# LEGISLATIVE SUMMARY SHEET Tracking No. <u>01912-19</u>

**DATE:** June 28, 2019

TITLE OF RESOLUTION: PROPOSED NAVAJO NATION COUNCIL RESOLUTION; AN ACT RELATING TO LAW AND ORDER, RESOURCES AND DEVELOPMENT, BUDGET AND FINANCE, AND NAABIK'ÍYÁTI' COMMITTEES AND THE NAVAJO NATION COUNCIL, APPROVING AMENDMENTS TO 21 N.N.C. §7 (b) (12) INCREASING THE NAVAJO TRIBAL UTILITY AUTHORITY'S DEBT LIMIT

**PURPOSE:** The purpose of this proposed resolution is to make amendments to 21 N.N.C. §7 (b) (12), regarding the Navajo Tribal Utility Authority's total outstanding long-term debt from two hundred million dollars (\$200,000,000) to one billion five hundred million dollars (\$1,500,000,000).

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.

5-DAY BILL HOLD PERIOD: Law & Order Comm		mmittee
Website Posting Time/Date:  Posting End Date: 711619  Posting End Date: 711619		Thence
Eligible for A	Resources & Development Co	
1	PROPOSED NAVAJO NATION COUNCIL RESOLUT <b>Budget &amp; Finance Co</b>	Thence
2	24th NAVAJO NATION COUNCIL First Year, 2019	Thence
3	INTRODUCED BY Naabik'íyáti' Co	
4	Navajo Natior	Thence Council
5	Tathart De	
6	(Prime Sponsor)	
7		
8	TRACKING NO. 0196-19	
9		
10	AN ACT	
11	RELATING TO LAW AND ORDER, RESOURCES AND DEVELOPMENT,	
12	BUDGET AND FINANCE, AND NAABIK'ÍYÁTI' COMMITTEES AND THE	
13	NAVAJO NATION COUNCIL, APPROVING AMENDMENTS TO	
14	21 N.N.C. §7 (b) (12) INCREASING THE NAVAJO TRIBAL UTILITY	
15	AUTHORITY'S DEBT LIMIT	
16		
17	BE IT ENACTED:	
18	Section One. Authority	
19	A. The Law and Order Committee empowered to review and make	
20	recommendations to the Navajo Nation Council on proposed Navajo Nation	
21	Code amendments and enactments. 2 N.N.C. § 601 (B)(14).	
22	B. The Resources and Development Committee has oversight authority over public	
23	utilities. 2 N.N.C. § 500.	
24	C. The Budget and Finance Committee has oversight authority over finance matters	
25	of the Nation. 2 N.N.C. § 300.	
26	D. The Navajo Nation Council established the Naabik'íyáti' Committee as a	
27	Navajo Nation standing committee and as such proposed legislation that requires	
28	final action by the Navajo Nation Council shall be assigned to the Naabik'íyáti'	
29	Committee. 2 N.N.C. § 700 (A).	
30		

1	E. The Navajo Nation Council must review and approve enactments or
2	amendments of positive law. 2 N.N.C. § 164 (A).
3	
4	Section Two. Findings
5	A. The Navajo Tribal Utility Authority plans to make significant investments
6	intended to improve and expand NTUA's utility facilities as well as acquire new
7	facilities to serve customers within the Navajo Nation.
8	B. The Navajo Tribal Utility Authority's current Ten Year Plan exceeds the current
9	debt limit of \$500 million.
10	C. The Navajo Tribal Utility Authority requests to increase its borrowing capacity
11	to \$1.5 billion.
12	
13	Section Three. Amendments to 21 N.N.C. § 7 (b) (12)
14	
15	The Navajo Nation hereby amends Title 21, Navajo Nation Code as follows:
16	
17	NAVAJO NATION CODE ANNOTATED
18	TITLE 21. PUBLIC UTILITIES AND COMMUNICATIONS
19	CHAPTER 1. NAVAJO TRIBAL UTILITY AUTHORITY
20	SUBCHAPTER 1. GENERALLY
21	
22	§ 7. Management Board; purpose; duties and powers
23	
24	* * * * * *
25	
26	B. Enumerated powers. Subject to Navajo Nation Council approval where required,
27	and applicable Navajo Nation and federal laws and regulations, and solely in
28	furtherance of the limited purposes set forth in 21 N.N.C. § 5, the management board
29	shall have the following powers:
30	

\* \* \* \* \* \*

12. To borrow funds. To borrow money, make and issue notes, obligations and bonds of the authority for any of its purposes and to secure payment thereof by pledge of, or lien on, all or any of its fixtures, personality, revenues, income or contracts. The total outstanding long-term debt of the authority at any one time shall not exceed two hundred million dollars (\$200,000,000) one billion five hundred million dollars (\$1,500,000,000).

### Section Four. Effective Date

The Act enacted herein shall be effective upon its approval pursuant to 2 N.N.C. §221.

#### Section Five. Codification

The provisions of this ordinance which amend or adopt new sections of the Navajo Nation Code shall be codified by the Office of Legislative Counsel. The Office of Legislative Counsel shall incorporate such amended provisions in the next codification of the Navajo Nation Code.

## Section Six. Saving Clause

Should any provisions of this ordinance be determined invalid by the Navajo Nation Supreme Court, or the District Courts of the Navajo Nation, without appeal to the Navajo Nation Supreme Court, those portions of this ordinance which are not determined invalid shall remain the law of the Navajo Nation.



#### MEMORANDUM

TO: Honorable Nathaniel Brown

Chilchinbeto, Dennehotso, Kayenta Chapters

Honorable Mark Freeland

Becenti, Lake Valley, Nahodishgish, Standing Rock, Whiterock, Huerfano,

Nageezi, Crownpoint Chapters

FROM:

Mariana Kahn, Attorney

Office of Legislative Counsel

DATE: June 28, 2019

SUBJECT: PROPOSED NAVAJO NATION COUNCIL RESOLUTION; AN ACT

RELATING TO LAW AND ORDER, RESOURCES AND DEVELOPMENT, BUDGET AND FINANCE, AND NAABIK'İYÁTI' COMMITTEES AND THE NAVAJO NATION COUNCIL, APPROVING AMENDMENTS TO 21 N.N.C. §7 (b) (12) INCREASING THE NAVAJO TRIBAL UTILITY AUTHORITY'S

**DEBT LIMIT** 

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.

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.