

NOTICE OF ORDINANCE

NOTICE IS HEREBY GIVEN that on the 24th day of July, 2023, the governing body of the City of Hobbs adopted an ordinance relating to the lease of municipal-owned property located on the Second Floor of the City Hall Annex, 200 East Broadway. A summary of the ordinance is contained in its title and is described as follows:

CITY OF HOBBS

ORDINANCE NO. 1154

AN ORDINANCE AUTHORIZING THE MAYOR TO EXECUTE A LEASE AGREEMENT WITH THE ECONOMIC DEVELOPMENT CORPORATION OF LEA COUNTY (EDC) FOR THE OFFICE SUITE LOCATED ON THE SECOND FLOOR OF THE CITY HALL ANNEX, 200 EAST BROADWAY, HOBBS, NEW MEXICO 88240

A summary of the Ordinance and Lease Agreement are as follows:

1. TERM OF LEASE. The initial term of the lease is 10 years with one possible five-year renewal.
2. APPRAISED VALUE OF PROPERTY. Approximately \$14.62/SF or \$53,381/Year
3. LEASE PAYMENTS. EDC will pay quarterly rent to the City of Hobbs in the amount of \$13,345.25 per quarter, payable in advance, during the first 10 years of the lease. The rent for the renewal period will be subject to the same terms and conditions.
4. AMOUNT OF THE LEASE. \$53,381.00 per year for the first 10 years. The aggregate rental amount for the initial term of 10 years is \$533,810.00.
5. NAME OF LESSEE. The Lessee is the Economic Development Corporation of Lea County (EDC).
6. PURPOSE OF LEASE. The Lessee shall use the property for non-profit services to recruit new, quality businesses to Lea County and assist with the retention and expansion of existing industry.

Copies of the ordinance and Lease Agreement in its entirety are available to interested persons during regular business hours in the Office of the City Clerk, City Hall, 200 East Broadway, Hobbs, New Mexico. The ordinance and Lease Agreement are also available for viewing online at www.hobbsnm.org.

/s/ Jan Fletcher
JAN FLETCHER, CITY CLERK