THE NAVAJO NATION LEGISLATIVE BRANCH INTERNET PUBLIC REVIEW PUBLICATION



LEGISLATION NO: _0058-23__ SPONSOR: <u>Danny Simpson</u>

TITLE: An Action Relating to the Budget and Finance, Resources and Development, and Naabik'íyáti' Committees, and the Navajo Nation Council; Approving \$3,879,180 from the Síhasin Fund for a New Navajo Nation Modular Office Building in Crownpoint; Approving the Related Expenditure Plan

Date posted: <u>April 05, 2023 at 10:20PM</u>

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.*

SUMMARY OF PROPOSED LEGISLATION

TrackingNo. 0058-23

Date: April 5, 2023

Re: AN ACTION RELATING TO THE BUDGET & FINANCE, RESOURCES & DEVELOPMENT, AND NAABIK'ÍYÁTI' COMMITTEES, AND THE NAVAJO NATION COUNCIL; APPROVING \$3,879,180 FROM THE SÍHASIN FUND FOR A NEW NAVAJO NATION MODULAR OFFICE BUILDING IN CROWNPOINT; APPROVING THE RELATED EXPENDITURE PLAN

Purpose of this Legislation:

to approve \$3,879,180 from the Sihasin Fund for a new two-story modular office building for the Crownpoint Land Office and other Navajo Nation programs in Eastern Agency; approving the related Expenditure Plan.

i	HOLD PERIOD: Budget & Finance Consting Time/Date:	nmittee
	Date: 04-10-23	Thence
	Action: 04-11-23 Resources & Development Con	L.
1	PROPOSED NAVAJO NATION COUNCIL RESOLUTION Naabik'íyáti' Con	Thence
2	25 th NAVAJO NATION COUNCIL - First Year, 2023	Thence
3	Introduced by: Navajo Nation	Council
4		
5	Van	
6	(Prime Sponsor)	
7		
8	Tracking No0058-23	
9		
10	AN ACTION	
11	RELATING TO THE BUDGET & FINANCE, RESOURCES	
12	& DEVELOPMENT, AND NAABIK'ÍYÁTI' COMMITTEES, AND THE	
13	NAVAJO NATION COUNCIL; APPROVING \$3,879,180 FROM THE SÍHASIN	:
14	FUND FOR A NEW NAVAJO NATION MODULAR OFFICE BUILDING IN	
15	CROWNPOINT; APPROVING THE RELATED EXPENDITURE PLAN	
16		
17	BE IT ENACTED:	
18		
19	SECTION ONE. AUTHORITY	
20 [.]	A. The Budget & Finance Committee is a standing committee of the Navajo Nation Council	i
21	with the responsibility to "review and recommend to the Navajo Nation Council the	
22	budgeting, appropriation, investment and management of all funds." 2 N.N.C. §301(B)(2).	
23	B. The Resources & Development Committee is a standing committee of the Navajo Nation	
24	Council with responsibility over the Division of Community Development. 2 N.N.C.	
25	§501(B)(2)(g).	
26	C. The Naabik'íyáti' Committee is a standing committee of the Navajo Nation Council that	
27	considers all proposed final actions by the Navajo Nation Council. 2 N.N.C. §164(A)(9).	
28	D. The Navajo Nation Council is the governing body of the Navajo Nation. 2 N.N.C. §102(A).	
29	As such, the Council may approve appropriations from the Navajo Nation's Síhasin Fund.	
30	E. 12 N.N.C. §2502, as amended by CJA-03-18, states the purpose of the Navajo Nation Síhasin	

Fund ("Síhasin 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; . . .
- B. For the Purpose in §2502(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 §2502(A)(1), shall be favored over direct funding in whole.
- F. The Síhasin Fund provides that "Fund Principal" shall consist of all deposits made to the Síhasin 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 §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 Division of Community Development, Capital Projects Management Department ("CPMD") has received a request from the Navajo Nation's Crownpoint Land Office for funding for a new modular building that will serve as an office facility for the Crownpoint Land Office and other Navajo Nation programs. **EXHIBIT A**.

C. 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

29

30

10 11

12 13

14 15

> 16 17

18

19 20

21

22 23.

24

25

26

27

28

29

30

- 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.
- D. The Sihasin funds approved herein shall be disbursed to the DCD/CPMD within twenty (20) business days following the effective date of this Action. Upon receipt of the approved funds, DCD/CPMD shall promptly implement the Expenditure Plan for the modular office building project approved herein.
- E. The approved Síhasin funds shall not be comingled with any other funds, and shall be used by strictly for the Expenditure Plan approved herein. DCD/CPMD shall be responsible for ensuring that all expenditures comply with the approved Expenditure Plan.
- F. The approved Síhasin funds shall not lapse at the end of any fiscal year, as might otherwise occur under 12 N.N.C. §820(N), so long as: (1) all Síhasin funds are accounted for as of September 30 of each fiscal year; and (2) any/all remaining Síhasin funds are budgeted in the next upcoming fiscal year for use on the same Expenditure Plan.
- G. Notwithstanding Section Three (F) above, any remaining amount of Síhasin funds not expended or encumbered by September 30, 2024 shall revert to the Síhasin Fund, unless determined otherwise prior to such reversion by the Naabik'íyáti' Committee.

SECTION FOUR. DIRECTIVE

CPMD shall submit written reports, and verbal reports if so requested, explaining the ongoing status of the Expenditure Plan approved herein and its expenditures of the \$3,879,180 in Síhasin funds. Said reports shall be provided to the Resources and Development, Budget and Finance Committee, and the Naabik'íyáti' Committee by the end of each Fiscal Year Quarter until the modular office building project is completed, or until all approved Síhasin funds are exhausted, or upon the September 30, 2024 reversion deadline in Section Three (G) herein.

SECTION FIVE. 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).

1	SECTION SIX. SAVING CLAUSE
2	If any part of this Action is invalidated by the Supreme Court of the Navajo Nation, or by any
3	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.

.