

**RESOLUTION OF THE
WHITE MOUNTAIN APACHE TRIBE OF THE
FORT APACHE INDIAN RESERVATION**

WHEREAS, the Indian Health Service Sanitary Deficiency System (SDS) rankings are designed to annually assess Tribal water, wastewater treatment and solid waste management needs or deficiencies; and

WHEREAS, FY 1998 rankings for Reservation water, wastewater and solid waste project needs yielded three (3) projects which reached the Indian Health Service national scoring level for which the Tribe must now decide whether it will match IHS contributions allowing IHS to secure funding; and


WHEREAS, the ranking projects and needed Tribal contributions are as follows: 1) Hondah Homesites Sewer Project (Tribal contribution \$590,000), 2) Whiteriver Plumbing Project (Tribal contribution \$70,000), and 3) Reservation-wide trash dump closures (Tribal contributions \$70,000); and

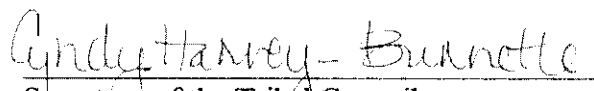
WHEREAS, Tribal contribution for the Hondah Homesites Sewer Project ties directly to the broader proposal to construct a Hondah-McNary Regional Wastewater System and is an integral part of being able to fund the complete system.

BE IT RESOLVED by the Tribal Council of the White Mountain Apache Tribe that it approves the Tribal contributions in the amounts shown for each respective project and directs that this determination be forwarded to the Indian Health Service for initiation of project documents; and

BE IT FURTHER RESOLVED by the Tribal Council that it approves Financing Alternative 2 for the Hondah-McNary Regional Wastewater System and directs the Tribal Environmental Planner/Engineer to prepare an application to Rural Development/Rural Utilities Service for funding in the amount of \$1,943,000 grant and \$1,943,000 low-interest loan.

The foregoing resolution was on May 6, 1999, duly adopted by a vote of FIVE for, ZERO against and ONE abstention by the Tribal Council of the White Mountain Apache Tribe, pursuant to authority vested in it by Article IV, Section 1 (a), (b), (c), (d), (e), (f), (g), (h), (i), (j), (k), (l), (m), (n), (o), (p), (q), (r), (s), (t) and (u) of the Constitution of the Tribe, ratified by the Tribe on September 30, 1993, and approved by the Secretary of the Interior on November 12, 1993, pursuant to Section 16 of the Act of June 18, 1934 (48 Stat. 984).


Chairman of the Tribal Council


Secretary of the Tribal Council

HONDAH-MCNARY REGIONAL WASTEWATER SYSTEM
Financing Alternatives
May 1999

Project	Estimated cost	Funds available	Funding shortfall	Financing Alternative 1	Financing Alternative 2
	A	B	C	D	E
Hondah Homesites (HH) conventional sewer system (HH A and future B and C developments). Construct in 2000-2001.	\$ 3,000,000	\$ 590,000 (1)	\$ 2,410,000	\$ 1,205,000 RD loan \$ 1,205,000 RD grant (2)	\$ 1,205,000 RD loan \$ 1,205,000 RD grant (2)
Casino sewer/pump station. Construct in 2000-2001.	\$ 843,000	----	\$ 843,000	\$ 421,500 Tribe/Casino (50%) \$ 210,750 RD loan \$ 210,750 RD grant	\$ 210,750 Tribe/Casino (25%) \$ 316,125 RD loan \$ 316,125 RD grant
Wastewater treatment lagoons (350,000 gallons per day, to serve present plus 50% growth). Construct in 2001-2002.	\$ 1,125,000	----	\$ 1,125,000	\$ 562,500 Tribe/Casino (50%) \$ 281,250 RD loan \$ 281,250 RD grant	\$ 281,250 Tribe/Casino (25%) \$ 421,875 RD loan \$ 421,875 RD grant
McNary lagoon abandonment and pump station/sewer to new lagoon system. Construct 2001-2002.	\$ 155,000	----	\$ 155,000	Funding from IHS/SDS	Funding from IHS/SDS
Summation of costs (without McNary)	\$ 4,968,000	\$ 590,000	\$ 4,378,000	\$ 984,000 Tribe/Casino 1,697,000 RD loan 1,697,000 RD grant 590,000 IHS/SDS \$ 4,968,000 total	\$ 492,000 Tribe/Casino 1,943,000 RD loan 1,943,000 RD grant 590,000 IHS/SDS \$ 4,968,000 total

(1) IHS 1998 Sanitary Deficiency System (SDS), presently being offered

(2) RD is USDA Rural Development/Rural Utility Service; loan terms are 4.75% over the project life of 40-years

Note: Contributions from BIA, ADOT, school district and other users of the regional wastewater system will be sought, but dollar contribution assumed to be minor