

# THE NAVAJO NATION

JONATHAN NEZ | PRESIDENT MYRON LIZER | VICE PRESIDENT



## Memorandum

Date: April 20, 2020

To: Honorable Jonathan Nez, President  
Office of the President/Vice President.

Honorable Seth Damon, Speaker  
Navajo Nation Council

Honorable JoAnn Jayne, Chief Justice  
Judicial Branch

From:   
Pearline Kirk, Controller  
Office of the Controller

Subject: Controller's Report – Spring Session April 2020

I am pleased to present to you the following information related to the 2<sup>nd</sup> Quarter of Fiscal Year 2020.

### **I. Controller's Highlights for the 2nd Quarter for FY-2020:**

During the Second Quarter of the Fiscal Year 2020, the following events occurred:

- The Initial Fiscal Year 2021 General Fund revenue projection has been completed and sent out to the Three Branch Chiefs on March 31, 2020. The COVID-19 pandemic has cause unprecedented market volatility and oil prices decreases. The Fiscal Year 2021 revenue projection was reviewed extensively with key input from the Office of Navajo Tax Commission and the Minerals Department. The Net Total General Fund projected revenue available for recurring expenses is \$119,774,000 for Fiscal Year 2021. This figure does not include other funds available for the Fiscal Year 2021 General Fund budget such as the \$21,000,000 set aside from UUFB last year and the 10,958,583 of non-recurring amount from NGS extension lease retirement savings which is in the Permanent Fund Contingency. This figure also does not

include the Permanent Fund excess income available, which is \$25,477,000. These would total \$177,209,583 available for the FY 2021 General Fund Budget.

- Also concerning is the expected slot leases for the Gaming Development Fund. The Tribes which are leasing the slots are also having trouble because of the COVID-19 pandemic. They may not be able to pay the lease payment for the next quarter because their casinos have also shut down during this time.
- The Navajo Nation Gaming Enterprises is also experiencing difficulty because of their gaming facilities closure during this time. COVID-19 will affect our loan agreement with the Nation. The loan will be discussed and reviewed with the Investment Committee and Budget and Finance Committee in the coming weeks.
- The FY 2019 audit is underway. Moss Adams has been able to perform the audit work with the Nation providing data through secure portals. There have been no significant issues in the audit work and the auditors have been able to work on documents during this COVID-19 pandemic. The Nation may be able to request to delay submitting its Single Audit due to the COVID-19 pandemic, up to additional six months, if necessary. Nonetheless, we are staying on schedule despite limitations due to COVID-19 has on the Nation.
- The current unaudited un-appropriated balance in the Sihasin Fund is \$411,172,845 as of February 29, 2020. Please note that this balance was BEFORE the market downturn which happened in March 2020; the quarter ending March numbers are still being calculated so this balance will definitely change. The amounts that have been expensed and reserved, are the following:
  - Resolution CJA-12-16 Water/Wastewater Projects. The water projects are in the fifth year of projects in Fiscal Year 2020. The total dollar amount to be spent over 5 years will total \$180,175,924. The fifth year includes a Water Management Branch total of \$300,000, an NTUA portion of \$14,350,000 and SDS Projects of \$15,000,000 for a total of \$29,650,000 of funding in FY 2020. A total amount of \$100,909,618 has been expended, an amount of \$1,127,820 with a remaining budget balance of \$78,138,486.
  - CJY-39-16 Gaming C-Store. The total amount of \$10 million was approved for the C-Store at the Twin Arrows site. Of the total, \$2.5 million was direct funding for planning, development and construction of infrastructure necessary to support Twin Arrows Travel Center and ancillary developments. An amount of \$3.5 million was direct funding to the Navajo Nation Gaming Enterprise for the planning, development and construction of the Twin Arrows Travel Center facilities. An amount of \$4 million dollars was loan funding

from the Sihasin Fund to the Navajo Nation Gaming Enterprise for planning, development and construction of the Twin Arrows Travel Center facilities. The loan/grant agreement and initial funding happened in May 2018. Navajo Nation Gaming Enterprise broke ground on the Twins Arrows Travel Center on September 20, 2018. The final drawdown loan request has been made by the Gaming Enterprise and was sent to Navajo Nation Gaming Enterprise as the end of June 2019. The opening was expected to be March 2020 and more than likely change.

- CO-57-16 USDA Pasture, Rangeland. The initial insurance payments have been refunded back to the USDA Pasture, Rangeland to bring the committed balance back to the original amount of \$19,835,612. This amount is to guarantee annual Crop year insurance premiums for 6,984,343 acres, which shall only be drawn down from the Sihasin Fund if the PRF Insurance Program indemnity is insufficient to cover the insurance premium. The fund management plan was approved by resolution RDCAU-74-18. The funding source will be the indemnity after it refunds the Sihasin its portion of the initial payment. The new fund has been set up and a refund to the Sihasin will be issued shortly. CMY-54-18 extended the use of this until the end of the 2023 Crop Year.
- CN-57-16 CDFI Economic Development. CDFI received their first draw of \$10 million in the Second Quarter of Fiscal Year 2017. The second draw of \$10 million was released in May 2018 after certain required conditions were met with the first \$10 million. These were all in the form of grants. There has been no update this quarter on the summary of loans given from CDFI.
- CAP-39-18- Crownpoint Student Housing- An amount of \$14,300,000 has been reserved for the Crownpoint Student Housing. The funds will be released pursuant to a construction plan or other such schedule agreed to by the Office of the Controller and Navajo Technical University (NTU). Meetings for this funding have been ongoing with Office of Controller and Navajo Technical University. NTU shall return any and all cost-savings to the Sihasin Fund once the Crownpoint Student Housing project is fully constructed or with the approval of the Naabik'Il'ya'ti Committee.
- CAP-35-18 Powerline and Chapter Projects Expenditure Plan. An amount of \$76,681,820 has been entered in the FMIS as budget, an amount of \$22,577,496 has



been expensed and \$1,571,659 encumbered leaving a budget available balance of \$52,532,665 that still needs to be expensed. An amount of \$22,734,846 still needs to be budgeted within the authorization of this resolution for the projects. A total of \$99,416,667 is authorized to be utilized for these projects through Navajo Nation Council Resolution CAP-35-18. The resolution as further states that any individual powerline or waterline project funds that are not spent or encumbered within twenty-four (24) months of distribution to NTUA shall be returned to the Sihasin Fund. Additionally, any individual chapter or non-NTUA Powerline Project funds that are not spent or encumbered within twenty-four (24) months of distribution to CPMD or transferred to an LGA Certified Chapter shall be returned to the Sihasin Fund. The 24-month period begins once the budgets are set up within the FMIS. The timelines of the legislation are specific to the allocations each year. This was the topic of a memo issued by the Controllers' Office entitled "*Interpretation related to CAP-35-18*" which was dated May 13, 2019. There are a few legislations that are changing projects that had previously been approved under the original legislation.

- CMY-18-19 The Crownpoint Youth Center Fund Expenditure Plan. This resolution has been approved. The amount of \$2,500,000 has been reserved for this purpose. The entity will need to meet with the Office of Controller for mutual beneficial drawdown schedule of the project so that the Sihasin could still earn the maximum amount of interest from the principal within the fund.
- The Permanent Fund updates. The Permanent Fund is its fifth year of projects in the five-year plan. Funding for the projects will be coming from the audited FY 2019 Permanent Fund derived income. The projects amount total \$30,500,000 for the fifth year that have been authorized. The projects are as follows:
  - Water/Wastewater Projects. This is in its fourth year of projects. The total dollar amount approved over 5 years totals \$68,250,000. The fifth year includes a Water Management Branch total of \$19,250,000. There has been no setup for the fourth year or the fifth-year budgets as of this date.
  - Central Agency- An amount of \$6,250,000 will be funding this project in the fifth- year. No budget has been set up as of this date.
  - Wheatfields Agriculture Projects- an amount of \$2,000,000 will fund this project. No budgets have been set up within the FMIS as of this date.



- Northern Agency Agriculture Project- the amount approved for this project is \$1,500,000, No budgets have been set up within the FMIS as of this date.
  - Many Farms Agriculture Project- the amount approved for this project is \$1,500,000, No budgets have been set up within the FMIS as of this date.
  - The excess remaining from the 2019 Permanent Fund derived income will be utilized by the Navajo Nation General Fund in FY 2021. The leadership was notified by memo dated March 31, 2020 that the calculated amount of the derived income is \$25,477,000 available for use for the General Fund budget.
- The Permanent Fund Contingency Fund. In October 2016, CO-54-16 was passed which set up the Permanent Fund 5-year Contingency Fund. This fund was to maintain a reserve of dollars from the portion of excess amount from the Permanent Fund 5-year plan to General Fund for future use. The Fund Management Plan was passed in early October 2017 by the Budget and Finance Committee. Resolution CO-78-18 included a provision to add \$500,000 to this fund. As of February 29, 2020, there is a remaining unaudited amount of \$10,991,490 in this fund which also includes the non-recurring Retirement Savings from NGS Extension Lease.

**Controller’s Office Financial Information for the 2<sup>nd</sup> Quarter of FY 2020:**

1) **The Payroll section** has run 2,177 checks and processed 35,962 direct deposits with a gross wages amount of \$50,856,949 paid out in the Second Quarter of Fiscal Year 2020. Payroll continues to move away from costly payroll checks and move to direct deposits. Payroll has been continually processing despite the Navajo Nation Government shut-down.

	Direct Deposits	Checks	Gross Payments
Jan 2020	15,351	885	\$21,660,301
Feb 2020	10,266	614	\$14,665,106
Mar 2020	10,345	678	\$14,531,542
Total:	35,962	2,177	\$50,856,949

2) **The Accounts Payable section** has run 22,127 checks and ACH payments, with a net total dollar amount of \$93,442,548 paid out in the Second Quarter of Fiscal Year 2020. Accounts Payable has

been continually processing payments through the Navajo Nation shut-down. They coordinate and advise the Health Command Operations Center, COVID emergency related payments a priority.

	<u>Number of Checks &amp; ACH payments</u>	<u>Amount</u>
Jan 2020	8,123	\$ 25,897,761
Feb 2020	7,507	\$ 33,516,815
Mar 2020	6,497	\$ 34,027,972
Total:	22,127	\$ 93,442,548

**3) The General Fund Financial data is as follows:**

The unaudited gross General Fund Revenues (see Exhibit "A") as of March 31, 2020 is \$147,605,156, and the total set asides total \$42,968,928. The Net Revenue for the General Fund is \$104,636,228, which is 72.97% of the projection. The average price of barrel of oil for the quarter has been \$46.34, the lowest month being March 2020 with a price per barrel of \$30.45. (See below) This schedule shows the monthly revenue deposited into the Navajo Nation General Fund Revenues for oil. An amount of \$6,303,555 has been received in oil and gas revenues for the Second Quarter of the Fiscal Year.

The oil industry and oil pricing are volatile during these times between the Saudi Arabia and Russian price war and affects from COVID-19 pandemic. While OPEC address supply side since the price war, the oil prices are still unstable due to demand side.

<b>Oil and Gas Revenue</b>		
*Average		
Price of Oil		
	<u>Per Barrel</u>	<u>Monthly NN Revenue</u>
Jan 2020	\$57.50	\$ 2,527,672
Feb 2020	51.06	2,249,645
Mar 2020	30.45	1,526,238
	\$46.34	\$ 6,303,555

\*Source:www.onrr.gov

The other significant revenue source is the Tax Revenues for the General Fund. The following is a schedule compiling the collections by month of the Tax Revenues. Total collections for the Second Quarter were \$16,750,599.

**Tax Revenue**



	<u>Monthly NN Revenue</u>
Jan 2020	\$ 3,113,692
Feb 2020	6,067,460
Mar 2020	7,569,447
	\$ 16,750,599

The total unaudited expenditures by branch are shown on **Exhibit "B"**.

- The Legislative Branch has expenditures of \$7,286,562, encumbrances of \$1,113,869 with a remaining budget of \$11,322,420.
- The Executive Branch expenditures are \$75,138,546; encumbrances are \$12,947,082 with a remaining budget of \$95,520,341.
- The Judicial Branch expenditures are \$6,394,531; encumbrances of \$18,578 and remaining budget of \$8,879,286.
- Fixed Cost has expenditures of \$12,682,309, encumbrances are \$3,870,513 and a remaining budget of \$10,519,829.
- Total General Fund and Fixed Cost expenditures are \$101,501,949; total encumbrances are \$17,950,042 with an overall remaining budget of \$123,241,875.

With the General Fund Fund Balance, the updated Undesignated Unreserved Fund Balance (UUFB) as of April 9, 2020 is \$9,518,782 (see **Exhibit "C"**). any other pending resolution passed within past two Navajo Nation Special Session are still pending approval from the Navajo Nation President, if approved they will reduce the available amount in the UUFB. Within the Three Branch Chief agreement an amount of \$21,000,000 will be set aside as part of the FY 2020 comprehensive budget to address the impending FY 2021 projected General Fund Revenue decrease.

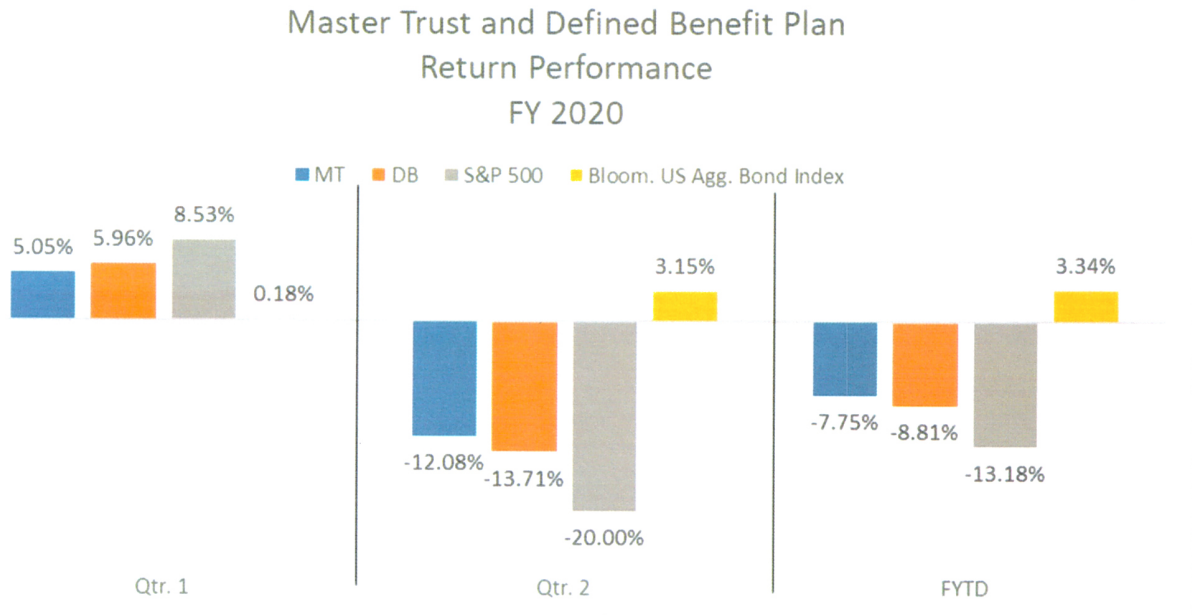
#### **4) Contract and Grant Information:**

Attached is a summary of the Active Federal Funds by Division (See **Exhibit "D"**). Unaudited Summary totals for the active federal report shows the revised budget to be \$749,515,755, actual expenses of \$303,723,120, encumbrances of \$75,892,606 and a remaining budget of \$369,900,029 as of February 29, 2020.

**Exhibit "E"** shows the Active State Funds Report by Division. Unaudited Summary totals for the active State report show the revised budget to be \$57,574,164, actual expenditures of \$9,241,868, encumbrances of \$9,023,192 and a remaining budget of \$39,309,104 as of February 29, 2020.

Exhibit "F" is the BIA-IHS Fund Report. Summary totals for the Active BIA-HIS report show the revised budget to be \$907,686,675, actual expenditures of \$533,290,008, encumbrances of \$35,647,067 and a remaining budget of \$338,749,599 as of February 29, 2020.

**5) Investment Information:**



**Master Trust**

As of March 31, 2020, the Master Trust ("MT") had a market value balance of approximately \$3.36 billion with a total return of -7.75 % FYTD; with a total return of -12.08 % for the 2<sup>nd</sup> quarter only.

**Defined Benefit Plan**

As of March 31, 2020, the Defined Benefit Plan ("DB") had a market value balance of approximately \$859 million with a total return of -8.81 % FYTD; with a total return of -13.71 % for the 2<sup>nd</sup> quarter only.

**Summary**

COVID-19 has significantly disrupted financial markets. During the 2<sup>nd</sup> quarter, equity markets took a significant dive during the second half of February. Since then there has been significant volatility. Self-distancing has impacted all sectors of the S&P 500 index. The most impact occurred within the Energy, Financials, Industrials, and Materials Sectors. The Federal Open Market Committee ("FOMC") conducted two rate cuts of 0.5% and 1.0% in the month of March. Fed Rates are virtually



0%. The FOMC is utilizing monetary policy to stabilize markets and encourage growth. Both the MT and DB Portfolio continue to outperform the broader market, meaning losses have not been as severe within their respective benchmarks.

If you should have any questions, you can contact me at tribal extension 6308.



THE NAVAJO NATION  
 General Fund Revenue Schedule  
 (Unaudited)  
 March 31, 2020

FY 2020

<b>GENERAL FUND REVENUE</b>	<b>Original Budget</b>	<b>Revised Budget</b>	<b>Actual Revenue Received</b>	<b>Revenue to be collected</b>	<b>% Revenue of Total</b>
TNN: ROYAL; GAS; OIL	\$ 27,886,000	\$ 27,886,000	\$ 12,537,662	\$ 15,348,338	44.96
TNN: COAL REVENUES	28,423,000	28,423,000	21,480,376	6,942,624	75.57
TNN:OTR MINERALS REV			42,485	(42,485)	
TNN: LAND REVENUES	64,445,000	64,445,000	50,309,164	14,135,836	78.07
TNN: BUSINESS FEES			44,350	(44,350)	
TNN: INTEREST INCOME	15,000,000	15,000,000	11,330,240	3,669,760	75.53
TNN: TAX REVENUES	58,117,000	58,117,000	42,626,280	15,490,720	73.35
COURT FINES + FEES	500,000	500,000	382,840	117,160	76.57
TNN: OTHER REVENUES	500,000	500,000	8,584,551	(8,084,551)	1716.91
BIA: ROYAL; GAS; OIL			226,074	(226,074)	
BIA: COAL REVENUES			0	(0)	
BIA:OTR MINERALS REV				-	
BIA: LAND REVENUES			41,135	(41,135)	
<b>TOTAL REVENUE</b>	<b>\$ 194,871,000</b>	<b>\$ 194,871,000</b>	<b>147,605,156</b>	<b>(1) \$ 47,265,844</b>	<b>75.75</b>
<b>LESS:SET ASIDES</b>					
CAPITAL OUTLAY MATCH	\$ (2,000,000)	\$ (2,000,000)	(2,000,000)	\$ -	100.00
LAND FUND TRANSFER	(3,897,000)	(3,897,000)	(2,952,103)	(944,897)	75.75
PERMANENT FUND TRNSF	(23,385,000)	(23,385,000)	(17,712,619)	(5,672,381)	75.74
WATER RIGHTS CLAIM FU	(2,000,000)	(2,000,000)	(2,000,000)	-	100.00
DINE' HIGHER EDUCATIO	(12,400,000)	(12,400,000)	(12,400,000)	-	100.00
VETERANS TRUST FUND S	(7,795,000)	(7,795,000)	(5,904,206)	(1,890,794)	75.74
<b>TOTAL SET ASIDE</b>	<b>\$ (51,477,000)</b>	<b>\$ (51,477,000)</b>	<b>\$ (42,968,928)</b>	<b>(2) \$ (8,508,072)</b>	<b>83.47</b>
<b>SUB TOTAL</b>	<b>\$ 143,394,000</b>	<b>\$ 143,394,000</b>	<b>\$ 104,636,228</b>	<b>(3) \$ 38,757,772</b>	<b>72.97</b>
<b>PERMANENT FUND INCOME TRANSFER</b>					
OTHER REVENUE TRANSFER	\$ 19,170,000	\$ 19,170,000	\$ 19,170,000	(4) \$ -	100.00
<b>TOTAL PFI TRANSFER</b>	<b>\$ 19,170,000</b>	<b>\$ 19,170,000</b>	<b>\$ 19,170,000</b>	<b>\$ -</b>	<b>100.00</b>
<b>NET PFI TRANSFER</b>	<b>\$ 19,170,000</b>	<b>\$ 19,170,000</b>	<b>\$ 19,170,000</b>	<b>\$ -</b>	<b>\$ 100</b>
<b>GRAND TOTAL</b>	<b>\$ 162,564,000</b>	<b>\$ 162,564,000</b>	<b>\$ 123,806,228</b>	<b>(5) \$ 38,757,772</b>	<b>76.16</b>

- (1) Gross General Fund Revenues
- (2) Total Set Asides for General Fund Revenue
- (3) Net General Fund Revenue
- (4) Permanent Fund Income allocation to General Fund
- (5) Grand total General Fund Revenues

**EXHIBIT "A"**





The Navajo Nation  
Budget Status\_Income Statement  
As of March 31, 2020

Branch / Object Account	Original Budget	Revised Budget	Actual Expenses	Encumbrances	Budget Available	% Available
<b>LEGISLATIVE BRANCH</b>						
2001 - Personnel Expenses	\$ 12,604,040	13,216,486	5,573,292		\$ 7,643,194	57.83
3000 - Travel Expenses	1,301,062	1,850,148	937,148	32,120	880,880	47.61
3500 - Meeting Expenses	195,757	174,840	42,777	-	132,063	75.53
4000 - Supplies	301,050	652,317	106,829	48,849	496,640	76.13
5000 - Lease & Rental	196,524	245,194	79,982	61,854	103,359	42.15
5500 - Communications & Utilities	132,047	119,226	36,563	565	82,098	68.86
6000 - Repairs & Maintenance	141,253	363,594	38,174	14,717	310,703	85.45
6500 - Contractual Services	1,404,122	2,492,349	270,524	898,747	1,323,079	53.09
7000 - Special Transactions	433,687	587,161	201,274	51,077	334,809	57.02
8000 - Assistance	-	-	-	-	-	-
9000 - Capital Outlay	124,291	21,536	-	5,940	15,596	72.42
9500 - Matching & Indirect Cost	-	-	-	-	-	-
<b>Total LEGISLATIVE BRANCH</b>	<b>\$ 16,833,833</b>	<b>\$ 19,722,851</b>	<b>\$ 7,286,562</b>	<b>(1a) \$ 1,113,869</b>	<b>(1b) \$ 11,322,420</b>	<b>(1c) 57.41</b>
<b>EXECUTIVE BRANCH</b>						
2001 - Personnel Expenses	\$ 88,287,472	90,786,993	38,588,141	-	\$ 52,198,851	57.50
3000 - Travel Expenses	9,370,029	9,294,286	3,757,835	7,165	5,529,286	59.49
3500 - Meeting Expenses	509,602	510,070	140,159	-	369,911	72.52
4000 - Supplies	4,417,188	8,968,511	1,747,489	870,685	6,350,337	70.81
5000 - Lease & Rental	1,210,135	1,782,949	468,862	117,193	1,196,894	67.13
5500 - Communications & Utilities	1,742,084	2,135,469	548,618	130,069	1,456,782	68.22
6000 - Repairs & Maintenance	1,843,554	4,827,903	916,100	384,561	3,527,242	73.06
6500 - Contractual Services	4,364,332	8,626,135	3,014,272	2,219,761	3,392,103	39.32
7000 - Special Transactions	2,825,072	4,574,781	1,323,116	183,674	3,067,991	67.06
8000 - Assistance	34,245,375	40,991,920	23,000,596	8,083,164	9,908,160	24.17
9000 - Capital Outlay	3,889,727	4,918,488	622,414	950,810	3,345,263	68.01
9300 - Other Income and Expense	-	-	-	-	-	-
9500 - Matching & Indirect Cost	-	3,188,465	1,010,944	-	2,177,521	68.29
<b>Total EXECUTIVE BRANCH</b>	<b>\$ 152,704,570</b>	<b>\$ 180,605,969</b>	<b>\$ 75,138,546</b>	<b>(2a) \$ 12,947,082</b>	<b>(2b) \$ 92,520,341</b>	<b>(2c) 51.23</b>
<b>JUDICIAL BRANCH</b>						
2001 - Personnel Expenses	\$ 13,942,037	13,945,327	5,968,122	-	\$ 7,977,205	57.20
3000 - Travel Expenses	434,215	528,537	155,898	-	372,639	70.50
3500 - Meeting Expenses	20,800	20,800	5,525	-	15,275	73.44
4000 - Supplies	271,564	338,768	114,953	17,078	206,736	61.03
5000 - Lease & Rental	15,881	21,484	12,844	-	8,640	40.22
5500 - Communications & Utilities	79,294	79,994	10,861	-	69,133	86.42
6000 - Repairs & Maintenance	39,817	56,563	7,815	-	48,748	86.18
6500 - Contractual Services	9,587	12,087	1,621	1,500	8,966	74.18
7000 - Special Transactions	261,562	288,835	116,892	-	171,943	59.53
8000 - Assistance	-	-	-	-	-	-
9000 - Capital Outlay	-	-	-	-	-	-
9300 - Other Income and Expense	-	-	-	-	-	-
<b>Total JUDICIAL BRANCH</b>	<b>\$ 15,074,757</b>	<b>\$ 15,292,395</b>	<b>\$ 6,394,531</b>	<b>(3a) \$ 18,578</b>	<b>(3b) \$ 8,879,286</b>	<b>(3c) 58.06</b>
<b>FIXED COST</b>						
2001 - Personnel Expenses	\$ -	-	-	-	\$ -	-
3000 - Travel Expenses	382,789	382,789	103,982	-	278,807	72.84
3500 - Meeting Expenses	-	-	-	-	-	-
4000 - Supplies	236,045	311,274	64,507	24,899	221,868	71.28
5000 - Lease & Rental	162,884	169,217	133,853	(182)	35,546	21.01
5500 - Communications & Utilities	5,969,951	6,441,769	2,911,447	108,383	3,421,938	53.12
6000 - Repairs & Maintenance	2,820,102	3,591,186	892,513	366,548	2,332,124	64.94
6500 - Contractual Services	2,735,050	5,959,690	1,167,298	3,187,893	1,604,499	26.92
7000 - Special Transactions	5,469,752	6,042,154	4,949,251	376	1,092,526	18.08
8000 - Assistance	-	-	636	-	(636)	-
9000 - Capital Outlay	69,168	374,572	32,083	182,596	159,893	42.69
9300 - Other Income and Expense	-	-	-	-	-	-
9500 - Matching & Indirect Cost	3,800,000	3,800,000	2,426,738	-	1,373,262	36.14
<b>Total FIXED COST</b>	<b>\$ 21,445,741</b>	<b>\$ 27,072,651</b>	<b>\$ 12,682,309</b>	<b>(4a) \$ 3,870,513</b>	<b>(4b) \$ 10,519,829</b>	<b>(4c) 38.86</b>
<b>GRAND TOTAL:</b>	<b>\$ 206,058,901</b>	<b>\$ 242,693,866</b>	<b>\$ 101,501,949</b>	<b>(5a) \$ 17,950,042</b>	<b>(5b) \$ 123,241,875</b>	<b>(5c) 50.78</b>

Footnotes:

Legislative Branch

- (1a) Legislative Expenses
- (1b) Legislative Encumbrances
- (1c) Legislative Budget Available

Fixed Cost

- (4a) Fixed Cost Expenses
- (4b) Fixed Cost Encumbrances
- (4c) Fixed Cost Budget Available

Executive Branch

- (2a) Executive Expenses
- (2b) Executive Encumbrances
- (2c) Executive Budget Available

Total General Fund and Fixed Cost

- (5a) General Fund and Fixed Cost Expenses
- (5b) General Fund and Fixed Cost Encumbrances
- (5c) General Fund and Fixed Cost Budget Available

Judicial Branch

- (3a) Judicial Expenses
- (3b) Judicial Encumbrances
- (3c) Judicial Budget Available



# Undesignated, Unreserved, Fund Balance (UUFB) April 9, 2020

09-30-19 UUFB balance (Un-Audited) \$ 16,960,422

**Less Supplementals:**

\* CO-32-19 - DALTCS 170,582

CD-53-19- Transmission Costs 1,900,694

CMA-06-20 NDOH 4,000,000

CMA-11-20 Chapter Emergency Funds 1,370,364

Total Supplementals 7,441,640

**UUFB -Unaudited 04/09/20** \$ 9,518,782

\* Line item veto of items



THE NAVAJO NATION  
Active(Non-PEC) Federal Fund Report (Unaudited)  
February 29, 2020

**FY 2020**  
**EXHIBIT "D"**

	<u>Revised Budget</u>	<u>Actual Expenses</u>	<u>Encumbrances</u>	<u>Budget Balance</u>
LEGISLATIVE BRANCH	-	-	-	-
JUDICIAL BRANCH	1,830,159	127,137	-	1,703,022
OFFICE OF ATTORNEY GENERAL	575,981	9,771	-	566,210
DIV. OF COMMUNITY DEVELOPMENT	6,649,405	4,455,037	1	2,194,367
DEPT OF DINE EDUCATION	49,365,927	19,796,645	1,526,753	28,042,529
DIV. OF ECONOMIC DEVELOPMENT	-	-	-	-
ENV. PROTECTION AGENCY	14,781,884	8,537,026	197,664	6,047,194
DIVISION OF GENERAL SERVICES	10,114,271	2,991,099	67,200	7,055,972
DEPARTMENT OF HEALTH	51,188,543	13,479,913	602,008	37,106,623
DIVISION OF HUMAN RESOURCES	46,909,382	28,483,108	1,029,007	17,397,267
DIVISION OF NATURAL RESOURCES	44,748,723	32,131,854	1,085,493	11,531,376
DIVISION OF PUBLIC SAFETY	24,198,477	17,028,947	1,113,581	6,055,949
DIVISION OF SOCIAL SERVICES	244,614,849	110,957,946	6,762,344	126,894,560
DIVISION OF TRANSPORTATION	254,538,154	65,724,638	63,508,556	125,304,960
<b>Total ALL DIVISIONS</b>	<b><u>749,515,755</u></b>	<b><u>303,723,120</u></b>	<b><u>75,892,606</u></b>	<b><u>369,900,029</u></b>





THE NAVAJO NATION  
 Active(Non-PEC) BIA-IHS Report (Unaudited)  
 February 29, 2020

**FY 2020**  
**EXHIBIT "F"**

**Active (Non-PEC) BIA-IHS**

	<u>Revised Budget</u>	<u>Actual Expenses</u>	<u>Encumbrances</u>	<u>Budget Balance</u>
DEPARTMENT OF HEALTH	230,894,136	117,487,385	1,480,549.00	111,926,201
DIVISION OF PUBLIC SAFETY	54,983,689	38,559,417.41	4,989.88	16,419,281
DIVISION OF SOCIAL SERVICES	7,145,144	3,401,719.87	50,557.87	3,692,866
<b>FED 638 CONTRACT (DHHS - IHS)</b>	<b>293,022,968</b>	<b>159,448,522</b>	<b>1,536,097</b>	<b>132,038,349</b>
JUDICIAL BRANCH	7,587,756	5,522,588.73	21,540.38	2,043,627
OFFICE OF ATTORNEY GENERAL	537,432	84,103.17	-	453,329
OFFICE OF MANAGEMENT & BUDGET	137,583,732	122,393,713.95	-	15,190,018
OFFICE OF THE CONTROLLER	-	-	-	-
DIV.OF COMMUNITY DEVELOPMENT	3,871,452	2,826,335.94	1,632.89	1,043,483
DEPT OF DINE EDUCATION	89,915,552	33,372,320.46	7,387,611.34	49,155,621
DIVISION OF HUMAN RESOURCES	6,366,812	3,008,085.70	14,433.98	3,344,292
DIVISION OF NATURAL RESOURCES	166,952,639	73,263,386.12	23,094,955.97	70,594,297
DIVISION OF PUBLIC SAFETY	158,367,908	100,989,187.29	514,594.64	56,864,126
DIVISION OF SOCIAL SERVICES	41,281,332	30,378,909.96	2,996,690.60	7,905,732
DIVISION OF TRANSPORTATION	2,199,092	2,002,854.52	79,510.71	116,726
<b>FED 638 CONTRACT (DOI - BIA)</b>	<b>614,663,707</b>	<b>373,841,486</b>	<b>34,110,971</b>	<b>206,711,251</b>
<b>Total ALL DIVISIONS</b>	<b>907,686,675</b>	<b>533,290,008</b>	<b>35,647,067</b>	<b>338,749,599</b>

**Master Trust and Retirement Performance**

FY 2020 Exhibit G

March 31, 2020

\*\*Unaudited\*\*

MASTER TRUST*																FUND TOTALS
	-100- General Fund	-115- Workers Comp	-120- Permanent Trust	-125- Handicapped Trust	-130- Senior Citizens Trust	-135- Vocational Education	-140- 1982 Chapter Claims Fund	-145- 1982 Scholarship	-155- Business Ind. Dev.	-160- 1986 Chapter Claims Fund	-165- Graduate Scholarship	-170- Tucson Gas & Electric Fund	-175- Veterans Fund	-180- Land Acquisition	-185- Sihasin Fund	
<b>Beginning Balance (10/1/19)</b>	<b>66,037,875</b>	<b>12,951,547</b>	<b>2,348,084,829</b>	<b>13,407,462</b>	<b>11,094,515</b>	<b>11,494,332</b>	<b>29,077,496</b>	<b>14,695,758</b>	<b>59</b>	<b>34,815,851</b>	<b>41,682,520</b>	<b>3,134,000</b>	<b>150,768,311</b>	<b>132,230,835</b>	<b>579,619,979</b>	<b>3,449,095,369</b>
Other Rec./Dist.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(31,971,180)	(31,971,180)
Interest	1,067,927	122,294	11,208,513	110,556	98,418	101,477	387,830	184,282	0.96	465,555	241,697	15,726	1,117,971	1,034,402	3,654,822	19,811,470
Dividends	106	33,447	12,734,469	41,091	28,438	29,520	31,367	18,854	-	37,950	155,330	13,289	497,624	419,846	2,958,106	16,999,437
Other Income	53,202	7	7,068,101	8	3	5	5	3	-	9	29.85	2.60	103	104	1,219,890	8,341,473
Net Change Accrued Inc.	(109,598)	(1,145)	(34,232)	(1,241)	(948)	(714)	(10,698)	(3,960)	(0.09)	(13,743)	714	(15)	(35,171)	(38,863)	(9,135)	(258,749)
Unrealized Gain/Loss	(398,164)	(1,397,159)	(330,819,010)	(1,769,273)	(1,405,336)	(1,352,276)	(1,279,918)	(791,367)	(0.26)	(1,500,952)	(7,217,486)	(558,438)	(22,757,688)	(18,950,744)	(71,251,210)	(461,449,020)
Realized Gain/Loss	621,455	670,714	113,427,288	1,021,640	826,048	839,758	832,986	536,040	0.66	1,033,555	4,454,475	313,178	13,339,029	9,802,750	17,788,524	165,507,441
Fees and Expenses	(15,956)	(6)	(593,553)	(16)	(11)	(12)	(5)	(1)	-	(9)	(63)	(5)	(224)	(109)	(95,675)	(705,644)
Amortization	(136,695)	(9,968)	(597,599)	(8,918)	(7,934)	(8,209)	(34,379)	(15,604)	(0.16)	(41,577)	(19,673)	(1,327)	(103,720)	(101,634)	(211,062)	(1,298,298)
<b>Total Investment Change</b>	<b>1,082,278</b>	<b>(581,815)</b>	<b>(187,606,022)</b>	<b>(606,153)</b>	<b>(461,321)</b>	<b>(390,450)</b>	<b>(72,812)</b>	<b>(71,754)</b>	<b>1.11</b>	<b>(19,212)</b>	<b>(2,384,976)</b>	<b>(217,588)</b>	<b>(7,942,077)</b>	<b>(7,834,248)</b>	<b>(45,945,741)</b>	<b>(253,051,890)</b>
<b>Ending Balance (3/31/20)</b>	<b>67,120,154</b>	<b>12,369,731</b>	<b>2,160,478,807</b>	<b>12,801,309</b>	<b>10,633,194</b>	<b>11,103,882</b>	<b>29,004,684</b>	<b>14,624,004</b>	<b>60</b>	<b>34,796,639</b>	<b>39,297,543</b>	<b>2,916,412</b>	<b>142,826,234</b>	<b>124,396,588</b>	<b>501,703,057</b>	<b>3,164,072,299</b>
Allocation (%)	2.12%	0.39%	68.28%	0.40%	0.34%	0.35%	0.92%	0.46%	0.00%	1.10%	1.24%	0.09%	4.51%	3.93%	15.86%	100.00%
FYTD Total Return	1.64%	-4.49%	-7.99%	-4.52%	-4.16%	-3.40%	-0.25%	-0.49%	1.87%	-0.06%	-5.72%	-6.94%	-5.27%	-5.92%	-7.93%	-7.34%

Gaming**																
<b>Beginning Balance (10/01/19)</b>			<b>140,156,113</b>	<b>1,168,550</b>	<b>1,003,003</b>	<b>1,167,524</b>	<b>3,348,428</b>	<b>1,510,539</b>		<b>4,344,576</b>	<b>3,151,974</b>	<b>175,042</b>	<b>4,983,771</b>	<b>35,035,141</b>		<b>196,044,660</b>
Interest			4,410,374	36,764	31,555	36,731	107,083	46,912		134,936	99,848	5,433	156,809	1,104,882		6,171,327
<b>Ending Balance (3/31/20)</b>			<b>137,676,387</b>	<b>1,147,880</b>	<b>985,262</b>	<b>1,146,872</b>	<b>3,288,220</b>	<b>1,484,162</b>		<b>4,268,708</b>	<b>3,095,834</b>	<b>171,987</b>	<b>4,895,606</b>	<b>34,413,923</b>		<b>192,574,842</b>
Allocation (%)			71.49%	0.60%	0.51%	0.60%	1.71%	0.77%		2.22%	1.61%	0.09%	2.54%	17.87%		100.00%

RETIREMENT							Aggregate Total as 3/31/20	3,361,498,288
Description	FY 2020						Aggregate Total (Includes Gaming)	
	Beginning Balance	10/31/2019	11/30/2019	12/31/2019	1/31/2020	2/29/2020		3/31/2020
UST Treasuries	178,311,176	180,028,971	183,700,153	187,534,936	188,691,520	179,494,662		
Common Stocks	563,750,209	583,422,871	603,977,613	594,169,916	549,972,985	473,858,320		
Corporate Bonds	86,546,694	83,105,066	82,815,816	84,844,612	86,917,422	78,832,855		
Other Secur. (Partnerships)								
Municipal Bonds	795,374	784,356	767,239	813,265	851,265	750,605		
Real Estate	97,535,445	97,535,445	97,535,445	107,475,660	105,475,660	105,725,660		
Cash & Cash Equivalents	25,901,606	28,962,205	24,862,321	21,622,394	23,767,842	18,656,619		
Interest Receivables	1,662,545	1,776,565.01	1,764,766	1,685,808	1,847,317	1,660,141		
<b>ACCOUNT BALANCE</b>	<b>941,965,959</b>	<b>954,503,049</b>	<b>975,615,479</b>	<b>995,423,353</b>	<b>998,146,590</b>	<b>957,524,009</b>	<b>858,978,862</b>	
FYTD Total Return***		1.33%	3.57%	5.68%	5.96%	1.65%	-8.81%	

\*Performance shown is Net of fees.

\*\*Gaming data separated from the Master Trust; Interest paid at Quarter End, pursuant to Gaming Refinance.

\*\*\*Simple Total Return ((Overall End. Bal. / Overall Bgn. Bal.) - 1); May vary due to calculation method and/or rounding of numbers