## SUMMARY OF PROPOSED LEGISLATION

Tracking No. 0009 - 24

DATE: January 9, 2024


#### Abstract

RE: AN ACTION RELATING TO THE RESOURCES AND DEVELOPMENT COMMITTEE, THE BUDGET AND FINANCE COMMITTEE, THE NAABIK'ÍYÁTI' COMMITTEE, AND THE NAVAJO NATION COUNCIL; APPROVING $\$ 17,628$ FROM THE SÍHASIN FUND TO NTUA FOR THE CONSTRUCTION OF A GAS SERVICE LINE EXTENSION FOR GLADYS JONES' RESIDENCE IN GANADO, ARIZONA; APPROVING THE RELATED EXPENDITURE PLAN


Purpose of this Legislation:
to approve $\$ 17,628$ from the Sihasin Fund for a new gas service line extension project for Gladys Jones' residence in Ganado, Arizona; approving the related Expenditure Plan.
$\qquad$ 01-16-24 Budget \& Finance Committee Thence

Tracking No. $\qquad$



#### Abstract

AN ACTION RELATING TO THE RESOURCES AND DEVELOPMENT COMMITTEE, THE BUDGET AND FINANCE COMMITTEE, THE NAABIK'ÍYÁTI' COMMITTEE, AND THE NAVAJO NATION COUNCIL; APPROVING \$17,628 FROM THE SÍHASIN FUND TO NTUA FOR THE CONSTRUCTION OF A GAS SERVICE LINE EXTENSION FOR GLADYS JONES' RESIDENCE IN


 GANADO, ARIZONA; APPROVING THE RELATED EXPENDITURE PLAN
## BE IT ENACTED:

## SECTION ONE. AUTHORITY

A. The Resources and Development Committee is a standing committee of the Navajo Nation Council with oversight authority over utilities and land disturbances. 2 N.N.C. §500(C).
B. The Budget and Finance Committee is a standing committee of the Navajo Nation Council with the responsibility to "review and recommend to the Navajo Nation Council the budgeting, appropriation, investment and management of all funds." 2 N.N.C. §301(B)(2).
C. The Naabik'íyáti' Committee is a standing committee of the Navajo Nation Council that considers all proposed final actions by the Navajo Nation Council. 2 N.N.C. §164(A)(9).
D. The Navajo Nation Council is the governing body of the Navajo Nation. 2 N.N.C. §102(A). As such, the Council may approve appropriations from the Navajo Nation's Síhasin Fund.
E. 12 N.N.C. $\S 2502$, as amended by CJA-03-18, states the purpose of the Navajo Nation Síhasin

Fund ("Sihasin Fund") as follows:
§2502 Purpose
A. The purposes of this Fund are to provide financial support and/or financing for:

1. The planning and development of economic development and regional infrastructure supporting economic development and community development, including such infrastructure as, but not limited to, housing, commercial and government buildings, waterline, solid waste management development, powerline Projects, and transportation and communication systems, within the Navajo Nation; and . . .
B. For the Purpose in $\S 2502(\mathrm{~A})(1)$, Fund expenditures for infrastructure shall not be limited by 12 N.N.C. §1310(F) or TCDCJY-77-99.
C. Leveraging the Fund by way of guaranteeing loans, match funding, direct funding in part, and other weighted uses of the Fund, including loan financing from the Fund, for the purposes in $\S 2502(\mathrm{~A})(1)$, shall be favored over direct funding in whole.
F. The Sihasin Fund provides that "Fund Principal" shall consist of all deposits made to the Sihasin Fund and that "Fund Income" shall consist of all earnings (interest, dividends, etc.) generated and realized by the Fund Principal, and that Síhasin Fund Income shall be deposited in, and added to, the Fund Principal until such time as a Fund Expenditure Plan is duly approved. 12 N.N.C. §2504 and §2505(C).
G. The Sihasin Fund also provides that "Fund Principal and Income shall not be expended except pursuant to a Fund Expenditure Plan consistent with the purposes set forth in $\S 2502$ of this Chapter and adopted by a two-thirds (2/3) vote of all members of the Navajo Nation Council." 12 N.N.C. §2505(A).

## SECTION TWO. FINDINGS

A. The Navajo Tribal Utility Authority ("NTUA") has provided a letter to Gladys Jones, a Navajo resident in Ganado, Arizona. This letter, dated July 13, 2023, explains the new gas service line extension project that will be constructed to serve her residence. The letter explains that the Owner, namely Gladys Jones, will be responsible for the total cost of construction for this project, which is estimated to be approximately $\$ 17,628$. See the attached EXHIBIT A.
B. In addition, NTUA has provided engineering drawings and further details for this project. See the attached EXHIBIT B.
C. Approving the requested $\$ 17,628$ for this project satisfies the purpose of the Síhasin Fund because such purchase pertains to "infrastructure" and "community development" as mentioned in 12 N.N.C. §2502(A)(1).
D. The Navajo Nation finds that approval of the requested Sihasin funds is in the best interests of the Navajo Nation and the Navajo People.

SECTION THREE. APPROVING $\$ 17,628$ FROM THE SÍHASIN FUND TO NTUA FOR THE CONSTRUCTION OF A GAS SERVICE LINE EXTENSION FOR GLADYS JONES' RESIDENCE IN GANADO, ARIZONA; APPROVING THE RELATED EXPENDITURE PLAN
A. Pursuant to 12 N.N.C. $\S 2505(\mathrm{~A})$, the Navajo Nation hereby approves $\$ 17,628$ from the Síhasin Fund for the Navajo Tribal Utility Authority to construct a new gas service line extension project, as described in the attached EXHIBITS A-B.
B. The Navajo Nation hereby approves the Expenditure Plan for the approved Síhasin Funds, as shown in the attached EXHIBITS A-B.
C. The Navajo Nation Controller shall determine whether the source of the approved Síhasin funds will be from Fund Principal or Fund Income or a combination of both.
D. The Síhasin funds allocated for the Expenditure Plan approved herein may be further leveraged by bond or loan financing pursuant to the Navajo Nation Bond Financing Act, at 12 N.N.C. $\S 1300$ 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.
E. The Sihasin funds approved herein shall be provided to the Division of Community Development ("DCD") within thirty (30) calendar days following the effective date of this Action. All Síhasin funds shall be used strictly for the Expenditure Plan approved herein.
F. Disbursement of the approved Síhasin funds by DCD to NTUA shall be in accordance with an appropriate grant agreement, memorandum of agreement, or other legal document executed by NTUA and the Navajo Nation. Said agreement shall be binding upon the parties,
shall be approved by the Controller and the Navajo Nation Department of Justice, and shall establish a project schedule, payment or drawdown plan, fund management plan, or other relevant procedures governing NTUA's implementation of the project.
G. DCD shall have administrative oversight authority over the expenditure of the Síhasin funds approved herein, and DCD shall be responsible for ensuring compliance with the Expenditure Plan, as well as all mandates set forth in this Action.
H. As a condition of receiving the approved Sihasin funds, NTUA shall allow the Navajo Nation full access to its financial records related to the Sihasin funds it has received, for the purpose of the Navajo Nation's review and audit of NTUA's expenditures of the Síhasin funds.
I. The approved Síhasin funds shall not be comingled with any other funds, and shall be used by NTUA strictly for the Expenditure Plan approved herein. NTUA shall also ensure that all expenditures comply with the approved Expenditure Plan, and with all provisions of the legal agreement described in Section Three (E) above.
J. Unspent and unencumbered Síhasin funds shall not lapse at the end of any Navajo Nation Fiscal Year, as might otherwise occur under 12 N.N.C. §820(N), so long as all Sihasin funds are accounted for as of September $30^{\text {th }}$ of every fiscal year, starting with September 30, 2024.

## SECTION FOUR. EFFECTIVE DATE

This Action and the related Expenditure Plan shall become effective pursuant to 12 N.N.C. §2505(A) and 2 N.N.C. §221(B).

## SECTION FIVE. SAVING CLAUSE

If any part of this Action is invalidated by the Supreme Court of the Navajo Nation, or by any Navajo Nation District Court without appeal to the Navajo Nation Supreme Court, the remainder of this Action shall be the law of the Navajo Nation.

# NAVAJO TRIBAL UTILITY AUTHORITY <br> an enterrrise of the navaio nation 

July 13, 2023
Gladys Jones
P.O. Box

Ganado AZ, 86505

## RE: Estimate Letter for Natural Gas Service Member Extension request.

Dear Gladys Jones,
At your request the Navajo Tribal Utility Authority (NTUA) Natural Gas Division has completed the estimate for the Natural Gas services to your home located in Ganado, AZ and is as follows:

| DESCRIPTION |  | COST |  |
| :---: | :---: | :---: | :---: |
| MATERIAL EXPENSE |  | \$ | 1,964.91 |
| LABOR EXPENSE |  | \$ | 13,540.83 |
| TRANSPORTATION \& EQUIPMENT EXPENSE |  | \$ | 1,170.00 |
| MISCELLANEOUS EXPENSE |  | 5 | 546.75 |
|  |  | $\$$ | 17,222.49 |
| NAVAJO NATION TAX $6 \%$ (materials excluded) |  | \$ | 915.45 |
| NTUA CONTRIBUTION |  | 5 | 510.00 |
|  | GRAND TOTAL | 5 | 17,627.94 |

NN Tax include Labor, Trans \& Equip and Misc Expense only.
The Owner will be responsible for the total cost of construction; the estimated cost is $\$ 17,627.94$. The Navajo Tribal Utility Authority designs, constructs, operates and maintains the Natural Gas system up to and including the Gas Meter. At your request we are able to provide our services stated above with the understanding that The Owner will be responsible for the stub-out and fuel piping after the Gas Meter into the buildings to include any conversions necessary for Operation and Maintenance.

Change Orders: This estimate is based on information provided from the Customer/Contractor. If upon arrival onsite, the scope of work has changed, or additional services are required a Change Order will be required to proceed with the project on a time and material basis per NTUA's rate schedule. Verbal authorization will be accepted by a Company Representative, however a written authorization is required within 24 hrs.

The estimate is valid for 90 days. The estimate does not include the security deposit and establishment fee of $\$ 35.60$ per utility deposit. Construction will be scheduled upon receipt of the following items:

| Home Ofice: P.C.BOX 170 | $\begin{aligned} & \text { KAYENTA } \\ & \text { P.O. BOX } 37 \end{aligned}$ | TUBA CTTY P.Q. BOX 399 | $\begin{aligned} & \text { SIIPROCK } \\ & \text { P.O. BOX } 1208 \end{aligned}$ | $\begin{aligned} & \text { CHNLE } \\ & \text { P.O. BOX } 519 \end{aligned}$ | FORT DEFIANCE P.O. BCX 587 | $\begin{aligned} & \text { OLCON } \\ & \text { HC } 63 \text { BOX D } \end{aligned}$ | CROWNPOINT P.O. $80 \times 1825$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| FT. DEFIANCE, AZ 86504 (120) 729-5721 | KAYENTA AZ 86033 (928) 697.3574 | TUBA CITY, AZ B6OMS (828) 283-5421 | SHPROCK NM 87420 <br> (505) 389-4535 | CHINLE, AZ BESOS (B28) 8745470 | FT. CEFANCE, AZ EESDS <br> (B28) 729-5727 | WINSLON, AZ BEOAT (828) 657.3258 | CAOWNPOINT, NM 87313 (505) 786-5558 |

1. Payment for the $50 \%$ of the estimated cost, which can be arranged at the NTUA's Fort Defiance District Office. The remaining cost will be calculated when construction is completed and will be sent through an invoice.
2. Load letter if delivery pressure is more than 7" WC.
3. Fuel Gas Piping Affidavit of Compliance signed by Licensed Contractor and Joumeyman Plumber respectively required prior to Final Inspection and Activation.

If there are any questions, please contact Alexander Van Winkle at $1(800) 528-5011$ ext. 4806 or at AlexanderV@ntua.com Thank You.


Alexander Van Winkle, Natural Gas Engineering Technician Natural Gas Division

Cc: Gary Monroe, District Manager, NTUA Chine District Charmayne Wilson, Office Supervisor, NTUA Chine District Rhonda Lomakema, Customer Service Supervisor, NTUA Chinle District Janice Harvey, Project Supervisor, NTUA Chinle District Alfred Dugi, Field Superintendent, NTUA Chinle District Antony Davison, Natural Gas Manager, NTUA-HQ Natural Gas Division NTUA HQ - Natural Gas Division File

En: NTUA Natural Gas Design, 7/10/23
Fuel Gas Piping Affidavit






## MEMORANDUM

To: Hon. Vince James, Chairman Health, Education, and Human Services Committee $25^{\text {th }}$ Navajo Nation Council


Date: January 9, 2024
Subject: AN ACTION RELATING TO THE RESOURCES AND DEVELOPMENT COMMITTEE, THE BUDGET AND FINANCE COMMITTEE, THE NAABIK'ÍYÁTI' COMMITTEE, AND THE NAVAJO NATION COUNCIL; APPROVING $\$ 17,628$ FROM THE SÍHASIN FUND TO NTUA FOR THE CONSTRUCTION OF A GAS SERVICE LINE EXTENSION FOR GLADYS JONES' RESIDENCE IN GANADO, ARIZONA; APPROVING THE RELATED EXPENDITURE PLAN

Pursuant to your request, the Office of Legislative Counsel has prepared the above-described proposed legislation. OLC finds this draft to be legally sufficient, but as with any action of the Navajo Nation government, it can be challenged under applicable laws.

You may assign this legislation to the appropriate committees, in accordance with your authority under Title 2 of the Navajo Nation Code.

Please review this legislation and all of its exhibits, to make sure that everything is satisfactory. You should contact me immediately if any edits are needed, or if you have any questions or other concerns. I can be reached at phone no. (928)871-7166 or by email at: LuraleneTapahe@navajo-nsn.gov

Thank you for your patience.

THE NAVAJO NATION
LEGISLATIVE BRANCH
INTERNET PUBLIC REVIEW PUBLICATION
LEGISLATION NO: _0009-24_ SPONSOR: Vince R. James
TITLE: An Action Relating to the Resources and Development Committee, the Budget and Finance Committee, Naabik'íyáti' Committee, and the Navajo Nation Council; Approving $\$ 17,628$ from the Síhasin Fund to NTUA for the Construction of a Gas Service Line Extension for Glady's Jones' Residence in Ganado, Arizona; Approving the Related Expenditure Plan

Date posted: _January 11, 2024 at 12:16PM
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 <br> LEGISLATIVE BRANCH INTERNET PUBLIC REVIEW SUMMARY

LEGISLATION NO.: $\underline{0009-24}$
SPONSOR: Honorable Vince R. James
TITLE: An Action Relating to the Resources and Development Committee, the Budget and Finance Committee, Naabik'íyáti' Committee, and the Navajo Nation Council; Approving $\mathbf{\$ 1 7 , 6 2 8}$ from the Sihasin Fund to NTUA for the Construction of a Gas Service Line Extension for Glady's Jones' Residence in Ganado, Arizona; Approving the Related Expenditure Plan

Posted: January 11, 2024 at 12:16 PM
5 DAY Comment Period Ended: January 16, 2024
Digital Comments received:

| Comments Supporting | None |
| :---: | :--- |
| Comments Opposing | None |
| Comments/Recommendations | None |

Begislative Secretary II
Office of Legislative Services
January 17, 2024 8:05 AM
Date/Time

