



MEMORANDUM

To : Manuel Rico, Senior Programs and Projects Specialist
OFFICE OF LEGISLATIVE SERVICES

From : (5711)
Tom Platero, Executive Director
OFFICE OF LEGISLATIVE SERVICES

Date : January 24, 2019

Subject : ***23rd Navajo Nation Council Expired Legislation (3rd Notice)***

Pursuant to 2 N.N.C. § 164 (A) (1), "The last day for consideration of resolutions shall be December 31st of the year immediately preceding the swearing in of the new Council", the following legislation need to be closed out and labeled as "expired":

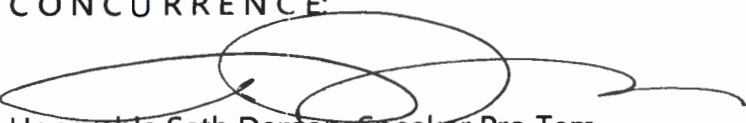
BUDGET AND FINANCE COMMITTEE:

0208-18

0448-18

These two legislation were inadvertently left off the first listing. Also reference email from Ms. Ramona Nelson, BFC Legislative Reporter. Legislation need to be closed out as soon as possible. If you have any questions, please let me know.

CONCURRENCE:


Honorable Seth Damon, Speaker Pro Tem
24th Navajo Nation Council

COPIES: LaShawna Tso, Acting Chief of Staff, Office of the Speaker
Ed McCool, Delegated Chief Legislative Counsel, Office of Legislative Counsel
Files

Tom Platero

From: Ramona J. Nelson
Sent: Thursday, January 24, 2019 11:53 AM
To: legislation; Tom Platero
Cc: Manuel Rico; shammielbegay; Peggy Nakai; Teresa F. Woody
Subject: RE: Pending Resolutions

Legislation No. 0208-18 was never entertained per the July 3rd and July 10th Budget and Finance Meetings. That particular legislation was deleted off the agenda both times.

Legislation No. 0448-18 was entertained on December 27, 2018, during the Budget and Finance Committee Meeting and the motioning party withdrew his (Tom T. Chee) motion and deferred the legislation back to the Investment Committee. The Budget and Finance Committee's final meeting for legislation(s) was on this day.

In conclusion, both legislations do not have a final resolution for the reasons above. Thank you.

From: Teresa F. Woody
Sent: Thursday, January 24, 2019 11:04 AM
To: legislation; Tom Platero
Cc: Manuel Rico; shammielbegay; Peggy Nakai; Ramona J. Nelson
Subject: RE: Pending Resolutions

Good Morning,

This Legislation 0441-18, the final resolution (RDCD-105-18) was already submitted on January 14, 2019 for close-out. Thank you.

10/20/18	0441-18	An Action Relating to Resources and Development; Approving the grant of Right-of-Way to Navajo Tribal Utility Authority, located on Navajo Nation Trust Lands on the Navajo Nation (Utah, Arizona, and New Mexico)	Alton Joe Shepherd
----------	---------	--	--------------------

From: legislation
Sent: Thursday, January 24, 2019 10:28 AM
To: Tom Platero <tomplatero@navajo-nsn.gov>
Cc: Manuel Rico <mrico@navajo-nsn.gov>; shammielbegay <shammielbegay@navajo-nsn.gov>; Teresa F. Woody <teresafwoody@navajo-nsn.gov>; Peggy Nakai <peggynakai@navajo-nsn.gov>; Ramona J. Nelson <ramonajnelson@navajo-nsn.gov>
Subject: Pending Resolutions

Good morning,

The following legislation are still waiting for a final resolution to properly close out for the 23rd Navajo Nation Council roll out. Thank you.

6/21/18	0208-18	An Action Relating to Budget and Finance committee; Approving the selection of Wellington International Horizons as the International	Seth Damon Tuchoney Slim Jr.
---------	---------	---	---------------------------------

LEGISLATIVE SUMMARY SHEET
Tracking No. 0208-18

DATE: June 20, 2018

TITLE OF RESOLUTION: AN ACTION RELATING TO BUDGET AND FINANCE COMMITTEE; APPROVING THE SELECTION OF WELLINGTON INTERNATIONAL HORIZONS AS THE INTERNATIONAL EQUITY MANAGER FOR THE NAVAJO NATION'S MASTER TRUST AND RETIREMENT PLAN, AS RECOMMENDED BY THE NAVAJO NATION INVESTMENT COMMITTEE

PURPOSE: This legislation approves the recommendation of the Navajo Nation Investment Committee's selection of a new International Equity manager for the Nation's Master Trust and Retirement Plan.

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

5-DAY BILL HOLD PERIOD: 5/10/2018
Website Posting Time/Date: 3:05PM 4/21/18
Posting End Date: 6/26/2018
Eligible for Action: 6/27/2018

PROPOSED STANDING COMMITTEE RESOLUTION
23rd NAVAJO NATION COUNCIL -- Fourth Year, 2018

INTRODUCED BY

(Primary Sponsor)

TRACKING NO. 0208-18

AN ACTION

RELATING TO BUDGET AND FINANCE COMMITTEE; APPROVING THE
SELECTION OF WELLINGTON INTERNATIONAL HORIZONS AS THE
INTERNATIONAL EQUITY MANAGER FOR THE NAVAJO NATION'S MASTER
TRUST AND RETIREMENT PLAN, AS RECOMMENDED BY THE NAVAJO
NATION INVESTMENT COMMITTEE

Section One. Authority

- A. Pursuant to 2 N.N.C. § 300(C) the Budget and Finance Committee of the Navajo Nation Council shall exercise oversight authority, including but not limited to, budget, finance, investment, bonds, contracting, insurance, audits, accounting, taxes, loans, Chapter budget and finance for the following purposes: 1) To coordinate, oversee, regulate the fiscal, financial, investment, contracting and audit policies of the Navajo Nation.
- B. Pursuant to Budget and Finance Committee Resolution, BFJA-01-08 (amending BFJY-144-03), the Navajo Nation Investment Committee is delegated with the authority for adoption of and modification to the investment policies and sub-policies for all Navajo Nation financial resources.

Section Two. Findings

- 1 A. Previously the Navajo Nation Investment Committee recommended termination of
2 the services of International Equity manager Manning and Napier, Inc. until such time
3 a new International Equity manager is selected.
- 4 B. The Navajo Nation Investment Committee, in coordination with RVK, Inc., reviewed
5 three (3) proposals for the Navajo Nation's International Equity manager and
6 recommends Wellington International Horizons after consideration of RVK's
7 comparison of candidate's management strategy and style, expense ratios,
8 performance, risk and return, and manager fee impact. *See* NNICN-06-18 attached as
9 **Exhibit A.**
- 10 C. The Navajo Nation Investment Committee, by Resolution NNICN-06-18,
11 recommends the Budget and Finance Committee approve the selection of Wellington
12 International Horizons as the new International Equity manager for the Navajo
13 Nation's Master Trust and Retirement Plans.

14
15 **Section Three. Approval**

16 The Budget and Finance Committee hereby approves the recommendation of the Navajo
17 Nation Investment Committee in the selection of Wellington International Horizons as
18 the new International Equity manager for the Navajo Nation's Master Trust and
19 Retirement Plans.

20
21
22
23
24
25
26
27
28
29
30



NNICN-06-18

**RESOLUTION OF
THE NAVAJO NATION INVESTMENT COMMITTEE**

**Approving and Recommending to the Budget and Finance Committee the Selection of
Wellington International Horizons as International Equity Manager for the
Navajo Nation's Master Trust and Retirement Plan**

WHEREAS:

1. Pursuant to Budget and Finance Committee Resolution BFJY-114-03 as amended by Budget and Finance Committee Resolution BFJA-01-08 and BFJN-17-15, which involved adopting investment policies and sub-policies for all Navajo Nation ("Nation") financial resources, the Navajo Nation Investment Committee was continued with delegated authority to approve and recommend investments for approval by the Budget and Finance Committee; and
2. By Resolution NNICOC-01-18, the Navajo Nation Investment Committee accepted and recommended that the Budget and Finance Committee approve Investment Consultant RVK's recommendation to terminate International Equity Manager Manning and Napier, Inc. and invest the Nation's Master Trust and Retirement Plan funds in the Vanguard Total International Stock Index pending selection of a new International Equity Manager; and
3. Pursuant to Section 4.8 (b) of the Master Investment Policy, RVK assisted the Investment Committee in the selection of a replacement International Equity Manager by identifying three qualified candidates, Arrowstreet ACWI EX US, Lazard ACWI EX US, and Wellington International Horizons; and
4. The Navajo Nation Investment Committee reviewed the candidates' proposals, interviewed the candidates, and considered RVK's comparisons of their management strategy and style, expense ratios, performance, risk and return, and manager fee impact, and selected Wellington as the replacement International Equity Manager. The Investment Committee recommends that the Budget and Finance Committee approve the selection. The candidates' proposals and RVK's comparisons are attached hereto as Exhibit A.

NOW THEREFORE BE IT RESOLVED THAT:

The Navajo Nation Investment Committee hereby selects Wellington International Horizons as the new International Equity Manager for the Navajo Nation's Master Trust and Retirement Plans, and recommends that the Budget and Finance Committee approve the selection.

CERTIFICATION

I hereby certify that the foregoing resolution was duly considered by the Navajo Nation Investment Committee, at a duly called meeting at 345 Parkway Avenue, New York City, NY 10154, at which a quorum was present, and that the same was passed by a vote of 4 in favor, 0 opposed, and 1 abstained, this 14th day of November, 2017.

Pearline Kirk
Presiding Chairwoman
Navajo Nation Investment Committee

Motion: Ethel Branch
Second: Seth Damon
Vote: 4-0-1

International Equity – Finalist Managers Comparison

Background

- At the October 20, 2017 Investment Committee meeting, Manning & Napier Overseas Fund, an actively managed international equity manager, was terminated due to concerns surrounding organizational stability, loss of assets under management, and the future viability of the strategy.
- As of September 30, 2017, Manning & Napier managed approximately \$115 million in assets for The Navajo Nation Plans:
 - Master Trust – \$89.3 million
 - Retirement Plan – \$26.1 million
- RVK prepared a competitive manager search to review replacement options, comparing Manning & Napier to RVK's high conviction international equity core managers.
- Upon review of the manager search, RVK has identified the below managers as ideal candidates to replace Manning & Napier:
 - Arrowstreet ACWI Ex US
 - Lazard ACWI Ex US
 - Wellington Int'l Horizons

Overview of Finalist Managers

Arrowstreet

Strategy – Arrowstreet utilizes quantitative analysis to identify companies that exhibit attractive purchasing opportunities that are overlooked in the market. The firm's quantitative model focuses on forecasted equity returns utilizing direct and indirect analysis, and quantitative signals including valuation, momentum, quality, catalysts, sentiment, and frequency. The firm recognizes the increased trading costs generated by their quantitative strategy, which trades frequently, and aims to offset it with increased alpha generated by the model.

Style/Analysis – Core/Quantitative

Percent Employee Owned – 100%

Lowest Cost Vehicle – Commingled Fund

Expense Ratio – 82 bps

Lazard

Strategy – Lazard utilizes fundamental, bottom-up analysis to identify undervalued, under-appreciated, and financially productive companies. The strategy aims to invest in companies that are mispriced due to underappreciated structural changes as well as investors' focus on short-term news and events that do not materially impact a companies long-term intrinsic value.

Style/Analysis – Core/Fundamental

Percent Employee Owned – 0%

Lowest Cost Vehicle – Commingled Fund

Expense Ratio – 69 bps

Wellington

Strategy – Wellington utilizes fundamental, bottom-up analysis and focuses on return on capital to identify companies with undervalued assets, improving return or capital stocks that are mispriced due to short-term issues or trends. Stock selection drives the portfolio construction process, and region, country, and sector holdings are a residual of the bottom-up process.

Style/Analysis – Core/Fundamental

Percent Employee Owned – 100%

Lowest Cost Vehicle – Commingled Fund

Expense Ratio – 65 bps



International Equity – Finalist Managers Comparison

Performance Comparison – Individual Managers

	1 Year	3 Years	5 Years	7 Years	10 Years	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Arrowstreet ACWI Ex US	21.34	6.84	10.33	7.97	4.12	5.41	-2.86	-1.49	23.88	19.26	-12.93	14.52	49.88	-42.53	18.10
MSCI ACW Ex US Index (USD) (Net)	19.61	4.70	6.97	5.25	1.28	4.50	-5.66	-3.87	15.29	16.83	-13.71	11.15	41.45	-45.53	16.65
Difference	1.73	2.14	3.36	2.72	2.84	0.91	2.80	2.38	8.59	2.43	0.78	3.37	7.43	3.00	1.45
IM International Core Equity (MF) Median	19.14	5.21	8.02	6.13	1.22	1.09	-0.99	-5.48	21.02	18.10	-13.78	9.57	30.42	-44.11	10.21
Rank	22	20	12	12	10	14	74	15	21	32	41	16	8	35	6
Lazard ACWI Ex US	13.47	4.08	6.96	6.31	2.84	0.38	-1.87	-3.37	18.51	21.11	-9.64	10.59	32.75	-39.34	13.45
MSCI ACW Ex US Index (USD) (Net)	19.61	4.70	6.97	5.25	1.28	4.50	-5.66	-3.87	15.29	16.83	-13.71	11.15	41.45	-45.53	16.65
Difference	-8.14	-0.82	-0.01	1.08	1.58	-4.12	3.99	0.50	3.22	4.28	4.07	-0.56	-8.70	6.19	-3.20
IM International Core Equity (MF) Median	19.14	5.21	8.02	6.13	1.22	1.09	-0.99	-5.48	21.02	18.10	-13.78	9.57	30.42	-44.11	10.21
Rank	95	78	80	45	22	62	60	22	67	19	12	41	42	8	22
Wellington Intl Horizons	18.61	7.48	10.12	7.70	N/A	-1.98	5.30	-4.13	26.15	21.83	-16.28	19.50	39.46	N/A	N/A
MSCI ACW Ex US Index (USD) (Net)	19.61	4.70	6.97	5.25	1.28	4.50	-5.66	-3.87	15.29	16.83	-13.71	11.15	41.45	-45.53	16.65
Difference	-1.00	2.78	3.15	2.45	N/A	-6.48	10.96	-0.26	10.86	4.80	-2.54	8.35	-1.99	N/A	N/A
IM International Core Equity (MF) Median	19.14	5.21	8.02	6.13	1.22	1.09	-0.99	-5.48	21.02	18.10	-13.78	9.57	30.42	-44.11	10.21
Rank	61	14	14	15	N/A	85	8	31	12	15	83	7	22	N/A	N/A
Manning & Napier Overseas (EXOSX)	15.19	4.18	6.34	4.72	1.72	3.50	-5.03	-8.26	19.38	19.28	-18.80	9.50	39.85	-41.41	17.87
MSCI ACW Ex US Index (USD) (Net)	19.61	4.70	6.97	5.25	1.28	4.50	-5.66	-3.87	15.29	16.83	-13.71	11.15	41.45	-45.53	16.65
Difference	-4.42	-0.55	-0.63	-0.53	0.44	-1.00	0.63	-5.39	4.09	2.45	-1.89	-1.65	-1.90	4.12	1.22
IM International Core Equity (MF) Median	19.14	5.21	8.02	6.13	1.22	1.09	-0.99	-5.48	21.02	18.10	-13.78	9.57	30.42	-44.11	10.21
Rank	91	77	90	88	35	23	86	94	64	32	76	51	22	24	7

- The three finalist managers have delivered strong, long-term performance and have outperformed Manning & Napier over nearly all time periods.

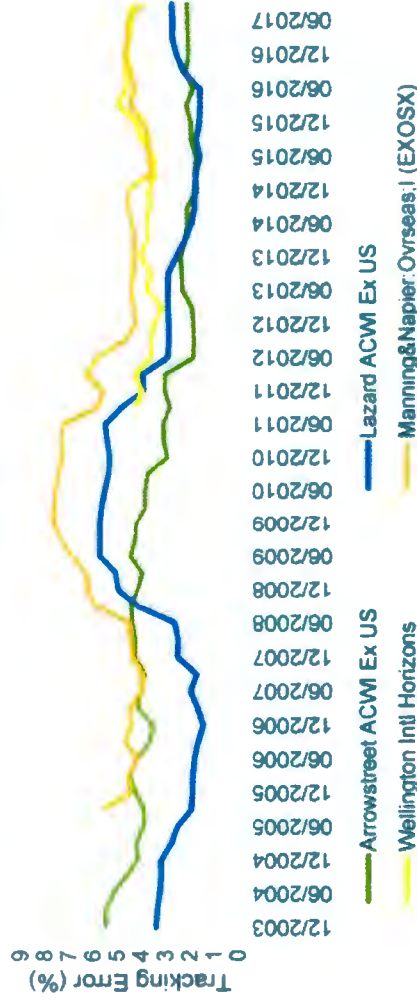
International Equity – Finalist Managers Comparison

Risk & Return Comparison – Individual Managers

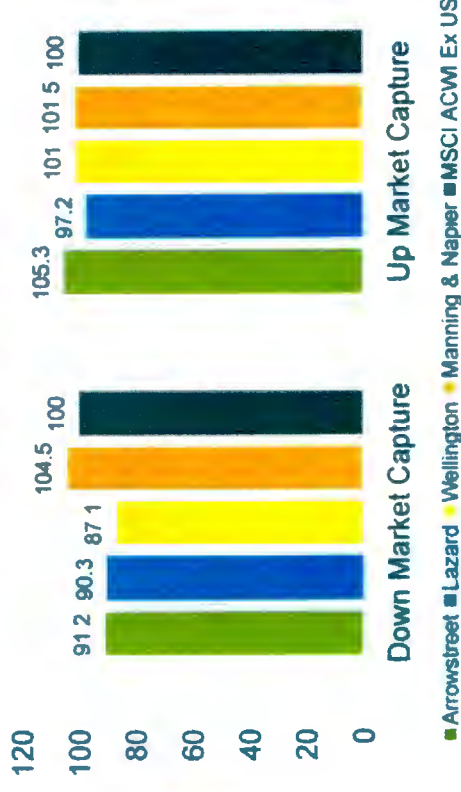
	5 Years			
	Return	Standard Deviation	Sharpe Ratio	Info. Ratio
Arrowstreet ACWI Ex US	10.33	11.62	0.89	1.01
Lazard ACWI Ex US	6.96	11.06	0.65	-0.02
Wellington Intl Horizons	10.12	11.44	0.89	0.72
Manning&Napier:Ovrseas:I (EXOSX)	6.34	11.64	0.57	-0.14
MSCI ACW Ex US Index (USD) (Net)	6.97	11.45	0.63	N/A

	7 Years			
	Return	Standard Deviation	Sharpe Ratio	Info. Ratio
Arrowstreet ACWI Ex US	7.97	14.23	0.6	0.8
Lazard ACWI Ex US	6.31	13.56	0.51	0.33
Wellington Intl Horizons	7.7	13.82	0.6	0.56
Manning&Napier:Ovrseas:I (EXOSX)	4.72	14.94	0.37	-0.09
MSCI ACW Ex US Index (USD) (Net)	5.25	14.09	0.42	N/A

Manager's Rolling Three-Year Tracking Error vs. MSCI ACWI Ex US



7-Year Market Capture



Performance and data shown is net of fees and as of September 30, 2017. Performance shown for time periods greater than one year is annualized.



International Equity – Finalist Managers Comparison

Excess Returns Correlation – 7 Years

	Arrowstreet ACWI Ex US	Lazard ACWI Ex US	Wellington Intl Horizons	Cap Guardian Int'l Equity Fund	Vanguard Tot I Stk;Ins + (VTPSX)
Arrowstreet ACWI Ex US	1.00				
Lazard ACWI Ex US	0.28	1.00			
Wellington Intl Horizons	0.19	0.34	1.00		
Cap Guardian Int'l Equity Fund	0.24	0.04	0.34	1.00	
Vanguard Tot I Stk;Ins + (VTPSX)	0.13	0.34	0.09	-0.05	1.00

- The three finalist managers all have reasonably low excess return correlations with Capital Guardian, the Plan's remaining actively managed international equity manager.

International Equity – Finalist Managers Comparison

Performance Comparison – International Equity Composite

	1 Year	3 Years	5 Years	7 Years	10 Years	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
25% CG50% Vanguard/25% Arrowstreet	20.66	6.05	8.56	6.55	2.18	4.42	-3.86	-3.82	19.19	19.07	-13.86	12.03	37.96	-43.61	15.46
MSCI ACW Ex US Index (USD) (Net)	19.61	4.70	6.97	5.25	1.28	4.50	-5.66	-3.87	15.29	16.83	-13.71	11.15	41.45	-45.53	16.65
Difference	1.05	1.35	1.59	1.30	0.90	-0.08	1.80	0.05	3.90	2.24	-0.17	0.88	-3.49	1.92	-1.19
IM International Core Equity (MF) Median	19.14	5.21	8.02	6.13	1.22	1.09	-0.99	-5.48	21.02	18.10	-13.78	9.57	30.42	-44.11	10.21
Rank	28	29	35	37	31	20	80	26	65	34	52	29	26	46	12
25% CG50% Vanguard/25% Lazard	18.66	5.36	7.73	6.14	1.86	3.15	-3.37	-4.28	17.37	19.83	-13.09	11.05	34.02	-42.84	14.31
MSCI ACW Ex US Index (USD) (Net)	19.61	4.70	6.97	5.25	1.28	4.50	-5.66	-3.87	15.29	16.83	-13.71	11.15	41.45	-45.53	16.65
Difference	-0.96	0.66	0.76	0.89	0.58	-1.35	2.09	-0.42	2.58	2.70	0.62	-0.10	-7.43	2.69	-2.34
IM International Core Equity (MF) Median	19.14	5.21	8.02	6.13	1.22	1.09	-0.99	-5.48	21.02	18.10	-13.78	9.57	30.42	-44.11	10.21
Rank	61	44	59	50	33	26	79	34	71	30	43	37	36	39	18
25% CG50% Vanguard/25% Wellington	19.98	6.22	8.52	6.49	N/A	2.55	-1.88	-4.47	19.74	19.67	-14.72	13.23	35.69	N/A	N/A
MSCI ACW Ex US Index (USD) (Net)	19.61	4.70	6.97	5.25	1.28	4.50	-5.66	-3.87	15.29	16.83	-13.71	11.15	41.45	-45.53	16.65
Difference	0.37	1.52	1.55	1.24	N/A	-1.96	3.78	-0.60	4.45	2.84	-1.01	2.08	-5.76	N/A	N/A
IM International Core Equity (MF) Median	19.14	5.21	8.02	6.13	1.22	1.09	-0.99	-5.48	21.02	18.10	-13.78	9.57	30.42	-44.11	10.21
Rank	35	27	36	38	N/A	34	63	37	63	29	63	22	31	N/A	N/A
25% CG50% Vanguard/25% M&N	19.11	6.39	7.58	5.78	1.59	3.96	-4.40	-5.77	18.10	19.08	-14.65	10.79	35.77	-43.32	15.41
MSCI ACW Ex US Index (USD) (Net)	19.61	4.70	6.97	5.25	1.28	4.50	-5.66	-3.87	15.29	16.83	-13.71	11.15	41.45	-45.53	16.65
Difference	-0.50	0.69	0.61	0.50	0.31	-0.54	1.26	-1.90	2.81	2.25	-0.84	-0.36	-5.68	2.21	-1.24
IM International Core Equity (MF) Median	19.14	5.21	8.02	6.13	1.22	1.09	-0.99	-5.48	21.02	18.10	-13.78	9.57	30.42	-44.11	10.21
Rank	51	44	63	63	38	21	82	56	69	34	61	40	31	43	12

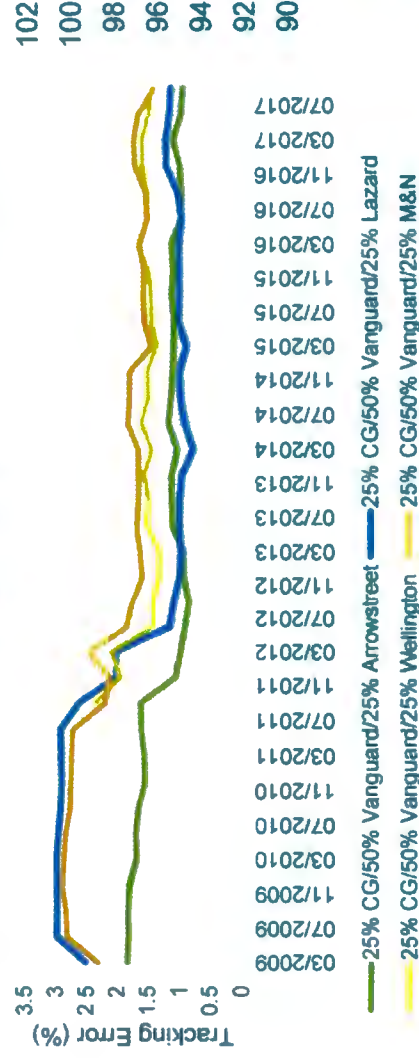
- On a historical basis, the potential portfolios including the finalist managers would have outperformed the current structure.

International Equity – Finalist Managers Comparison

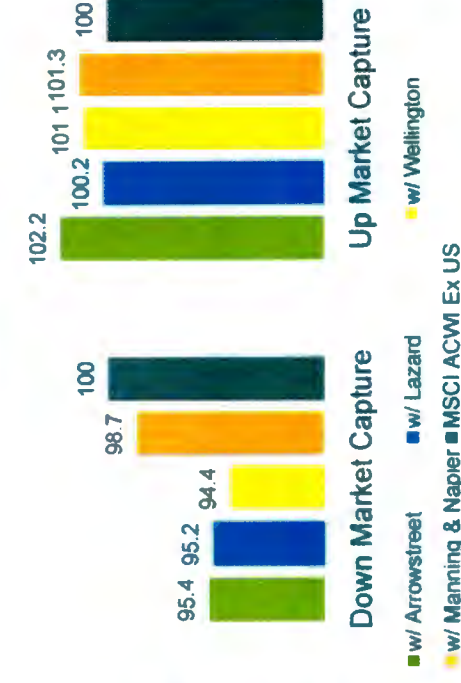
Risk & Return Comparison – International Equity Composite

	5 Years				7 Years			
	Return	Standard Deviation	Sharpe Ratio	Info. Ratio	Return	Standard Deviation	Sharpe Ratio	Info. Ratio
25% CG/50% Vanguard/25% Arrowstreet	8.56	11.25	0.77	0.99	6.55	13.97	0.51	0.77
25% CG/50% Vanguard/25% Lazard	7.73	11.13	0.71	0.48	6.14	13.82	0.49	0.52
25% CG/50% Vanguard/25% Wellington	8.52	11.15	0.77	0.86	6.49	13.83	0.51	0.65
25% CG/50% Vanguard/25% M&N	7.58	11.21	0.69	0.31	5.75	14.12	0.45	0.25
MSCI ACWI Ex US Index (USD) (Net)	6.97	11.45	0.63	N/A	5.25	14.09	0.42	N/A

IE Composite's Rolling Three-Year Tracking Error vs. MSCI ACWI Ex US



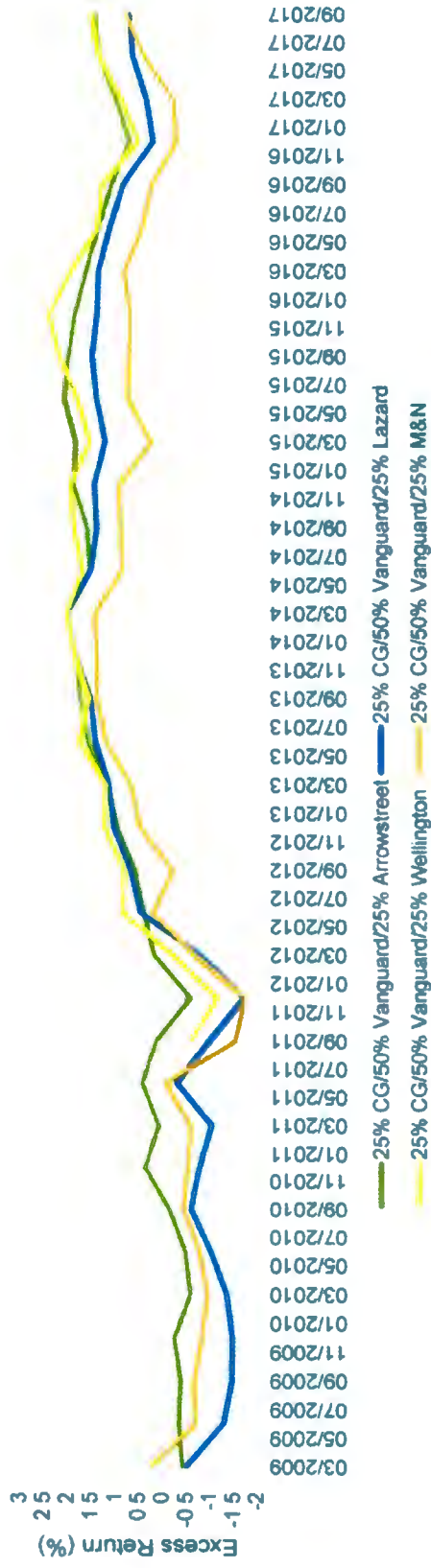
7-Year Market Capture



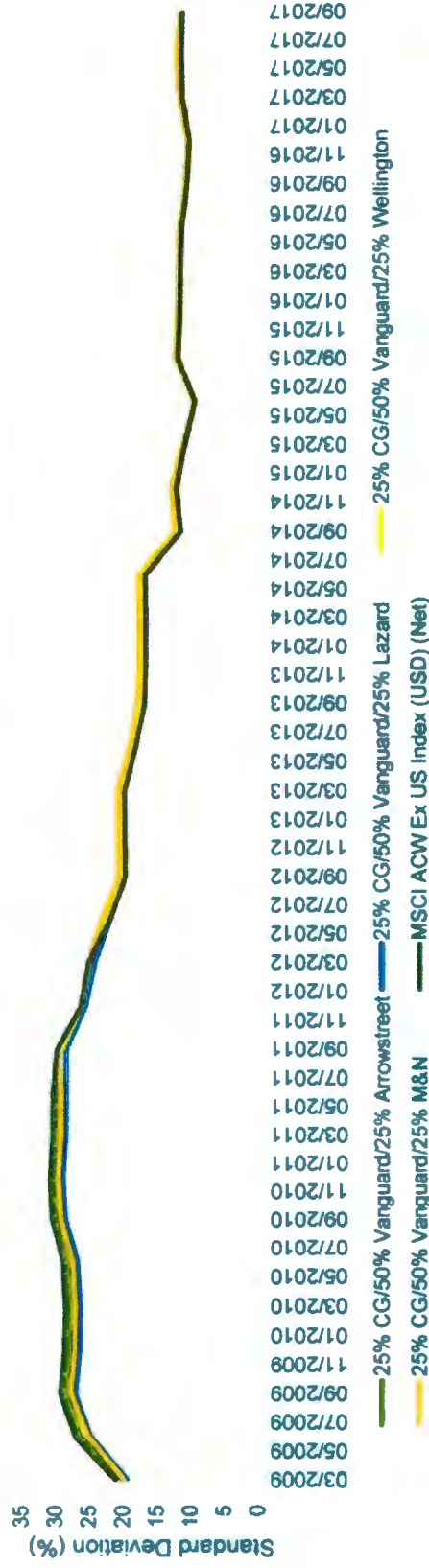
International Equity – Finalist Managers Comparison

Rolling Excess Return and Standard Deviation – International Equity Composite

IE Composite's Rolling Three-Year Excess Return vs. MSCI ACWI Ex US



IE Composite's Rolling Three-Year Standard Deviation



Performance and data shown is net of fees and as of September 30, 2017. Performance shown for time periods greater than one year is annualized.

International Equity – Finalist Managers Comparison

Manager Fee Impact – Retirement Plan

Investment Managers	Option #1 - Arrowsstreet			Option #2 - Lazard		
	Allocation (%)	Annual Fee (\$)	Effective Fee (%)	Allocation (%)	Annual Fee (\$)	Effective Fee (%)
Capital Guardian	25.0%	\$144,804	0.55%	25.0%	\$144,804	0.55%
Vanguard Total Int'l Stock Index	50.0%	\$47,390	0.09%	50.0%	\$47,390	0.09%
Arrowsstreet	25.0%	\$215,889	0.82%	-	-	0.82%
Lazard	-	-	0.69%	25.0%	\$181,663	0.69%
Wellington	-	-	0.65%	-	-	0.65%
Manning & Napier	-	-	0.75%	-	-	0.75%
TOTAL	100.0%	\$408,083	0.39%	100.0%	\$373,857	0.36%

Investment Managers	Option #3 - Wellington			Current Portfolio		
	Allocation (%)	Annual Fee (\$)	Effective Fee (%)	Allocation (%)	Annual Fee (\$)	Effective Fee (%)
Capital Guardian	25.0%	\$144,804	0.55%	25.0%	\$144,804	0.55%
Vanguard Total Int'l Stock Index	50.0%	\$47,390	0.09%	50.0%	\$47,390	0.09%
Arrowsstreet	-	-	0.82%	-	-	0.82%
Lazard	-	-	0.69%	-	-	0.69%
Wellington	25.0%	\$171,132	0.65%	-	-	0.65%
Manning & Napier	-	-	0.75%	25.0%	\$197,459	0.75%
TOTAL	100.0%	\$363,325	0.35%	100.0%	\$389,653	0.37%

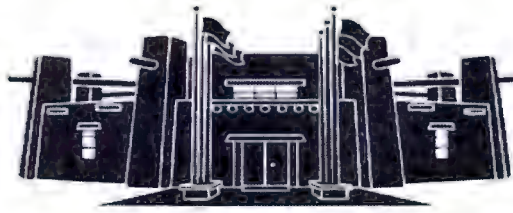
International Equity – Finalist Managers Comparison

Manager Fee Impact – Master Trust

Investment Managers	Option #1 - Arrowstreet			Option #2 - Lazard		
	Allocation (%)	Annual Fee (\$)	Effective Fee (%)	Allocation (%)	Annual Fee (\$)	Effective Fee (%)
Capital Guardian	25.0%	\$507,650	0.55%	25.0%	\$507,650	0.55%
Vanguard Total Int'l Stock Index	50.0%	\$166,140	0.09%	50.0%	\$166,140	0.09%
Arrowstreet	25.0%	\$756,860	0.82%	-	-	0.82%
Lazard	-	-	0.69%	25.0%	\$636,870	0.69%
Wellington	-	-	0.65%	-	-	0.65%
Manning & Napier	-	-	0.75%	-	-	0.75%
TOTAL	100.0%	\$1,430,650	0.39%	100.0%	\$1,310,660	0.36%

Investment Managers	Option #3 - Wellington			Current Portfolio		
	Allocation (%)	Annual Fee (\$)	Effective Fee (%)	Allocation (%)	Annual Fee (\$)	Effective Fee (%)
Capital Guardian	25.0%	\$507,650	0.55%	25.0%	\$507,650	0.55%
Vanguard Total Int'l Stock Index	50.0%	\$166,140	0.09%	50.0%	\$166,140	0.09%
Arrowstreet	-	-	0.82%	-	-	0.82%
Lazard	-	-	0.69%	-	-	0.69%
Wellington	25.0%	\$599,950	0.65%	-	-	0.65%
Manning & Napier	-	-	0.75%	25.0%	\$692,250	0.75%
TOTAL	100.0%	\$1,273,740	0.35%	100.0%	\$1,366,040	0.37%

Estimated effective fees are based off of the Master Trust's September 30, 2017 international composite market value.



MEMORANDUM

TO: Hon. Seth Damon
23rd Navajo Nation Council

FROM: 
Levon B. Henry, Chief Legislative Counsel
Office of Legislative Counsel

DATE: June 20, 2018

SUBJECT: AN ACTION RELATING TO BUDGET AND FINANCE COMMITTEE;
APPROVING THE SELECTION OF WELLINGTON INTERNATIONAL
HORIZONS AS THE INTERNATIONAL EQUITY MANAGER FOR THE
NAVAJO NATION'S MASTER TRUST AND RETIREMENT PLAN, AS
RECOMMENDED BY THE NAVAJO NATION INVESTMENT
COMMITTEE

Pursuant to your request, attached is the above-referenced proposed resolution and associated legislative summary sheet. Based on existing law, the resolution as drafted is legally sufficient. However, as with all legislation, it is subject to review by the courts in the event of a challenge.

The Office of Legislative Council confirms the appropriate standing committee review based on the standing committee's powers outlined in 2 N.N.C. § 300. 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).

Please review the proposed resolution to ensure it is drafted to your satisfaction. If this proposed resolution is acceptable to you, please sign it where it indicates "Prime Sponsor", and submit it to the Office of Legislative Services for the assignment of a tracking number and referral to the Speaker.

If the proposed resolution is unacceptable to you, or if you have further questions, please contact me at the Office of Legislative Counsel and advise me of changes you would like made to the proposed resolution. You may contact me at (928) 871-7166. Thank you.

THE NAVAJO NATION
LEGISLATIVE BRANCH
INTERNET PUBLIC REVIEW PUBLICATION



LEGISLATION NO: _0208-18__

SPONSOR: Seth Damon

TITLE: An Action Relating To Budget And Finance Committee; Approving The Selection Of Wellington International Horizons As The International Equity Manager For The Navajo Nation's Master Trust And Retirement Plan, As Recommended By The Navajo Nation Investment Committee

Date posted: June 21, 2018 at 3:05 PM

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) 871-7586**

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.*

**THE NAVAJO NATION
LEGISLATIVE BRANCH
INTERNET PUBLIC REVIEW SUMMARY**

LEGISLATION NO.: 0208-18

SPONSOR: Honorable Seth Damon

TITLE: An Action Relating to Budget And Finance Committee; Approving The Selection Of Wellington International Horizons As The International Equity Manager For The Navajo Nation's Master Trust And Retirement Plan, As Recommended By The Navajo Nation Investment Committee

Posted: June 21, 2018 at 3:05 PM

5 DAY Comment Period Ended: June 26, 2018

Digital Comments received:

Comments Supporting	<i>None</i>
Comments Opposing	<i>None</i>
Inconclusive Comments	<i>None</i>


**Legislative Secretary II
Office of Legislative Services**

6/27/2018 8:13am
Date/Time