THE NAVAJO NATION LEGISLATIVE BRANCH INTERNET PUBLIC REVIEW PUBLICATION



LEGISLATION NO: _0198-22__ SPONSOR: Charlaine Tso

TITLE An Act Relating to the Resources and Development, Budget and Finance, and Naabik'íyáti' Committees, and to the Navajo Nation Council; Approving \$3,468,000 from the Síhasin Fund for a Multipurpose Building at the Aneth Chapter and Approving the Related Expenditure Plan

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SUMMARY OF PROPOSED LEGISLATION

Tracking No. 0198-22

Date: September 23, 2022

Re: AN ACT RELATING TO THE RESOURCES AND DEVELOPMENT, BUDGET AND FINANCE, AND NAABIK'ÍYÁTI' COMMITTEES, AND TO THE NAVAJO NATION COUNCIL; APPROVING \$3,468,000 FROM THE SÍHASIN FUND FOR A MULTIPURPOSE BUILDING AT THE ANETH CHAPTER AND APPROVING THE RELATED EXPENDITURE PLAN

Purpose of this Legislation:

to allocate \$3,468,000 from the Slíhasin Fund for a new multipurpose building at the Aneth Chapter and approve the related Expenditure Plan.

5-DAY BILL HO	DLD PERIOD: Resources & Development Co	
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1	PROPOSED NAVAJO NATION COUNCIL RESOLUTION Naabik'íyáti' Co	mmittee
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. 3	Navajo Nation Introduced by:	Council
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10	AN ACT	
11	RELATING TO THE RESOURCES AND DEVELOPMENT, BUDGET	
12	AND FINANCE, AND NAABIK'ÍYÁTI' COMMITTEES, AND TO	
13	THE NAVAJO NATION COUNCIL; APPROVING \$3,468,000 FROM THE	
14	SÍHASIN FUND FOR A MULTIPURPOSE BUILDING AT THE ANETH	
15	CHAPTER AND APPROVING THE RELATED EXPENDITURE PLAN	
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17	BE IT ENACTED:	
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19	SECTION ONE. AUTHORITY	
20	A. The Resources and Development Committee is a standing committee of the Navajo Nation	
21	Council with oversight authority over all 110 Navajo Nation Chapters, as well as community	
22	development matters. 2 N.N.C. §500(C) and 26 N.N.C. §102.	
23	B. The Budget and Finance Committee is a standing committee of the Navajo Nation Council	
24	with the responsibility to "review and recommend to the Navajo Nation Council the	
25	budgeting, appropriation, investment and management of all funds." 2 N.N.C. §301(B)(2).	
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	Specifically, 12 N.N.C. §2505(A) permits expenditures from the Síhasin Fund upon a 2/3	

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SECTION TWO. FINDINGS

29 30 A. In Resolution No. ACJUL-22-054, the Aneth Chapter requests Sihasin funds for a new multipurpose building for the Aneth Chapter ("MPB Project"). EXHIBIT A. The Chapter

approval vote of all members of the Navajo Nation Council.

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 Sihasin 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 Síhasin Fund 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).

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SECTION THREE. APPROVING \$3,468,000 FROM THE SÍHASIN FUND FOR A MULTIPURPOSE BUILDING AT THE ANETH CHAPTER AND

- A. Pursuant to 12 N.N.C. §2505(A), the Navajo Nation hereby approves \$3,468,000 from the Síhasin Fund for the Aneth Chapter's MPB Project and also approves the Expenditure Plan for the MPB Project as set forth in the attached EXHIBITS C, D, and E.
- B. The total amount of Síhasin funds approved in this Act may be further leveraged by bond or loan financing pursuant to the Navajo Nation Bond Financing Act (12 N.N.C. §1300 et seg., as amended), using Síhasin Fund earnings for repayment and financing costs, upon approval of the Budget and Finance Committee and upon a 2/3 approval vote of the full membership of the Navajo Nation Council.
- C. The Controller shall determine whether the source of the Síhasin funds approved in this Act will be Síhasin Fund Principal or Síhasin Fund Income, or a combination of both.
- D. The approved Síhasin funds shall be disbursed to the Navajo Nation Division of Community Development ("DCD") within thirty (30) calendar days after the effective date of this Act.
- E. At the option of the Aneth Chapter, DCD shall either: (1) arrange for the Chapter's use of the funds for the MPB Project, in accordance with DCD's usual procedures for releasing Sihasin funds to Chapters that are governance-certified under the Local Governance Act, at 26 N.N.C. §102; or (2) implement and administer the MPB Project through DCD's Capital

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- F. In accordance with 12 N.N.C. §820(N), the approved Síhasin funds for the MPB Project shall not lapse at the end of any fiscal year, so long as: (1) all Síhasin funds in the MPB Project account are accounted for as of September 30 of any fiscal year; and (2) the remaining Sihasin funds are budgeted in the next upcoming fiscal year for use on the same MPB Project. Notwithstanding the above, any Síhasin funds not spent or encumbered within thirty-six (36) months of the effective date of this Act shall revert to the Síhasin Fund Principal, unless otherwise approved prior to such reversion by both the Resources and Development Committee and the Naabik'íyáti' Committee.
- G. The Síhasin funds approved herein shall not be comingled with funds from any other sources, for the MPB Project or otherwise. Any and all savings or unused amounts of the approved Sihasin funds shall be returned to the Sihasin Fund Principal once the MPB Project for the Aneth Chapter is completed, or upon the reversion deadline in SECTION THREE (F) above.
- H. The Sihasin Fund may be reimbursed the amount of funds approved herein, from funds available to the Navajo Nation from any and all state, federal, or other sources.

SECTION FOUR. EFFECTIVE DATE

This Act shall become effective pursuant to 12 N.N.C. §2505(A) and 2 N.N.C. §221(B).

SECTION FIVE. SAVING CLAUSE

If any portion of this Act 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 Act shall be the law of the Navajo Nation.