### Memorandum

Date: July 12, 2024

To: Honorable Dr. Buu Nygren, President

Office of the President/Vice President

Honorable Crystalyne Curley, Speaker

Navajo Nation Council

Honorable JoAnn Jayne, Chief Justice

**Judicial Branch** 

Sean McCabe, Controller
Office of the Controller From:

Subject: Controller's Report – Summer Session July 2024

The Navajo Nation Office of the Controller ("OOC") is pleased to present the following information related to the 3rd Quarter of Fiscal Year 2024.

### I. Controller's Highlights for the 3rd Quarter of FY2024:

### 1) American Rescue Plan Act ("ARPA") and CMY 28-24

The OOC was able to work with the Office of President and Vice-president ("OPVP") and the 25th Navajo Nation Council ("the Council"), as well as several Navajo Nation divisions, to reallocate the remaining ARPA funds. This collaboration reprioritized the remaining ARPA funds received by the Navajo Nation in 2021. Per the United States Treasury guidelines, State, Local, and Tribal governments can obligate ARPA funds to reimburse the Navajo Nation general fund for expenditures made during the pandemic (March 2021 – today) for "government services." After several months of leadership meetings and workshops, OOC calculated and found the expenditures to reimburse the general fund to be just approximately \$522 million. This allocation effectively removes ARPA deadlines and restrictions and is available to the Navajo Nation for its priorities. As of March 31, 2024, approximately \$1.266 billion remained in unspent ARPA funds. Passed and signed into law in June 2024, CMY 28-24 effectively prioritized and allocated the remaining amount.

Notable allocations in this legislation are as follows:

- Priorities effectively kept in existing projects to be carried out with ARPA funds as follows:
  - Veterans, CHID, and Navajo Land Commission housing initiatives
  - NTUA water and other infrastructure projects
  - Non-NTUA water infrastructure projects through the Division of Water Resources
  - Broadband projects
  - DALTCS capital purchases

The total of the above funded with existing ARPA allocations was approximately \$199 million.

- The legislation also kept encumbrances of approximately \$329 million, as of March 31, 2024, in place as initially allocated and to be spent using existing ARPA funds.
- CMY 28-24 recaptured and reallocated approximately \$738 million as follows:
  - Roughly \$138 million supplemental allocation to NTUA for wastewater treatment facilities.
  - o Approximately \$63 million in supplemental housing allocation.
  - \$15 million to fund ARPA-related personnel through December 2026
  - \$522 million to the revenue loss obligation described above.

We plan to conduct projects in the \$522 million revenue loss by leveraging those funds to keep them intact (and not spent) to borrow against so that those funds can grow and fund improvement projects for future generations. This plan is the first of its kind effort at the Navajo Nation.

### 2) Enterprise Resource Planning (ERP) System

OOC has procured the new Enterprise Resource Planning ("ERP") system. Further, OOC was happy to host the bid winner, Arctic I.T., a Native-owned Priority 2 company, to begin the initial due diligence process. The company will install a Microsoft cloud-based platform that will integrate with the current Microsoft 365 environment used in the Navajo Nation. Modules included in this first phase installation include accounting, human resource management, budget, and census.

This system will provide, but not be limited to, the following:

- 1. Much needed streamlining of current processes and the elimination of paperbased procedures.
- 2. Online real-time reporting capability that cuts the reliance on people in departments to provide information or check funds availability, etc.

- 3. Online, paperless, and streamlined human resource hiring and processing procedures.
- 4. Online budget processes and reporting.
- 5. A complete and comprehensive census database that ties to the overall system.
- 6. A more straightforward, modern financial and human resource processing method improving organizational morale.
- 7. A new chart of account structure that is more manageable and user-friendly for processing and reporting.
- 8. Improved travel and P-card reporting and accountability capabilities.
- 9. Enhanced transparency and internal controls to protect and report on Navajo Nation assets, cash inflows, and outflows.
- 10. Saving Navajo Nation money spent on employees performing obsolete tasks and money is being saved on unnecessary consultants used currently to support the old system. The savings potential is in the millions.

We expect the implementation to take anywhere from 12-18 months, but this process has officially started. We have not upgraded the current financial management systems in over 25 years.

### 3) 2023 Audit

OOC was able to issue the 2023 financial statement audit on time for the first time in several years. The audit was due on June 30, 2024, and issued on July 1, 2024, with a June 30, 2024, report date as June 30 was a Sunday this year. The report will be on the agenda at the June 30 Budget and Finance Committee meeting for approval to move it to NABI and then full Council approval. Details of the report will be available during the official presentation to the Budget and Finance and NABI committees and then to the full Council

### 4) 2025 Budget

OOC worked with the Office of Management and Budget and the Budget and Finance Committee to revise the Budget Instruction Manual ("BIM"). Most notably, this included budgeting expenditures at a level of detail ("LOD") 4 as opposed to 6 as in prior years. This budgeting process required a change in our current accounting system, which the OOC worked to do ahead of the budget process to allow the system to accommodate LOD 4 budgeting. OOC completed this, and it is now ready to use to enter budgets at LOD 4 but continue to spend at LOD 6. This new process will provide easier budgeting and reporting going forward.

### 5) Other highlights

- In anticipation of the ERP project mentioned above, OOC upgraded its internet capabilities to support the new software. With the enhanced internet capabilities, OOC upgraded its phone system to a Voice of Internet Protocol ("VOIP") system. The upgrade should save the Navajo Nation thousands in monthly phone payments and equipment charges, all by upgrading the internet capability.
- OOC collaborated with the Navajo Nation auditor KPMG to complete the first quarterly two-day training to transform our team into a well-trained, efficient, and effective division.
- We are in the 4th year of the Permanent Fund Interest authorized by CAP-31-21; the excess amount above \$40,000,000 is \$22,752,000 for Fiscal Year 2025.

### 6) Sihasin Fund May 2024

The unaudited un-appropriated balance in the Sihasin Fund is \$201,970,578 as of May 31, 2024.

As always, the Office of the Controller would like to thank the Office of the President and Vice President, the Budget and Finance Committee, and the 25th Navajo Nation Council for supporting our initiatives. The Controller would also like to thank the team at OOC for continuing to push toward improvement in our services.

### II. Controller's Office Financial Information for the 3rd Quarter of FY2024:

The Office of the Controller is an essential program and has remained open. It has processed payroll and accounts payable and reported on financial matters during this pandemic.

1) The Payroll section has run 2,797 checks and processed 28,735 direct deposits with a gross wage amount of \$39,687,818 paid out in the 3rd Quarter of Fiscal Year 2024. Payroll continues to move away from costly payroll checks and move to direct deposits.

	Direct Deposits	Checks	Gross Payments
Apr 2024	8,175	744	\$10,939,245
May 2024	12,306	1,158	\$17,061,032
June 2024	8,254	895	\$11,687,541
Total:	28,735	2,797	\$39,687,818

**2)** The Accounts Payable section has run 19,883 checks and ACH payments, with a net total of \$142,876,753 paid out in the 3rd Quarter of Fiscal Year 2024.

	Number of Checks 8	<u>x</u>
	ACH payments	<u>Amount</u>
Apr 2024	6,171	\$ 52,809,914
May 2024	8,443	\$ 42,137,770
June 2024	5,269	\$ 47,929,069
Total:	19,883	\$142,876,753

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

### Oil and Gas Revenue

	* <u>Average</u> <u>Price of</u> <u>Oil Per</u> <u>Barrel</u>	Monthly NN Revenue
Apr 2024	\$84.39	\$3,905,924
May 2024	\$78.62	\$2,496,664
June 2024	\$78.70	\$3,572,692
	\$80.57	\$9,975,280

<sup>\*</sup>Source:www.onrr.gov

The unaudited gross General Fund Recurring Revenues (see **Exhibit "A")** as of June 30, 2024, was \$236,747,813 and set aside totaled \$56,007,411. The Net Revenue for the General Fund was \$180,740,402, which is 112.11% of the projection. The average price per barrel of oil for the Quarter was \$80.57, the lowest month being May 2024, with a cost per barrel of \$78.62. This schedule shows the monthly oil and gas revenue recorded in the general fund of \$9,975,280 received in oil and gas revenues for the Third Quarter of the Fiscal Year.

The other significant revenue source is the Tax Revenues for the General Fund. The following is a schedule for compiling the collections by month of the tax revenues. Total collections for the Third Quarter were \$25,352,506.

### Tax Revenue

### Monthly Revenue

Apr 2024 \$ 2,880,238

May 2024 18,997,924

June 2024 3,474,344

\$ 25,352,506

**Exhibit** "B" shows the total unaudited expenditures by each branch. The summary information is as follows:

- The Legislative Branch spent \$12,195,121, encumbered \$1,524,340, with a remaining budget of \$9,601,768.
- The Executive Branch spent \$120,178,412, encumbered \$18,046,243, with a remaining budget of \$89,856,589.
- The Judicial Branch spent \$10,029,810, encumbered \$177,821, with a remaining budget of \$8,817,234.
- Fixed Cost spent \$25,640,693; encumbered \$4,965,969 with a remaining budget of \$6,153,086.
- Total General Fund and Fixed Cost expenditures were \$168,044,036, and total encumbrances were \$24,714,372, with an overall remaining budget of \$114,428,676.

The updated UUFB as of June 03, 2024, is \$167,525,064 (see **Exhibit "C"**). There have been seven UUFB allocations in Fiscal Year 2024, totaling \$20,635,220.

### 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 show the revised budget to be \$3,101,788,879, actual expenses of \$1,246,810,133, encumbrances of \$586,235,809, and a remaining budget of \$1,268,742,937, as of May 31, 2024.

**Exhibit "E"** shows the Active State Funds Report by Division. Unaudited Summary totals for the active State report show the revised budget to be \$130,572,254, actual expenditures of \$18,470,550, encumbrances of \$13,663,550, and a remaining budget of \$98,438,154 as of May 31, 2024.

**Exhibit "F"** is the BIA-IHS Fund Report. Summary totals for the Active BIA-IHS report show the revised budget to be \$1,388,549,468, actual expenditures of \$760,644,893, encumbrances of \$35,862,433, and a remaining budget of \$592,042,142 as of May 31, 2024.

### 5) Investment Information:

The investment results in the Third Quarter of Fiscal Year 2024 were flat, but there was volatility. The in-house investment portfolio has grown considerably due to the rising interest rates at the short end of the treasury yield curve.

Despite a neutral investment landscape, the domestic equity market shows a positive outlook. With inflation cooling in June's CPI report and the Federal Reserve considering a potential rate cut, we anticipate market growth. The third Quarter saw a markdown on Fixed Income pricing, leading to unrealized losses, but the absence of an official rate cut resulted in higher income generation. While there was a slight change to capital appreciation, the increased activity in earned income, with coupon payments due at the

end of the first half of the calendar year and earnings reports starting a dividend payout regimen, is a reassuring sign for market participation.

Artificial Intelligence was all the rave in the public markets. Anything A.I. or A.I. dependent received boosts from high demand. Microchips, processors, data centers, and electric vehicles benefited from this rave, which caused the technology sector to contribute more than 30% to the S&P markets, creating an imbalance.

The **Master Trust** has an ending Market Value of **\$4.56 Billion** as of June 30, 2024. The Master Trust had a **1.42**% MTD return and a 3rd QTD return of **1.13**% with an overall FYTD of **13.98**%. The Master Trust portfolio received \$39M in investment income in the 3rd Quarter through interest, dividends, and other income and \$12.4M in capital depreciation from unrealized gains and realized losses.

The **Retirement Plan** has an ending Market Value of **\$1.2 Billion** as of June 30, 2024. The Retirement Plan had a **1.19%** MTD return and a 3rd QTD of **0.68%**, with an overall FYTD of **13.39%**. On average, the retirement portfolio has paid \$4.9M in monthly benefit payments. The 3rd QTD received \$8.1M in investment income and capital appreciation of \$135K, which included unrealized losses and realized gains.

The **ARPA** portfolio at Northern Trust had an ending Market Value of **\$928 Million** as of June 30, 2024. The ARPA portfolio had a **0.41%** MTD return and a **1.20%** 3rd QTD with an overall FYTD of **3.84%**.

The **In-House** portfolio makes up the investments at Wells Fargo that OOC— Investment, General Accounting, and Cashier manage along with Wells Fargo's Vice President in Fixed Income trading. As of June 30, 2024, the In-House portfolio had a Principal Amount of **\$2.64 Billion**. The Grant fund contributes approximately 43%, 21.38% from the General Fund, and 17.17% from the ARPA account to the in-house portfolio. The In-House Portfolio has an average Annualized Yield of **524 basis points** and an average of **215-day tenor** investments.

The In-House portfolio includes a short-term fixed-income position and a money market fund. The principal amount of the short-term fixed-income position was \$2.4 billion, with an average Annualized Yield of **525 basis points**, and the Money Market Fund component had a total principal of **\$235 million**, with a 7-day average yield of **516 basis points**.

-END OF REPORT-



### THE NAVAJO NATION General Fund Revenue Schedule (Unaudited) June 30, 2024

### FY 2024 EXHIBIT "A"

					Ad	tual Revenue		Revenue to be	% R	evenue
GENERAL FUND REVENUE	Origina	l Budget		vised Budget		Received		collected	of	Total
TNN: ROYAL; GAS; OIL	\$ 30	0,692,000	\$	30,692,000	\$	27,962,991	\$	2,729,009		91.11
TNN: COAL REVENUES	37	7,328,000		37,328,000		20,093,308		17,234,692		53.83
TNN:OTR MINERALS REV						100,622		(100,622)		
TNN: LAND REVENUES	71	L,568,000		71,568,000		64,462,552		7,105,448		90.07
TNN: BUSINESS FEES						93,123		(93,123)		
TNN: INTEREST INCOME	17	7,700,000		17,700,000		63,572,325		(45,872,325)		359.17
TNN: TAX REVENUES	58	3,114,000		58,114,000		58,428,892		(314,892)		100.54
COURT FINES + FEES		400,000		400,000		302,293		97,707		75.57
TNN: OTHER REVENUES		800,000		800,000		1,131,988		(331,988)		141.50
BIA: ROYAL; GAS; OIL						455,518		(455,518)		
BIA: COAL REVENUES						478		(478)		
BIA:OTR MINERALS REV						-				
BIA: LAND REVENUES						143,725		(143,725)		
TOTAL REVENUE	\$ 216	5,602,000	\$	216,602,000		236,747,813	(1) \$	(20,145,813)		109.30
LESS:SET ASIDES										
CAPITAL OUTLAY MATCH	\$ (2	2,000,000)	\$	(2,000,000)	\$	(2,000,000)	\$	-		100.00
LAND FUND TRANSFER	(4	1,332,000)		(4,332,000)		(4,400,823)		68,823		101.59
PERMANENT FUND TRNSF	(25	5,992,000)		(25,992,000)		(26,404,941)		412,941		101.59
WATER RIGHTS CLAIM FU	(2	2,000,000)		(2,000,000)		(2,000,000)		-		100.00
DINE' HIGHER EDUCATIO	(12	2,400,000)		(12,400,000)		(12,400,000)		-		100.00
VETERANS TRUST FUND S	(8	3,664,000)		(8,664,000)		(8,801,647)		137,647		101.59
TOTAL SET ASIDE	\$ (55	5,388,000)	\$	(55,388,000)	\$	(56,007,411)	(2) \$	619,411		101.12
SUB TOTAL	\$ 161	1,214,000	\$	161,214,000	\$	180,740,402	(3) \$	(19,526,402)		112.11
PERMANENT FUND INCOME TRANSFER										
OTHER REVENUE TRANSFER	\$ 59	9,419,884	\$	59,419,884	\$	59,419,884	(4) \$	_		100.00
TOTAL PFI TRANSFER		9,419,884	\$	59,419,884	\$	59,419,884	\$			100.00
NET PFI TRANSFER		9,419,884	\$	59,419,884	\$	59,419,884	\$		\$	100.00
	<del>,</del> ,	,,,,,,,,,,	7	33,713,004	<del>,</del>	33,713,004	<u>,</u>		<del>,</del>	100
GRAND TOTAL	\$ 220	),633,884	\$	220,633,884	\$	240,160,286	(5) \$	(19,526,402)		108.85

<sup>(1)</sup> Gross General Fund Revenues

<sup>(2)</sup> Total Set Asides for General Fund Revenue

<sup>(3)</sup> Net General Fund Revenue

<sup>(4)</sup> Permanent Fund Income allocation to General Fund

<sup>(5)</sup> Grand total General Fund Revenues



## The Navajo Nation Budget Status\_Income Statement As of June 30, 2024

Branch / Object Account	Or	iginal Budget	R	evised Budget	Ac	tual Expenses		E	ncumbrances		Bu	ıdget Available		% Available
LEGISLATIVE BRANCH														
2001 - Personnel Expenses		14,287,691		14,504,520		8,453,416			-		\$	6,051,104		41.72
3000 - Travel Expenses		1,091,786		1,904,148		1,398,209			-			505,940		26.57
3500 - Meeting Expenses		170,379		411,958		56,997			-			354,961		86.16
4000 - Supplies		508,634		989,656		327,082			118,413			544,161		54.98
5000 - Lease & Rental		182,820		328,146		154,013			50,534			123,600		37.67
5500 - Communications & Utilities		207,151		231,240		105,330			630			125,280		54.18
6000 - Repairs & Maintenance		211,198		230,691		107,377			40,946			82,368		35.70
6500 - Contractual Services		2,395,959		3,539,507		927,990			1,159,708			1,451,808		41.02
7000 - Special Transactions		511,187		930,986		484,551			105,568			340,867		36.61
8000 - Assistance		-		-		-			-			-		
9000 - Capital Outlay		749,653		250,376		180,156			48,541			21,678		8.66
9500 - Matching & Indirect Cost						<u>-</u>								
Total LEGISLATIVE BRANCH	\$	20,316,458	\$	23,321,228	\$	12,195,121	(1a)	\$	1,524,340	(1b)	\$	9,601,768	(1c)	41.17
EXECUTIVE BRANCH		27 742 225		400 700 007		FT 004 00F						40.000.000		44.00
2001 - Personnel Expenses	\$	97,713,625		103,720,865		57,681,005			-		\$	46,039,860		44.39
3000 - Travel Expenses		10,504,674		10,683,471		6,774,106			24,265			3,885,101		36.37
3500 - Meeting Expenses		696,066		695,343		221,159			5,515			468,668		67.40
4000 - Supplies		11,104,474		12,063,567		5,539,331			1,495,535			5,028,700 512,067		41.69 39.40
5000 - Lease & Rental 5500 - Communications & Utilities		1,233,098		1,299,524 2,052,507		622,539 1,082,164			164,918 39,993			512,067 930,350		45.33
6000 - Repairs & Maintenance		1,865,065 8,857,389		2,052,507 9,414,673		2,302,744			1,590,694			930,350 5,521,235		45.33 58.64
6500 - Contractual Services		10,554,543		13,571,544		2,004,286			2,818,094			8,749,164		64.47
7000 - Special Transactions		3,858,838		6,465,801		3,566,470			549,956			2,349,375		36.34
8000 - Assistance		49,015,864		54,532,514		38,947,016			8,537,091			7,048,408		12.93
9000 - Capital Outlay		11,362,772		13,581,435		1,437,593			2,820,181			9,323,661		68.65
9300 - Other Income and Expense		11,002,772		10,001,400		1,407,000			2,020,101			0,020,001		00.00
9500 - Matching & Indirect Cost												_		
Total EXECUTIVE BRANCH	\$	206,766,408	\$	228.081.244	\$	120,178,412	(2a)	\$	18,046,243	(2b)	\$	89,856,589	(2c)	39.40
JUDICIAL BRANCH	Ť	200/100/100	Ť		Ť	120,170,112	(==)	Ť	10,010,210	(==)	Ť	20,000,000	(==)	
2001 - Personnel Expenses	\$	16,120,796		16,177,394		9,092,957					\$	7,084,437		43.79
3000 - Travel Expenses	•	711,514		922,899		333,155					•	589,744		63.90
3500 - Meeting Expenses		16,586		19,586		1,034						18,552		94.72
4000 - Supplies		633,636		798,757		226,152			101,994			470,612		58.92
5000 - Lease & Rental		20,700		35,965		14,942			20			21,003		58.40
5500 - Communications & Utilities		173,562		169,862		47,910						121,952		71.79
6000 - Repairs & Maintenance		91,064		157,022		34,079			10,730			112,214		71.46
6500 - Contractual Services		19,050		93,448		1,815			19,292			72,341		77.41
7000 - Special Transactions		400,388		610,732		257,814			29,425			323,492		52.97
8000 - Assistance				-								-		
9000 - Capital Outlay		-		39,200		19,952			16,360			2,887		7.37
9300 - Other Income and Expense												-		
Total JUDICIAL BRANCH	\$	18,187,296	\$	19,024,865	\$	10,029,810	(3a)	\$	177,821	(3b)	\$	8,817,234	(3c)	46.35
FIXED COST														
2001 - Personnel Expenses	\$	-		-		17					\$	(17)		
3000 - Travel Expenses		-		-		-			-			-		
3500 - Meeting Expenses						<u>-</u>						<del>-</del>		
4000 - Supplies				11,000		9,215						1,785		16.23
5000 - Lease & Rental		184,750		186,715		154,879			1,965			29,871		16.00
5500 - Communications & Utilities		7,180,464		7,200,803		5,479,212			77,804			1,643,787		22.83
6000 - Repairs & Maintenance		4,302,785		6,383,751		1,992,457			2,209,461			2,181,834		34.18
6500 - Contractual Services		3,042,478		5,047,636		1,629,207			2,598,486			819,943		16.24
7000 - Special Transactions		12,343,089		12,343,089		12,001,694			-			341,395		2.77
8000 - Assistance		E00.000		- F06 7F0		7.000			70 050			F01 404		0E 4F
9000 - Capital Outlay 9300 - Other Income and Expense		500,000		586,753		7,096			78,253			501,404		85.45
9500 - Other Income and Expense 9500 - Matching & Indirect Cost		5,000,000		5,000,000		- 4,366,917						633,083		0.00
Total FIXED COST	\$		\$	36,759,747	¢		(4a)	¢	4,965,969	(4b)	•	6,153,086	(40)	
TOWN INCO COOT		02,000,000	Ψ	30,/38,/4/	Ψ	25,640,693	( <del>+</del> a)	Ψ	<del>-</del> 7,∂00,508	(40)	Ψ	0,100,000	(4c)	16.74
GRAND TOTAL:	\$	277,823,728	\$	307,187,084	\$	168,044,036	<u>(5a)</u>	\$	24,714,372	( <u>5b)</u>	\$	114,428,676	<u>(5c)</u>	37.25
Footpotos		277,859,685	_	303,860,344	_	66,671,762		_	24,642,208			212,546,373		

### Footnotes:

### Legislative Branch

- (1a) Legislative Expenses
- (1b) Legislative Encumbrances
- (1c) Legislative Budget Available **Executive Branch** 
  - (2a) Executive Expenses
  - (2b) Executive Encumbrances
  - (2c) Executive Budget Available
- **Judicial Branch** 
  - (3a) Judicial Expenses
  - (3b) Judicial Encumbrances
  - (3c) Judicial Budget Available

### Fixed Cost

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



## Undesignated, Unreserved, Fund Balance (UUFB) June 3, 2024

09-30-22 UUFB balance (Audited)		\$	220,161,785
Less: Reserve CS-42-22, Section Two, J.		\$	(20,000,000)
Permanent Fund-CS-42-22, Section Two, G. 5.			21,237,970
Less Supplementals:			
CS-46-22 Oljato Senior Center	(89,480)		
CD-65-22 Legislative District Assistants Program	(244,749)		
CD-66-22 DODE-Chapter Library Internet Sites	(111,554)		
CJA-03-23 Chapters' Emergency Fund Accounts	(3,000,000)		
CAP-14-23 Summer Youth	(2,000,000)		
CAP-18-23 DSS-St. Michaels Assoc. for Spec. Education	(1,573,288)		
CMY-44-23 Emergency and Legislative	(2,099,797)		
CJN-48-23 OPVP, OOC, DALTC	(2,101,527)		
		•	(11,220,395)
CS-78-23 External Cash Match Account	(7,800,000)		
CJA-07-06 Minimum Fund Balance	(23,698,064)		
Anticipated closing entries FY 23	(12,500,000)	<u>.</u>	(43,998,064)
UUFB -Unaudited 11/08/23		\$	166,181,296
Less FY 24 Supplementals:			
CO-86-23 Lexington Hotel Homeless Shelter	(50,000)		
CO-87-23 Dine College and Navajo Technical University	(5,625,000)		
CJA-06-24 Excess Annual Leave Payout	(3,535,773)		
CJA-07-24 Tohatchi Area of Opp. And Services Inc.	(461,645)		
CJA-11-24 110 Chapters/Dept. of Emergency Management	(5,997,317)		
CMA-14-24 Elections	(965,485)		
CMY-27-24 Water Rights Litigation	(4,000,000)	•	(20,635,220)
2022 ALIDITED Conoral Fund Pougnius over owner different	(154 202 264)		
2022 AUDITED General Fund Revenues over expenditures*			
2022 AUDITED Fair Value Decrease in Investments* 2022 AUDITED Perm Fund Supplement*	159,170,147 38,008,900		42,885,686
	22,200,300		,555,556
10% Calculation Contingency			(20,906,698)
UUFB-Projected FY 2024		\$	167,525,064

<sup>\*</sup> For the purposes of projecting the 2024 UUFB, we used the 2022 AUDITED general fund amounts. We balanced that year's budget and we anticipate the same in the 2023 AUDITED numbers. There was a \$159 million decrease in the 2022 AUDITED FAIR VALUE OF INVESTMENTS that we added back in as it is a book entry only and did not affect the budget or expenditures.



### THE NAVAJO NATION Active Federal Fund Report (Unaudited) May 31, 2024

### FY 2024 EXHIBIT "D"

	Revised Budget	Actual Expenses	Encumbrances	Budget Balance
LEGISLATIVE BRANCH	1,564,182	202,629	6,703	1,354,850
JUDICIAL BRANCH	5,876,685	686,960	627,157	4,562,568
EXECUTIVE OFFICES (OP/VP)	102,352,735	13,702,560	21,526,137	67,124,038
OFFICE OF ATTORNEY GENERAL	28,557,339	4,827,513	3,259,318	20,470,508
OFFICE OF MANAGEMENT & BUDGET	1,561,060	282,239	7,676	1,271,145
OFFICE OF THE CONTROLLER	695,462,277	565,845,715	266,298	129,350,264
DIV. OF COMMUNITY DEVELOPMENT	592,558,510	103,810,309	266,325,379	222,422,822
DEPT OF DINE EDUCATION	52,983,498	26,261,786	1,388,360	25,333,352
DIV. OF ECONOMIC DEVELOPMENT	60,930,905	24,089,111	8,289,827	28,551,967
ENV. PROTECTION AGENCY	26,987,029	12,414,455	804,793	13,767,781
DIVISION OF GENERAL SERVICES	130,433,610	29,316,523	35,460,113	65,656,974
DEPARTMENT OF HEALTH	59,855,659	11,019,170	2,760,607	46,075,881
DIVISION OF HUMAN RESOURCES	70,943,442	27,418,034	770,008	42,755,400
DIVISION OF NATURAL RESOURCES	332,486,919	106,739,159	140,403,267	85,344,492
DIVISION OF PUBLIC SAFETY	74,473,635	31,281,299	17,333,792	25,858,544
DIVISION OF SOCIAL SERVICES	467,529,906	197,536,853	53,214,173	216,778,881
DIVISION OF TRANSPORTATION	397,231,488	91,375,819	33,792,200	272,063,470
Total ALL DIVISIONS	3,101,788,879	1,246,810,133	586,235,809	1,268,742,937



### THE NAVAJO NATION Active State Fund Report (Unaudited) May 31, 2024

# FY 2024 EXHIBIT "E"

	Revised Budget	Actual Expenses	Encumbrances	Budget Balance
LEGISLATIVE BRANCH	-	-	-	-
JUDICIAL BRANCH	2,000,000	-	-	2,000,000
EXECUTIVE OFFICES (OP/VP)	-	-	-	-
DIV. OF COMMUNITY DEVELOPMENT	66,802,970	5,961,545	9,419,622	51,421,803
DEPT OF DINE EDUCATION	6,709,701	1,369,978	538,843	4,800,880
DIV. OF ECONOMIC DEVELOPMENT	-	-	-	-
ENV. PROTECTION AGENCY	-	-	-	-
DIVISION OF GENERAL SERVICES	-	-	-	-
DEPARTMENT OF HEALTH	4,020,774	385,160	-	3,635,614
DIVISION OF HUMAN RESOURCES	-	-	-	-
DIVISION OF NATURAL RESOURCES	70,000	-	-	70,000
DIVISION OF PUBLIC SAFETY	-	-	-	-
DIVISION OF SOCIAL SERVICES	8,994,149	1,054,618	153,458	7,786,073
DIVISION OF TRANSPORTATION	41,974,661	9,699,249	3,551,628	28,723,784
Total ALL DIVISIONS	130,572,254	18,470,550	13,663,550	98,438,154



### THE NAVAJO NATION Active BIA-IHS Report (Unaudited) May 31, 2024

# FY 2024 EXHIBIT "F"

### **Active BIA-IHS**

_	Revised Budget	Actual Expenses	Encumbrances	Budget Balance
DIV.OF COMMUNITY DEVELOPMENT	-	-	-	-
DEPARTMENT OF HEALTH	480,076,301	239,509,963	4,515,303	236,051,035
DIVISION OF PUBLIC SAFETY	88,168,094	64,278,372	1,204,444	22,685,279
DIVISION OF SOCIAL SERVICES	10,328,380	6,635,934	46,516	3,645,930
FED 638 CONTRACT (DHHS - IHS)	578,572,776	310,424,269	5,766,263	262,382,243
·				
JUDICIAL BRANCH	16,439,427	12,128,987	80,323	4,230,117
OFFICE OF ATTORNEY GENERAL	1,086,958	1,007,950	330.72	78,677
OFFICE OF MANAGEMENT & BUDGET	92,689,535	84,467,586	-	8,221,949
OFFICE OF THE CONTROLLER	-	-	-	-
DIV.OF COMMUNITY DEVELOPMENT	19,639,179	4,417,838	61,441	15,159,899
DEPT OF DINE EDUCATION	119,222,150	54,018,201	7,020,050	58,183,899
DIVISION OF HUMAN RESOURCES	11,237,062	8,559,770	18,293	2,658,999
DIVISION OF NATURAL RESOURCES	213,046,358	87,280,948	14,014,039	111,751,370
DIVISION OF PUBLIC SAFETY	203,931,073	118,675,230	5,108,592	80,147,251
DIVISION OF SOCIAL SERVICES	132,684,951	79,664,113	3,793,102	49,227,736
DIVISION OF TRANSPORTATION	-	-	-	-
FED 638 CONTRACT (DOI - BIA)	809,976,693	450,220,624	30,096,170	329,659,899
Total ALL DIVISIONS	1,388,549,468	760,644,893	35,862,433	592,042,142

#### FY 2024 EXHIBIT "G"

### **Master Trust and Retirement Performance**

June 30, 2024 \*\*Unaudited\*\*

							MACTI	R TRUST *									
				-125-	-130-	-135-	-140-	-145-	-155-	-160-	-165-	-170-		-180-			
	-100- General Fund	-115- Workers Comp	-120- Permanent Trust	Handicapped Trust	Senior Citizens Trust	Vocational Education	1982 Chapter Claims Fund	1982 Scholarship Fund	Business Ind. Dev.	1986 Chapter Claims Fund	Graduate Scholarship Fund	Tucson Gas & Electric Fund	-175- Veterans Fund	Land Acquisition Fund	-185- Sihasin Fund	FUND TOTALS	
eginning Balance (10/01/23)	138,453,419	15,059,058	2,843,707,957	15,860,107	12,786,354	12,975,153	30,494,064	14,440,446	58.23	31,535,830	49,899,965	3,835,535	181,112,355	167,607,695	531,071,075	4,048,839,070	
ther Rec./Dist.	61,555,500	1	(61,555,261)	1	1	2	2	1	-	3	7	0	18	(45,999,975)	50	(45,999,650)	
Interest	5,871,410	316,381	37,875,461	330,249	259,384	266,414	558,487	356,952	1.58	623,305	825,370	63,592	3,006,435		6,536,548	58,531,534	
Dividends Other Income	42,525	87,473 21,639	26,595,487 11,773,784	95,452 23,102	78,841 18.046	75,432 18,818	177,712 44.019	56,193 13,987	-	144,563 46,785	383,481 96,656	29,727 7,348	1,186,247 262,088		5,360,097 1,971,778	35,657,727 14,664,338	
OID/Market Accretion Income	42,525 970.635	21,639	11,773,784	23,102	18,046	18,818 17,280	44,019 53.147	13,987	0.33	46,785 53,399	96,656 41.521	7,348 3.591	262,088 276,679	323,765 145,094	1,971,778	3,499,559	
Net Change Accrued	273.293	9.616	1.033.508	9.750	6.624	5.877	15.006	6.805	0.01	19.327	26.322	2.036	88.201	83.834	196.521	1.776.720	
Unrealized Gain/Loss	5,841,548	1,428,103	259,415,147	1,487,820	1,230,014	1,285,088	2,847,754	1,098,055	2.01	2,927,823	5,550,740	406,073	18,064,390		54,803,632	376,574,815	
Realized Gain/Loss	(2,707,958)	126,666	60,291,032	155,573	175,539	181,182	307,130	(33,178)	(0.84)	349,499	1,317,080	99,840	3,037,135		10,923,979	78,498,896	
Fees and Expenses	(9,532)	(1,814)	(636,950)	(1,952)	(1,515)	(1,581)	(3,666)	(1,189)	-	(3,898)	(8,063)	(614)	(22,356)	(=-,,	(133,801)	(854,000)	
Amortization tal Investment Change	(259,030) 10,022,891	(13,753) 1,995,433	(1,309,934) 396,484,334	(14,287) 2,107,229	(11,075) 1,772,565	(11,429) 1,837,081	(30,095) 3,969,493	(17,589) 1,509,359	(0.13) 2.96	(33,304) 4,127,498	(28,488) 8,204,618	(2,216) 609,378	(160,024) 25,738,794	) (85,785) 27,932,413	(315,052) 79,746,441	(2,292,060) 566,057,530	
ding Balance (06/30/24)	210,031,809	17,054,491	3,178,637,030	17,967,337	14,558,920	14,812,236	34.463.560	15.949.806	61.19	35,663,331	58,104,590	4,444,913	206.851.167	149,540,133	610,817,566	4.568.896.950	
ocation (%)	4.60%	0.37%	69.57%	0.39%	0.32%	0.32%	0.75%	0.35%	0.00%	0.78%	1.27%	0.10%	4.53%	3.27%	13.37%	100.00%	
ITD Total Return	0.79%	1.50%	1.42%	1.45%	1.96%	1.54%	1.45%	1.19%	0.72%	1.53%	1.83%	1.68%	1.55%	1.51%	1.50%	1.42%	
TD Total Return TD Total Return	0.74% 7.24%	1.20% 13.25%	1.13% 13.94%	1.15% 13.29%	3.24% 13.86%	1.21% 14.16%	1.10% 13.02%	0.73% 10.45%	0.56% 5.08%	1.07% 13.09%	1.60% 16.44%	1.47% 15.89%	1.23% 14.21%		1.26% 15.02%	1.13% 13.98%	
	RETIREMENT															,	
	FY 2024 Beginning																
Description Description	Balance	10/31/2023 1,086,563,305	11/30/2023 1,059,455,485	12/31/2023 1,123,768,634	1st Quarter 1.086,563,305	1/31/2024 1,166,224,345	2/29/2024 1,160,645,024	3/31/2024 1,182,272,982	2nd Quarter 1,166,224,345	4/30/2024 1,206,356,137	5/31/2024 1,167,079,860	6/30/2024 1,193,718,811	3rd Quarter 1,206,356,137	7/31/2024	8/31/2024	9/30/2024	4th Quarter
		. ,000,000,000	1,000,400,400	., 125,700,034	1,000,000,000	1,100,224,343	1,100,040,024	1,102,212,202	1,100,224,343	1,200,330,137	1,101,013,000	1,133,710,011	1,200,330,137				
ash Flow Total Receipts		5,833,357	5,888,196	4,351,784	16,073,336	5,983,080	5,090,833	5,085,988	16,159,901	5,303,148	5,776,417	6,220,010	17,299,576	-	-	-	
Miscellaneous Cash Receipts Participant Contributions	s	-	1,349	35,715	37,064	12,338	20.150	1,857	14,195 20,150	-	-	- 1	-				
Sponsor Contributions		1,958,543	3,028,490	2,061,547	7.048.581	2,063,626	2,405,761	2,103,702	6,573,090	2,050,269	2,151,667	3,149,666	7,351,602				1
Interportfolio Transfers In		3,862,439	2,847,588	2,229,640	8,939,667	3,898,168	2,659,845	2,965,798	9,523,811	3,245,579	3,601,305	3,068,449	9,915,334				- 1
Security Receipts		-		-	-			-	4.0	-	-	-					
Benefit Payment Redeposits		12,375	10,768	24,882	48,025	8,948	5,077	14,630	28,656	7,300	23,445	1,895	32,640				-
Total Disbursements Miscellaneous Cash Disburse	ement	(8,704,259)	(7,827,155) (93,304)	(7,266,146) (27,132)	<b>(23,797,559)</b> (120,436)	(9,439,894) (617,691)	(8,080,105) (260,729)	(8,345,818) (358,664)	(25,865,816) (1,237,084)	(8,925,225) (683,900)	(8,859,958) (40,635)	(8,013,596) (40,635)	(25,798,779) (765,171)	-	-	-	
Miscellaneous Cash Disburse Interportfolio Transfers Out	ement	(3,862,439)	(2,847,588)	(2,229,640)	(8,939,667)	(3,898,168)	(2,659,845)	(2,965,798)	(9,523,811)	(3,245,579)	(3.601.305)	(3,068,449)	(9,915,334)				
Benefit Payments/Beneficiary Security Deliveries	y Payments	(4,841,820)	(4,886,263)	(5,009,374)	(14,737,456)	(4,924,036)	(5,159,531)	(5,021,355)	(15,104,921)	(4,995,746)	(5,218,018)	(4,904,511)	(15,118,275)	<u>,                                    </u>			-
Net Cash Flow		(2,870,902)	(1,938,959)	(2,914,362)	(7,724,223)	(3,456,814)	(2,989,272)	(3,259,829)	(9,705,915)	(3,622,077)	(3,083,541)	(1,793,586)	(8,499,204)	-	•	•	-
come Change																	
Income Received		2,428,380	3,269,576	4,627,249	10,325,206	3,889,358	1,802,762	2,819,382	8,511,501	3,758,973	1,951,127	3,035,458	8,745,558		-	-	-
Expenses Paid		(277,859)	(8,275)	(10,295)	(296,429) 75,196,522	(268,358)	(9,111)	(7,193)	(284,662)	(256,874)	(6,478)	(5,775)	(269,128) (8,564,083)	)			-
Unrealized Gain/(Loss) Change Realized Gain/(Loss)	le	(25,461,978) (3,328,993)	62,168,375 2,447,777	38,490,124 2,926,157	2,044,941	(4,528,973) (1,891,728)	20,217,220 2,644,537	18,823,790 5,717,012	34,512,038 6,469,822	(40,084,796) 1,447,848	26,229,314 1,631,428	5,291,399 5,619,525	(8,564,083) 8,698,800	<sup>)</sup>			1
Accrued Income Change		2,403,532	(1,625,345)	(663,163)	115,023	704.266	(38,179)	(10,007)	656,081	(519,351)	(82,898)	245,240	(357,009)	) ·			
Return of Capital		-	- (-,,,,	-	,	(27,072)	(,)	-	(27,072)	(0.0,00.)	(==,===)	- 10,2.1	-				-
Total Income Change		(24,236,919)	66,252,108	45,370,073	87,385,263	(2,122,506)	24,617,230	27,342,984	49,837,707	(35,654,200)	29,722,492	14,185,847	8,254,139	-	-	-	-
nding Market Value		1,059,455,485	1,123,768,634	1,166,224,345	1,166,224,345	1,160,645,024	1,182,272,982	1,206,356,137	1,206,356,137	1,167,079,860	1,193,718,811	1,206,111,072	1,206,111,072				
ITD Return		-2.23%	6.25%	4.04%		-0.18%	2.12%	2.31%		-2.96%	2.55%	1.19%					
TD Return YTD Return		-2.23% -2.23%	3.87% 3.87%	8.04% 8.04%	8.04%	-0.18% 7.85%	1.93% 10.11%	4.27% 12.63%	4.27%	-2.96% 9.35%	-0.49% 12.08%	0.68% 13.39%	0.68%				
	ARPA																
	FY 2024 Beginning Balance													_			
Description pening Market Value		10/31/2023 992,886,586	11/30/2023 969,297,681	12/31/2023 974,281,394	1st Quarter 992,886,586	1/31/2024 976,049,155	2/29/2024 964,043,352	3/31/2024 952,280,170	2nd Quarter 976,049,155	4/30/2024 956,514,578	5/31/2024 920,206,332	6/30/2024 924,224,506	3rd Quarter 956,514,578	7/31/2024	8/31/2024	9/30/2024	4th Quarter
Cash Flow																	
Total Receipts		-	-	-	-	-	-	-	-	-	-	-	-		-	-	-
Miscellaneous Cash Receipts	S		-				-	-			-	-			-		
Total Disbursements	omont	(28,000,000) (28,000,000)	-	(4,000,000) (4,000,000)	(32,000,000) (32,000,000)	(16,000,000) (16,000,000)	(15,000,000) (15,000,000)	-	(31,000,000)	(40,000,000) (40,000,000)	-		(40,000,000) (40,000,000)	-	-	-	
Miscellaneous Cash Disburse Net Cash Flow	ement	(28,000,000)	-	(4,000,000)	(32,000,000)	(16,000,000)	(15,000,000)	-	(31,000,000) (31,000,000)	(40,000,000)	-		(40,000,000)	-	-	-	-
ome Change																	
Income Received		1,102,749	239,255	1,379,288	2,721,292	1,723,913	1,070,537	789,161	3,583,611	1,827,983	512,160	1,836,458	4,176,601				-
Expenses Paid		3.024.451	1.854.476	4.633.347	9.512.274	- 654.988	1.385.047	1.148.200	3.188.235	(495.982)	403,464	(520.361)	(612.880)				
Unrealized Gain/(Loss) Change Realized Gain/(Loss)	ie	3,024,451 526,714	1,854,476 2.084.862	4,633,347	9,512,274 2,599,035	654,988 2,187,579	1,385,047 381.275	1,148,200 1.878.384	3,188,235 4.447,238	(495,982) 2.641.479	403,464 2.360,694	(520,361)	(612,880) 8.182.599	,			
Accrued Income Change		(242,818)	805,120	(232,333)	329,969	(572,284)	399,960	418,662	246,338	(281,726)	741,857	(723,781)	(263,650)	)			
Total Income Change		4,411,096	4,983,712	5,767,762	15,162,570	3,994,196	3,236,819	4,234,407	11,465,422	3,691,754	4,018,174	3,772,742	11,482,670	-	•	÷	-
		969,297,681	974,281,394	976,049,155	976,049,155	964,043,352	952,280,170	956,514,578	956,514,578	920,206,332	924,224,506	927,997,248	927,997,248				
nding Market Value																	
		0.44%	0.51%	0.59%		0.41%	0.34%	0.44%		0.39%	0.44%	0.41%					
Ending Market Value  MTD Return  EVID Return  EVID Return		0.44% 0.44% 0.44%	0.51% 0.95% 0.95%	0.59% 1.53% 1.53%	1.53%	0.41% 0.41% 1.93%	0.34% 0.74% 2.26%	0.44% 1.17% 2.68%	1.17%	0.39% 0.39% 3.05%	0.44% 0.81% 3.46%	0.41% 1.20% 3.84%	1.20%	,			