LEGISLATIVE SUMMARY SHEET Tracking No. 0308-19

DATE: October 1, 2019

TITLE OF RESOLUTION: AN ACTION RELATING TO LAW AND ORDER COMMITTEE, RESOURCES AND DEVELOPMENT COMMITTEE, BUDGET AND FINANCE COMMITTEE, NAABIK'ÍYÁTI' COMMITTEE AND NAVAJO NATION COUNCIL; ALLOCATING \$12,000,000.00 FROM THE SÍHASIN FUND TO THE KAYENTA JUDICIAL COMPLEX AND APPROVING AND ADOPTING THE KAYENTA JUDICIAL COMPLEX FUND EXPENDITURE PLAN PURSUANT TO 12 N.N.C §§ 2501 – 2508

<u>NOTE</u>: The Navajo Nation Department of Justice provide a memorandum that Exhibit 2 of this legislation is confidential.

PURPOSE: The purpose of this legislation is to approve and adopt funding for the Kayenta Judicial Complex from the Sihasin Fund.

This written summary does not address recommended amendments as may be provided by the standing committees. The Office of Legislative Counsel requests each Council Delegate to review each proposed resolution in detail.

	Law & Order Co	
	In Infinitia	Thence
Eligible for Ac	tion: 10/13/19 Resources & Development Co	Thence
1	PROPOSED NAVAJO NATION COUNCIL RESOLUTI BAdget & Finance Co	mmittee
2	24 th NAVAJO NATION COUNCIL – First Year, 2019 Naabik'iyati Co	Thence
3	INTRODUCED BY	Thence
4	Navajo Nation	Council
5	A all the	
6	(Prime Sponsor)	
7		
8	TRACKING NO. 0308-19	
9		
10	AN ACTION	
11	RELATING TO LAW AND ORDER COMMITTEE, RESOURCES AND	
12	DEVELOPMENT COMMITTEE, BUDGET AND FINANCE COMMITTEE,	
13	NAABIK'ÍYÁTI' COMMITTEE AND NAVAJO NATION COUNCIL; ALLOCATING	
14	\$12,000,000.00 FROM THE SÍHASIN FUND TO THE KAYENTA JUDICIAL	
15	COMPLEX AND APPROVING AND ADOPTING THE KAYENTA JUDICIAL	
16	COMPLEX FUND EXPENDITURE PLAN PURSUANT TO	
17	12 N.N.C §§ 2501 – 2508	
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19	BE IT ENACTED:	
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21	Section One. Authority	
22	A. The Law and Order Committee of the Navajo Nation Council is empowered to serve	
23	as the oversight authority for the Division of Public Safety and the Judicial Branch	
24	Navajo Nation. 2 N.N.C. § 600 (C)(6).	
25	B. The Budget and Finance Committee of the Navajo Nation Council is empowered to	
26	review and recommend to the Navajo Nation Council the budgeting, appropriation,	
27	investment, and management of all funds. 2 N.N.C. § 301(B)(2).	
28	C. The Naabik'iyati' Committee of the Navajo Nation Council is empowered to review	
29	all proposed legislation which requires final action by the Navajo Nation Council. 2	
30	N.N.C. §164(A)(9).	

1	D. The Navajo Nation Council is the governing body of the Navajo Nation. 2 N.N.C. §			
2	102 (A).			
3	E. The Navajo Nation Code provides the purpose of the Navajo Nation Síhasin Fund			
4	("Síhasin Fund") is as follows:			
5	§ 2502 Purpose			
6	A. The purposes of this Fund are to provide financial support and/or			
7	financing for:			
8	1. The planning and development of economic development			
9	and regional infrastructure supporting economic			
10	development, and community development, including such			
11	infrastructure as, but not limited to, housing, commercial			
12	and government buildings, waterline, solid waste			
13	management development, powerline projects, and			
14	transportation and communication systems, within the			
15	Navajo Nation; and			
16	2. Education opportunities for members of the Navajo			
17	Nation.			
18	B. For the Purpose in § 2502(A)(1), Fund expenditures for			
19	infrastructure shall not be limited by 12 NNC § 1310(F) or			
20	TCDCJY-77-99.			
21	C. Leveraging the Fund by way of guaranteeing loans, match			
22	funding, direct funding in part, and other weighted uses of the			
23	Fund, including loan financing from the Fund, for the purposes			
24	in § 2502(A)(1), shall be favored over direct funding in whole.			
25	12 N.N.C. § 2502, as amended by CJA-03-18.			
26	F. The Síhasin Fund provides that "Fund Principal" shall consist of all deposits made			
27	to the Síhasin Fund and that "Fund Income" shall consist of all earnings (interest,			
28	dividends, etc.) generated and realized by the Fund Principal, and that Fund			
29	Income shall be deposited in and added to Fund Principal until such time as a			
30	Fund Expenditure Plan is duly adopted. 12 N.N.C. §§ 2504 and 2505 (C).			

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2	Section Two. Findings				
3	А.	The Kayenta Township ("Township") was permanently made a home rule			
4		municipality of the Navajo Nation by Navajo Nation Council Resolution CAU-			
5		47-03 (August 29, 2003).			
6	В.	The Kayenta Township Commission ("KTC"), the Township's governing body,			
7		was given broad authority to perform all functions necessary for local self-			
8		government consistent with generally applicable laws of the Navajo Nation and the			
9		federal government. 2 N.N.C. §§ 4081 and 4084.			
10	C.	The Kayenta Judicial District (the "District") covers approximately 2,439,395			
11		acres with a population of over 19,240 residents. Growth and economic			
12		development initiatives within the Kayenta Judicial District, has created the need			
13		to enhance and expand the availability and delivery of judicial service, including			
14		the need for a new public safety and judicial facility in the District.			
15	D.	Since 2001, the KTC, Kayenta Chapter Administration, the Kayenta Judicial			
16		District, and Kayenta Public Safety personnel have been working on a four phase			
17		master plan for the construction of a new public safety and judicial complex (the			
18		"Project") for the District. These entities have obtained community support from			
19		the seven chapters in the district for the Project and secured the necessary land use			
20		clearances, including an archeological survey and an environmental assessment.			
21	E.	The first two phases of the Project were funded through the use of an			
22		appropriation from the United States Congress (ARRA or "stimulus" funds"),			
23		which were accepted by the Navajo Nation on September 23, 2009. The new			
24		Department of Corrections and Public Safety facilities had their grand opening on			
25		June 04, 2015. However, the last two phases of the Project for the Juvenile			
26		Detention and Judicial Facilities remain to be completed.			
27	F.	The Kayenta District Court provides court services, peacemaking, probation and			
28		parole services for the Kayenta, Chilchinbeto, Dennehotso, Oljato, Tsa'ah bii Kin,			
29		Naatsis'aan, and Shonto Chapters of the Navajo Nation. The current 26-year-old			
30		court facility is cramped, aged and inadequate to provide the necessary judicial			

services, which are a critical component of public safety for the Township and surrounding communities.

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- G. A new 17,000 square foot Kayenta Judicial Complex will provide a safe and permanent building for courts services, judicial program personnel, the prosecutor's office, probation and parole services, the public defender's office, the peacekeeping program, offices, meeting rooms, and hearing rooms that are culturally-based, and expand and improve the availability and delivery of judicial services.
- H. The Law and Order Committee of the Navajo Nation, on the recommendation of the Judicial Branch and the Division of Public Safety, by Committee Resolution LOCJN-04-17 (June 2, 2017), attached as Exhibit 1, identified construction of the Kayenta Judicial Complex as the third priority for construction of judicial/public safety facilities on the Navajo Nation.
- I. KTC approved an appropriation to the Navajo Nation Judicial Branch by Resolution No. KTCAU-38-18, for the Kayenta Judicial Complex in the amount of \$650,000.00.
- J. At the request of the various stakeholder agencies of the Navajo Nation, including the Judicial Branch, the Kayenta District Court, the Department of Corrections, and the Office of the Prosecutor, by Resolution No. KTCD-58-18 (Dec. 10, 2018), KTC authorized the Township to serve as Fiscal Agent for the Kayenta Judicial Complex, whereby the Township would hold all of the funding for the Complex from whatever source, assist in the procurement of the contractor for the Complex, and directly disburse payments for the Complex, which would be owned by the Navajo Nation under the primary custody of the Judicial Branch.
 - K. The land for the Kayenta Judicial Complex is located within the Township and KTC has already approved a withdrawal of the land for the exclusive use of the Kayenta Judicial Complex. The Township will not charge rent or other fees for the use of the land. The land on which the Kayenta Judicial Complex will be located is estimated to be valued at \$247,771.55, which is an additional in-kind

contribution by KTC for the Complex, for a total contribution by KTC of \$897,771.55.

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L. An additional \$12,000,000.00 in funding is needed to complete the design and construction of the Kayenta Judicial and Public Safety Complex, as set forth in the Kayenta District Conceptual Project Budget/Expenditure Plan, attached and incorporated herein as Exhibit 2.

Section Three. Approval and Adoption of the Kayenta Judicial Complex Expenditure Plan

- A. The Navajo Nation hereby allocates to Kayenta Township the total amount of \$12,000,000.00 to construct the Kayenta Judicial Complex as detailed in Exhibit 2.
- B. The Navajo Nation hereby approves and adopts the Kayenta Judicial Complex Expenditure Plan, attached and incorporated herein as Exhibit 2.
- C. The Síhasin Funds allocated for the Kayenta Judicial Complex Expenditure Plan may be further leveraged by bond or loan financing pursuant to the Navajo Nation Bond Financing Act, 12 N.N.C. § 1300 *et seq.*, as amended, using Síhasin Fund earnings for repayment and financing costs upon the recommendation of the Budget and Finance Committee and approval by a two-thirds (2/3) vote of all members of the Navajo Nation Council.

Section Four. Approval and Adoption of Expenditure Plan Administration

The Navajo Nation hereby approves administration of the Síhasin Fund Kayenta Judicial Complex Expenditure Plan as follows:

- A. The Navajo Nation Controller shall determine whether the source of the annual allocations from the total allocation of \$12,000,000.00 will be Síhasin Fund Principal or Income or a combination of both;
- B. The funding to the Kayenta Judicial Complex shall be distributed promptly to the Kayenta Township after the approval of this legislation. The Township shall serve as the fiscal agent and procuring party for the design and construction of the Kayenta Judicial Complex, in coordination with the Navajo Nation

stakeholders. Upon completion of the Project, the Navajo Nation shall own the Complex, which shall be under the primary custody of the Judicial Branch;

- C. The funds allocated for the Kayenta Judicial Complex shall be used solely to design, plan, and construct the Kayenta Judicial Complex as described in **Exhibit 2.** Any and all cost-savings shall be returned to the to the Síhasin Fund once the Kayenta Judicial Complex is completed; and
- D. The funds allocated for the Kayenta Judicial Complex shall not lapse on an annual basis pursuant to 12 N.N.C. §820 (N), however, any funds not spent or encumbered within twenty-four (24) months of the date funds are made available to the Kayenta Judicial Complex shall revert to the Síhasin Fund principal, unless recommended otherwise by the Law and Order Committee and approved by the Naabik'íyáti' Committee.

Section Five. Effective Date

The Síhasin Fund Kayenta Judicial Complex Expenditure Plan, as set forth above, shall become effective pursuant to 12 N.N.C. § 2505.

Section Six. Directives

The Township and the Kayenta Judicial District shall jointly report the status of the Kayenta Judicial Complex project to the Naabik'íyáti Committee on a quarterly basis, after the initial disbursement of funds, until such time as the Complex is fully functional and all funds are expended or otherwise reverted as provided herein.



NAVAJO NATION DEPARTMENT OF JUSTICE

OFFICE OF THE ATTORNEY GENERAL

DOREEN N. MCPAUL Attorney General

KIMBERLY A. DUTCHER Acting Deputy Attorney General

MEMORANDUM

TO: Stephen B. Etsitty, Administrative Director Administrative Office of the Courts Navajo Judicial Branch

FROM:

Kandis Martine, Assistant Attorney General Human Services & Government Unit Office of the Attorney General, Navajo Nation Department of Justice

DATE: September 30, 2019

SUBJECT: Sihasin Legislation for the Kayenta Judicial Complex

The Navajo Nation Department of Justice ("DOJ") has received a request to identify certain exhibits to the Sihasin Legislation for the Kayenta Judicial Complex as confidential. Pursuant to 2 N.N.C 164(A)(6), exhibits attached to any legislation can be deemed "confidential" by the DOJ. The Legislation "Allocating \$12,000,000.00 from the Síhasin Fund to the Kayenta Judicial Complex and Approving and Adopting the Kayenta Judicial Complex Fund Expenditure Plan Pursuant to 12 N.N.C. \$2501 – 2508" has an Exhibit 2 attached to it, that DOJ would consider confidential. The details in that Exhibit concern information pertaining to a potential contract, which is a protected record pursuant to 2 N.N.C. \$85(A)(7).

For the above stated reasons, DOJ requests Exhibit 2 of the proposed legislation not be placed on the Navajo Nation Council's website or be released to the public.

If you have any questions regarding the above, please contact me at ext. 6935 or by email at <u>kmartine@nndoj.org</u>.

KM/gj.444

xc: Kristen Lowell, Attorney Office of Legislative Council Navajo Nation Council

	EXHIBIT	
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RESOLUTION OF THE LAW AND ORDER COMMITTEE 23rd NAVAJO NATION COUNCIL - THIRD YEAR, LAW AND ORDER COMMITTEE

AN ACTION

RELATING TO LAW AND ORDER; APPROVING JUDICIAL/PUBLIC SAFETY FACILITIES FUND PRIORITY LIST FOR FISCAL YEARS 2017 AND 2018

BE IT ENACTED:

Section One. Authority

The Navajo Nation established the Law and Order Committee (LOC) as a Navajo Nation standing committee and as such gave LOC approval authority to fund public safety facilities from the Navajo Sales Tax revenue. 2 N.N.C. §§ 600(A) see also CJA-03-13, 22nd Navajo Nation Council, sect. 5, 30 (2013) and BFD-66-11 approving the JUDICIAL/PUBLIC SAFETY FACILITIES FUND MANAGEMENT PLAN, sects. I and II (2011).

Section Two. Findings

- A. The Navajo Nation Council established the Judicial/Public Safety Facilities Fund and the fund shall be appropriated pursuant to the Judicial/Public Safety Facilities Fund Management Plan. 24 N.N.C. § 620(B).
- B. The Law and Order Committee approves a "Fund Priority List" which "shall identify and prioritize five Judicial Branch, Public Safety or combined Judicial/Public Safety facilities at specified locations that may receive funding from the Fund." BFD-66-11 approving the JUDICIAL/PUBLIC SAFETY FACILITIES FUND MANAGEMENT PLAN, sect. III.C. (2011).
- C. For Fiscal Years 2017 and 2018, the Judicial Branch and the Division of Public Safety recommend the Law and Order Committee approve the attached Fund Priority List. EXHIBIT A.

Section Three. Approving the Judicial/Public Safety Facilities Fund Priority List

The Law and Order Committee approves the Judicial/Public

Safety Facilities Fund Priority List for Fiscal Years 2017 and 2018 as listed in EXHIBIT A. BFD-66-11 approving the JUDICIAL/PUBLIC SAFETY FACILITIES FUND MANAGEMENT PLAN, sect. III. C. (2011).

Section Four. Fund Administration

With the assistance of the Controller, the Judicial Branch and the Division of Public Safety shall ensure that funds are properly administered and fund expenditures shall be restricted to facilities approved by this resolution in EXHIBIT A. BFD-66-11 approving the JUDICIAL/PUBLIC SAFETY FACILITIES FUND MANAGEMENT PLAN, sect. III. A. and B. (2011).

CERTIFICATION

I hereby certify that the foregoing resolution was duly considered by the Law and Order Committee of the 23rd Navajo Nation Council at a duly called meeting in Window Rock, Navajo Nation (Arizona), at which a quorum was present and that the same was passed by a vote of 4 in favor and 0 oppose, this 2nd day of June, 2017

Honorable Raymond Smith Jr, Vice Chairperson Law and Order Committee

Motion: Honorable Edmund Yazzie Second: Honorable Otto Tso



AMENDED AGREEMENT

RECOMMEDING APPROVAL OF THE JUDICIAL/PUBLIC SAFETY FACILITIES FUND PRIORITY LIST FOR FISCAL YEARS 2017 AND 2018 AS PROVIDED BY THE JUDICIAL/PUBLIC SAFETY FACILITIES FUND MANAGEMENT PLAN

WHEREAS,

The Judicial Branch ("Branch") and the Division of Public Safety ("Division") are joint administrators of the Judicial/Public Safety Facilities Fund Management Plan.

The Fund requires that a priority listing of facilities for funding be approved beginning with Fiscal Years 2008-2009 and every two years thereafter.

The Navajo Nation District Judicial/Public Safety Master Plan completed in March 2007 serves as a guide for the planning and design of judicial/public safety facilities.

The Chief Justice and the Division Director have reviewed the facility needs for judicial/public safety facilities and have identified projects that may receive funding from the Judicial/Public Safety Facilities Fund.

THEREFORE, The Chief Justice and the Division Director hereby recommend to the Law and Order Committee of the Navajo Nation Council ("Committee") that the priorities for the Judicial/Public Safety Facilities Fund Management Plan be approved as follows:

- Window Rock, Navajo Nation, Arizona Division of Public Safety, Window Rock Judicial District and NDPS Headquarters Facility
- 2. Shiprock, Navajo Nation, New Mexico Judicial/Public Safety/Correctional Facilities
- 3. Kayenta, Navajo Nation, Arizona Judicial Facility
- 4. Chinle, Navajo Nation, Arizona Public Safety Training Facility
- 5. Dilkon, Navajo Nation, Arizona Public Safety/Correctional Facilities
- 6. Pinon, Navajo Nation, Arizona Judicial/Public Safety/Correctional Facilities
- 7. Window Rock, Navajo Nation, Arizona Supreme Court Facility
- 8. Ramah, Navajo Nation, New Mexico Judicial Facility
- 9. Aneth, Navajo Nation, Utah Judicial/Public Safety/Correctional Facilities
- 10. Alamo, Navajo Nation, New Mexico Judicial/Public Safety/Correctional Facilities
- 11. Pueblo Pintado, Navajo Nation, New Mexico -Public Safety/Correctional Facilities
- 12. To'hajiilee, Navajo Nation, New Mexico -Public Safety/Correctional Facilities
- 13. Kaibeto, Navajo Nation, Arizona Public Safety Substation
- 14. Cameron, Navajo Nation, Arizona Public Safety Substation
- 15. Leupp, Navajo Nation, Arizona Public Safety Substation
 - Tuba City, Navajo Nation, Arizona Fire Department and Emergency Medical Services Facility

The Branch and Division further recommend to the Committee that the sequence of construction of facilities may be modified by the timing of approval of financing and upon the shovel- and construction-readiness of each project.

The Branch and Division further recommend to the Committee that from time to time, additional appropriation requests be made to the Navajo Nation Council for deposit into the Judicial/Public Safety Facilities Fund to address construction of judicial/public safety facilities.

The Branch and Division further recommend to the Committee that from time to time, additional appropriation requests be considered for other judicial/public safety facility projects outside of the priority list.

Signed this 2nd day of June 2017

Allen Sloan, Acting Chief Justice Judicial Branch of the Navajo Nation

Jesse Delmar, Division Director Division of Public Safety

Office of Legislative Counsel Telephone: (928) 871-7166 Fax # (928) 871-7576



Honorable Seth Damon Speaker 24th Navajo Nation Council

MEMORANDUM

TO: Honorable Nathaniel Brown 24th Navajo Nation Council

FROM:

Kristen Lowell, Principal Attorney Office of Legislative Counsel

DATE: October 1, 2019

SUBJECT: AN ACTION RELATING TO LAW AND ORDER COMMITTEE, RESOURCES AND DEVELOPMENT COMMITTEE, BUDGET AND FINANCE COMMITTEE, NAABIK'ÍYÁTI' COMMITTEE AND NAVAJO NATION COUNCIL; ALLOCATING \$12,000,000.00 FROM THE SÍHASIN FUND TO THE KAYENTA JUDICIAL COMPLEX AND APPROVING AND ADOPTING THE KAYENTA JUDICIAL COMPLEX FUND EXPENDITURE PLAN PURSUANT TO 12 N.N.C §§ 2501 – 2508

As requested, I have prepared the above-referenced proposed resolution and associated legislative summary sheet pursuant to your request for legislative drafting. Based on existing law and review of documents submitted, the resolution as drafted is legally sufficient. As with any action of government however, it can be subject to review by the courts in the event of proper challenge.

Please ensure that this particular resolution request is precisely what you want. You are encouraged to review the proposed resolution to ensure that it is drafted to your satisfaction.

The Office of Legislative Counsel confirms the appropriate standing committee(s) based on the standing committees' powers outlined in 2 N.N.C. §§301, 401, 501, 601 and 701. Nevertheless, "the Speaker of the Navajo Nation Council shall introduce [the proposed resolution] into the legislative process by assigning it to the respective oversight committee(s) of the Navajo Nation Council having authority over the matters for proper consideration." 2 N.N.C. §164(A)(5).

If the proposed resolution is unacceptable to you, please contact me at the Office of Legislative Counsel and advise me of the changes you would like made to the proposed resolution.

THE NAVAJO NATION LEGISLATIVE BRANCH INTERNET PUBLIC REVIEW PUBLICATION



LEGISLATION NO: 0308-19

SPONSOR: Nathaniel Brown

TITLE: An Action Relating to Law and Order Committee, Resources and Development Committee, Budget and Finance Committee, Naabik'iyati Committee and Navajo Nation Council; Allocating \$12,000,00.00 from the Sihasin Fund to the Kayenta Judicial Complex and approving and adopting the Kayenta Judicial Complex fund expenditure Plan pursuant to 12 N.N.C. §§ 2501-2508

Date posted: October 7, 2019 at 5:42pm

Digital comments may be e-mailed to comments@navajo-nsn.gov

Written comments may be mailed to:

Executive Director Office of Legislative Services P.O. Box 3390 Window Rock, AZ 86515 (928) 871-7590

Comments may be made in the form of chapter resolutions, letters, position papers, etc. Please include your name, position title, address for written comments; a valid e-mail address is required. Anonymous comments will not be included in the Legislation packet.

Please note: This digital copy is being provided for the benefit of the Navajo Nation chapters and public use. Any political use is prohibited. All written comments received become the property of the Navajo Nation and will be forwarded to the assigned Navajo Nation Council standing committee(s) and/or the Navajo Nation Council for review. Any tampering with public records are punishable by Navajo Nation law pursuant to 17 N.N.C. *§374 et. seq.*

1st Report

THE NAVAJO NATION LEGISLATIVE BRANCH INTERNET PUBLIC REVIEW SUMMARY

LEGISLATION NO.: 0308-19

SPONSOR: Honorable Nathaniel Brown

TITLE: <u>An Action Relating to Law and Order Committee, Resources and Development</u> <u>Committee, Budget and Finance Committee, Naabik'iyati Committee and Navajo Nation</u> <u>Council; Allocating \$12,000,00.00 from the Sihasin Fund to the Kayenta Judicial Complex</u> <u>and approving and adopting the Kayenta Judicial Complex fund expenditure Plan pursuant</u> to 12 N.N.C. <u>§§ 2501-2508</u>

Posted: October 07, 2019 at 05:42 PM

5 DAY Comment Period Ended: October 12, 2019

Digital Comments received:

Comments Supporting	None
Comments Opposing	None
Inconclusive Comments	None

Legislative Tracking Secretary

Legislative Tracking Secretary Office of Legislative Services

<u>10/14/19 8:32:Am</u> Date/Time