State STB Funds	484,250	-	0%	2,379,215	-	-	0%
Projects from General Fund	353,400	-	0%	2,125,000	-	-	0%
Projects from BR&R	65,671	-	0%	124,386	-	-	0%
Interest Income (LGIP)	5,223,271	149,495	3%	1,450,000	893,594	593,594	41%
<b>Total Plant Funds</b>	<b>10,067,998</b>	<b>149,495</b>	<b>1%</b>	<b>11,388,815</b>	<b>893,594</b>	<b>593,594</b>	<b>5%</b>
<b>GRAND TOTAL REVENUES</b>	<b>130,423,618</b>	<b>2,466,564</b>	<b>2%</b>	<b>57,633,966</b>	<b>3,860,704</b>	<b>3,560,704</b>	<b>6%</b>



# NEW MEXICO JUNIOR COLLEGE

## Oil and Gas Revenue Report

### July 2023

100% of Year Completed

		OIL		GAS		COMBINED		
Month of	Sales Distribution	Price per BBL	Lea County BBLs sold	Price per MCF	Lea County MCF sold	Monthly Revenue	2022-23 Original Budget	Variance Over (Under) Budget
Actual	July	\$100.13	29,161,904	\$6.38	89,385,817	8,010,212	625,000	7,385,212
Actual	August	\$93.67	29,231,332	\$6.94	88,894,987	7,702,512	625,000	7,077,512
Actual	September	\$83.81	30,023,954	\$6.00	100,786,354	7,057,025	625,000	6,432,025
Actual	October	\$85.20	31,926,012	\$3.99	102,167,618	7,073,856	625,000	6,448,856
Actual	November	\$83.45	30,710,559	\$3.83	97,976,968	6,686,257	625,000	6,061,257
Actual	December	\$75.74	32,444,974	\$3.74	64,805,756	6,588,970	625,000	5,963,970
Actual	January	\$75.27	34,199,387	\$3.53	112,841,654	6,702,335	625,000	6,077,335
Actual	February	\$72.47	30,468,746	\$3.08	101,126,369	5,953,280	625,000	5,328,280
Actual	March	\$72.02	34,110,502	\$2.60	114,441,806	6,091,567	625,000	5,466,567
Accrual	April	\$77.01	33,365,842	\$2.23	110,868,565	6,275,251	625,000	5,650,251
Accrual	May					625,000	625,000	0
Accrual	June					625,000	625,000	0
Y.T.D. Production Tax Revenue						69,391,265	7,500,000	61,891,265
Y.T.D. Equipment Tax Revenue						10,293,331	1,655,000	8,638,331
Total Year-to-Date Oil & Gas and Equipment Tax Revenue						<u>79,684,596</u>	<u>9,155,000</u>	<u>70,529,596</u>

# NEW MEXICO JUNIOR COLLEGE

## Schedule of Investments

### July 2023

8% of Year Completed

Financial Institution	Amount Invested	Account Number	Interest Rate	Interest Earned
State of New Mexico Local Government Investment Pool	203,000,000	7102-1348	5.133%	893,594
Plus deposits	-			
Less withdrawals	-			
<b>Total LGIP investments</b>	<b>203,000,000</b>			<b>893,594</b>

Capital Project	7/31/2023
Vehicles	596,783.89
Campus Facilities Master Plan	100,000.00
Chrome River	70,000.00
WHM North Gallery Renovation	505,994.73
Campus Vestibules	1,218,288.59
Voc B Airhandler	2,000,000.00
Softball Field	5,790,000.00
National Track Meet	136,675.22
Technology Upgrade	868,987.98
Professional Development	84,440.84
Ben Alexander Renovation	3,000,000.00
Baseball Field	1,820,073.45
Rodeo Arena	361,716.38
Fire Alarm Upgrade	282,376.68
Landscaping	247,750.00
Smart Classrooms	340,042.01
Campus Signage	49,383.01
Campus Paving	466,695.59
Std Ctr & Bob Moran Roof Replacement	2,650,000.00
Master Landscaping Project	13,505,773.14
Dorm/Apartment Refurbish	1,897,826.30
Concrete Upgrade	185,664.78
Campus Construction	299,067.46
Workforce Development	246,578.02
Higher Learning Commission	114,161.65
Campus Security	74,712.65
Copier Replacement	144,155.22
Non-Recurring Compensation	1,201,234.00
Athletics	171,060.39
Student Life Programming	20,000.00
Succession Plan	917,880.15
WHM Exhibits	222,918.09
Track Upgrades	176,134.08
Driving Range Upgrades	150,000.00
Cafeteria Upgrade	233,098.56
Equestrian Center	4,929,949.09
Turf Replacement	300,000.00
Watson Hall Renovation	4,937,220.94
Facilities Management System	48,083.33
Caster Upgrades	500,000.00
Industrial Training Center	18,562,151.13
Heidel Hall Renovation	20,000,000.00
Infrastructure Upgrades	3,378,619.59
Campus Housing Unit	15,142,686.15
Cafeteria Construction	14,655,748.10
Mansur Hall Remodel	2,653,732.85
Mary Hagelstein Remodel	2,983,093.05
Campus Wide Access Control	2,212,433.87
Dorm/Apartment Furniture Replacement	810,617.44
Roof Replacement	3,000,000.00
CORE	1,500,000.00
Tbird Health Clinic Caster Annex Remodel	500,000.00
NMJC/Lea County Quality of Life (ENMT)	5,366,021.78
Central Plant Expansion	1,242,509.04
Master Drainage Plan	2,474,203.81
Student Hub	9,607,790.00
NMJC/Lea County Culinary Arts	2,500,000.00
NMJC Indoor Athletic Facility	15,000,000.00
Building Renovation	14,300,000.00
Workforce Training Contingency	3,327.46
<b>Total</b>	<b>186,757,660.49</b>

# NEW MEXICO JUNIOR COLLEGE

Vice President for Finance

5317 Lovington Highway  
Hobbs, NM 88240  
Phone: (575) 492-2770  
Fax: (575) 492-2768

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To: New Mexico Junior College Board Members  
From: Josh Morgan  
RE: RPSP  
Date: August 11, 2023

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Board members,

By September 15<sup>th</sup> of each year, New Mexico Junior College must submit to the Higher Education Department (HED) any new or renewal request for funding of the Research & Public Service Projects (RPSP) for the coming fiscal year. Below shows the funding allocated for FY 24 and the requested RPSP funding for FY 25.

	<b>FY 24</b>	<b>FY 25</b>
Athletics	\$586,400	\$936,400
Nurse Expansion	\$581,900	\$581,900
Thunderbird Health Clinic	\$ 0	\$550,000
Oil & Gas Training Center	\$156,200	\$ 0
Lea County Education Consortium	\$ 26,600	\$ 0
Wrap-Around Student Support Services	\$150,000	\$ 0
<b>Total</b>	<b>\$1,501,100</b>	<b>\$2,068,300</b>

On July 1, 2023, HED issued guidance on the preparation of RPSP to all higher education institutions. The guidance stated that RPSPs specifically supporting Instruction and General (I&G) purposes should not be submitted as a RPSP request but instead should be included in the institution's I&G base. Additionally, any RPSP that falls below \$200,000, regardless of function, must be rolled into I&G. Therefore, the RPSP for Oil & Gas Training Center, Lea County Education Consortium, and Wrap-Around Student Support Services will be rolled into our I&G base.

The administration is asking for your approval to submit an expansion request for Athletics. The expansion request for Athletics is \$936,400 which is an increase of \$350,000. The rationale for the expansion request is related to the increase in travel costs Athletics has experienced.

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A potential expansion request for Nurse Expansion is not yet known. Administration will be meeting prior to the August Board Meeting to evaluate the status of our Phase 1 nurse expansion plan and will evaluate the progress and momentum before asking for additional funds. If any expansion request will be requested, we will present this to the board during the August Board meeting. If no expansion request will be requested, we are asking the board to approve us requesting the same FY 24 funding to remain for FY 25.

The administration is also asking for your approval to submit a new RPSP funding request in the amount of \$550,000 for the Thunderbird Health Clinic. We believe the Thunderbird Health Clinic is a project that aligns well to a Research and Public Service Project and could have the support and backing of our legislators. We will be asking for the full cost to operate the new Thunderbird Health Clinic.

Thank you for your consideration.

Respectfully,

Josh Morgan