1	AMENDMENTS RELATED TO MONIES
2	DERIVED FROM NAVAJO NATION
3	RESERVATION LANDS IN UTAH
4	2008 GENERAL SESSION
5	STATE OF UTAH
6	Chief Sponsor: David Clark
7	Senate Sponsor: Curtis S. Bramble
8	1
9	LONG TITLE
10	General Description:
11	This bill modifies provisions related to the repealed Navajo Trust Fund and the Navajo
12	Revitalization Fund Act to provide for a transition until Congress designates a new
13	recipient of Utah Navajo royalties.
14	Highlighted Provisions:
15	This bill:
16	 addresses definitions;
17	 modifies the structure of the revitalization fund board;
18	 modifies a matching requirement related to powers and activities of the board;
19	 provides for a transition process until Congress designates a new recipient of Utah
20	Navajo royalties, including imposing one or more obligations on the governor, state
21	auditor, state treasurer, and divisions of the Department of Administrative Services;
22	 clarifies the revitalization fund's exemption from legislative approval for a capital
23	development project; and
24	 makes technical and conforming amendments.
25	Monies Appropriated in this Bill:
26	None

27 Other Special Clauses:

28	This bill provides an immediate effective date.
29	This bill provides revisor instructions.
30	This bill coordinates with H.B. 63, Recodification of Title 63 State Affairs in General,
31	providing technical renumbering.
32	Utah Code Sections Affected:
33	AMENDS:
34	9-11-102, as last amended by Laws of Utah 2004, Chapter 18
35	9-11-105, as last amended by Laws of Utah 1998, Chapter 48
36	9-11-107, as last amended by Laws of Utah 2007, Chapter 104
37	63A-5-104, as last amended by Laws of Utah 2007, Chapter 12
38	ENACTS:
39	63-88a-101 , Utah Code Annotated 1953
40	63-88a-102 , Utah Code Annotated 1953
41	63-88a-103, Utah Code Annotated 1953
42	63-88a-104 , Utah Code Annotated 1953
43	
44	Be it enacted by the Legislature of the state of Utah:
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44	
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44 45 46	Section 1. Section 9-11-102 is amended to read: 9-11-102. Definitions.
44 45 46 47	Section 1. Section 9-11-102 is amended to read:9-11-102. Definitions.As used in this chapter:
44 45 46 47 48	 Section 1. Section 9-11-102 is amended to read: 9-11-102. Definitions. As used in this chapter: (1) "Board" means the Navajo Revitalization Fund Board.
44 45 46 47 48 49	 Section 1. Section 9-11-102 is amended to read: 9-11-102. Definitions. As used in this chapter: (1) "Board" means the Navajo Revitalization Fund Board. (2) "Capital [projects" means expenditures] project" means an expenditure for land,
44 45 46 47 48 49 50	 Section 1. Section 9-11-102 is amended to read: 9-11-102. Definitions. As used in this chapter: (1) "Board" means the Navajo Revitalization Fund Board. (2) "Capital [projects" means expenditures] project" means an expenditure for land, improvements on the land, [and] or equipment intended to have long-term beneficial use.
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 44 45 46 47 48 49 50 51 52 53 54 	 Section 1. Section 9-11-102 is amended to read: 9-11-102. Definitions. As used in this chapter: "Board" means the Navajo Revitalization Fund Board. "Capital [projects" means expenditures] project" means an expenditure for land, improvements on the land, [and] or equipment intended to have long-term beneficial use. "Division" means the Division of Housing and Community Development. "Eligible [entities"] entity" means: the Navajo Nation; a department or division of the Navajo Nation;
 44 45 46 47 48 49 50 51 52 53 54 55 	 Section 1. Section 9-11-102 is amended to read: 9-11-102. Definitions. As used in this chapter: (1) "Board" means the Navajo Revitalization Fund Board. (2) "Capital [projects" means expenditures] project" means an expenditure for land, improvements on the land, [and] or equipment intended to have long-term beneficial use. (3) "Division" means the Division of Housing and Community Development. (4) "Eligible [entities"] entity" means: (a) the Navajo Nation; (b) a department or division of the Navajo Nation; (c) a Utah Navajo Chapter[- as defined in Section 63-88-101];
 44 45 46 47 48 49 50 51 52 53 54 55 56 	 Section 1. Section 9-11-102 is amended to read: 9-11-102. Definitions. As used in this chapter: "Board" means the Navajo Revitalization Fund Board. "Capital [projects" means expenditures] project" means an expenditure for land, improvements on the land, [and] or equipment intended to have long-term beneficial use. "Division" means the Division of Housing and Community Development. "Eligible [entities"] entity" means: the Navajo Nation; a department or division of the Navajo Nation; a Utah Navajo Chapter[, as defined in Section 63-88-101]; the Navajo Utah Commission;

59	or]
60	[(g)] <u>(f)</u> a nonprofit corporation.
61	(5) "Navajo Utah Commission" means the commission created by Resolution
62	IGRJN-134-92 of the Intergovernmental Relations Committee of the Navajo Nation Council.
63	(6) "Revitalization fund" [or "fund"] means the Navajo Revitalization Fund.
64	(7) "Utah Navajo Chapter" means any of the following chapters of the Navajo Nation:
65	(a) Aneth Chapter:
66	(b) Dennehotso Chapter;
67	(c) Mexican Water Chapter:
68	(d) Navajo Mountain Chapter;
69	(e) Oljato Chapter;
70	(f) Red Mesa Chapter; and
71	(g) Teec Nos Pos Chapter.
72	Section 2. Section 9-11-105 is amended to read:
73	9-11-105. Navajo Revitalization Fund Board.
74	(1) There is created within the division the Navajo Revitalization Board composed of
75	five members as follows:
76	(a) the governor or the governor's designee;
77	(b) the two members of the San Juan County commission whose districts include
78	portions of the Navajo Reservation;
79	(c) the chair of the Navajo Utah Commission or a member of the commission
80	designated by the chair of the Navajo Utah Commission; and
81	(d) (i) ending June 30, 2008, the chair of the Utah Dineh Committee, as created in
82	Section 63-88-107, or a member of the committee designated by the chair[-]; and
83	(ii) beginning July 1, 2008, a president of a Utah Navajo Chapter or an individual
84	designated by the president under an annual rotation system of Utah Navajo Chapters as
85	follows:
86	(A) the president of a Utah Navajo Chapter shall serve for one year;
87	(B) the Utah Navajo Chapter is rotated in alphabetical order as provided in Subsection
88	9-11-102(7), except that the rotation will begin on July 1, 2008 with the Dennehotso Chapter;
89	(C) if the president of a Utah Navajo Chapter under Subsection (1)(d)(ii)(B) is the

90	same individual as the individual listed in Subsection (1)(c):
91	(I) that Utah Navajo Chapter is skipped as part of that rotation; and
92	(II) the president of the next Utah Navajo Chapter in the alphabetical rotation shall
93	serve on the board.
94	(2) The [terms] term of office for [the members] a member of the board [shall run]
95	described in Subsections (1)(a) through (c) runs concurrently with the [terms] term of office for
96	the governor, county [commissioners,] commissioner, or member of the Navajo Utah
97	Commission[, and member of the Utah Dineh Committee].
98	(3) (a) The governor, or the governor's designee, [shall be] is the chair of the board
99	[and the].
100	(b) The chair [is responsible to] shall call necessary meetings.
101	(4) (a) (i) [Members who are not government employees] A member who is not a
102	government employee of the state or local government [shall receive no] may not receive
103	compensation or benefits for [their] the member's services, but may receive per diem and
104	expenses incurred in the performance of the member's official duties at the rates established by
105	the Division of Finance under Sections 63A-3-106 and 63A-3-107.
106	(ii) [Members] A member who is not a government employee of the state or local
107	government may decline to receive per diem and expenses for [their] the member's service.
108	(b) (i) [State] A state government officer [and] or employee [members] member who
109	[do] does not receive salary, per diem, or expenses from [their] the member's agency for [their]
110	the member's service may receive per diem and expenses incurred in the performance of [their]
111	the member's official duties from the board at the rates established by the Division of Finance
112	under Sections 63A-3-106 and 63A-3-107.
113	(ii) [State] A state government officer [and] or employee [members] member may
114	decline to receive per diem and expenses for [their] the member's service.
115	(c) (i) [Local] A local government [members] member who [do] does not receive
116	salary, per diem, or expenses from the entity that [they represent for their] the member
117	represents for the member's service may receive per diem and expenses incurred in the
118	performance of [their] the member's official duties at the rates established by the Division of
119	Finance under Sections 63A-3-106 and 63A-3-107.
120	(ii) [Local] <u>A local</u> government [members] member may decline to receive per diem

121	and expenses for [their] the member's service.
122	(d) The per diem and expenses permitted under this Subsection (4) may be included as
123	costs of administration of the revitalization fund.
124	(5) Four board members are a quorum.
125	(6) [Any board decisions related to monies in or disbursed from the fund requires the]
126	An affirmative vote of each member of the board present at a meeting when a quorum is
127	present is required for a board decision related to monies in or disbursed from the revitalization
128	<u>fund</u> .
129	Section 3. Section 9-11-107 is amended to read:
130	9-11-107. Revitalization fund administered by board Eligibility for assistance
131	Review by board Restrictions on loans and grants Division to distribute monies.
132	(1) (a) If an eligible entity wishes to receive a loan or grant from the board, the eligible
133	entity shall [apply to] file an application with the board[. The application shall contain] that
134	contains the information required by the board.
135	(b) The board shall review [each] an application for a loan or grant filed under
136	Subsection (1)(a) before approving the loan or grant.
137	(c) The board may approve <u>a</u> loan or grant [applications] application subject to the
138	applicant's compliance with [certain] the one or more conditions established by the board.
139	(2) In determining whether an eligible entity may receive a loan or grant, the board
140	shall give priority to:
141	(a) <u>a</u> capital [projects and] project or infrastructure, including:
142	(i) electrical power[,]:
143	(ii) water[,]: and [other]
144	(iii) a one time need [projects] project;
145	(b) <u>a</u> housing [projects that consist] project that consists of:
146	(i) the purchase of new housing;
147	(ii) the construction of new housing; or
148	(iii) a significant remodeling of existing housing; or
149	(c) <u>a</u> matching educational [endowments] endowment that:
150	(i) [promote] promotes economic development within the Utah portion of the Navajo

151 Reservation;

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- 152 (ii) [promote] promotes the preservation of Navajo culture, history, and language; or 153 (iii) [support] supports a postsecondary educational [opportunities] opportunity for a 154 Navajo [students] student enrolled in [courses or programs] a course or program taught within 155 the Utah portion of the Navajo Reservation. 156 (3) A loan or grant issued under this chapter may not fund: 157 (a) a start-up or operational [costs] cost of a private business [ventures] venture; 158 (b) a general operating [budgets] budget of [the] an eligible [entities] entity; or 159 (c) a project [or program] that will operate or be located outside of the Navajo 160 Reservation in San Juan County, Utah, except for an educational [endowments] endowment 161 approved by the board under Subsection (2)(c). 162 (4) (a) The board may not approve a loan unless the loan: 163 (i) specifies the terms for repayment; and 164 (ii) is secured by proceeds from a general obligation, special assessment, or revenue 165 bond, note, or other obligation. 166 (b) [Any] The division shall deposit a loan repayment or interest on a loan issued under 167 this chapter [shall be deposited] into the revitalization fund. 168 (5) The board [may not approve] shall give a priority to a loan or grant [unless] if the 169 loan or grant [provides for] includes matching monies or in-kind services from: 170 (a) the Navajo Nation; 171 [(b) the Navajo Trust Fund;] 172 [(c)] (b) San Juan County; 173 $\left[\frac{d}{d}\right]$ (c) the state; 174 $\left[\frac{(e)}{2}\right]$ (d) the federal government; 175 [(f)] (e) a Utah Navajo Chapter[, as defined in Section 63-88-101]; or 176 $\left[\frac{g}{g}\right]$ (f) other private or public organization. 177 (6) The division shall distribute loan and grant monies: 178 (a) if the loan or grant is approved by the board; 179 (b) in accordance with the instructions of the board, except that the board may not 180 instruct that monies be distributed in a manner: 181 (i) inconsistent with this chapter; or
- 182 (ii) in violation of [rules and procedures] <u>a rule or procedure</u> of the department; and

183	(c) in the case of a loan, in accordance with Section 63A-3-205.
184	Section 4. Section 63-88a-101 is enacted to read:
185	CHAPTER 88a. TRANSITION FOR REPEALED NAVAJO TRUST FUND ACT
186	<u>63-88a-101.</u> Title.
187	This chapter is known as the "Transition for Repealed Navajo Trust Fund Act."
188	Section 5. Section 63-88a-102 is enacted to read:
189	<u>63-88a-102.</u> Definitions.
190	As used in this chapter:
191	(1) "Liability or obligation" includes only an action specifically approved by the
192	majority of the repealed board of trustees in a meeting of the repealed board of trustees.
193	(2) "Related assets and liabilities" means the assets, liabilities, and obligations of the
194	repealed Navajo Trust Fund as of June 30, 2008.
195	(3) "Repealed board of trustees" means the board of trustees appointed under Title 63,
196	Chapter 88, Navajo Trust Fund, repealed under Title 63, Chapter 55, Legislative Oversight and
197	Sunset Act.
198	(4) "Repealed Dineh Committee" means the Dineh Committee established under Title
199	63, Chapter 88, Navajo Trust Fund, repealed under Title 63, Chapter 55, Legislative Oversight
200	and Sunset Act.
201	(5) "Repealed Navajo Trust Fund" means the Navajo Trust Fund established under
202	Title 63, Chapter 88, Navajo Trust Fund, repealed under Title 63, Chapter 55, Legislative
203	Oversight and Sunset Act.
204	(6) "Repealed trust administrator" means the trust administrator appointed under Title
205	63, Chapter 88, Navajo Trust Fund, repealed under Title 63, Chapter 55, Legislative Oversight
206	and Sunset Act.
207	(7) "Utah Navajo royalties" means the revenues received by the state that represent the
208	37-1/2% of the net oil royalties from the Aneth Extension of the Navajo Indian Reservation
209	required by P.L. 72-403, 47 Stat. 1418, and P.L. 90-306, 82 Stat. 121, to be paid to the state.
210	Section 6. Section 63-88a-103 is enacted to read:
211	<u>63-88a-103.</u> Purpose statement.
212	It is the purpose of this chapter to provide for a transitional process until congressional
213	action designates a new recipient of the Utah Navajo royalties.

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214	Section 7. Section 63-88a-104 is enacted to read:
215	63-88a-104. Utah Navajo royalties and related issues.
216	(1) (a) Notwithstanding Title 63, Chapter 88, Navajo Trust Fund and except as
217	provided in Subsection (7), the following are subject to this Subsection (1):
218	(i) the repealed board of trustees;
219	(ii) the repealed trust administrator;
220	(iii) an employee or agent of the repealed Navajo Trust Fund; or
221	(iv) the repealed Dineh Committee.
222	(b) The repealed board of trustees may not:
223	(i) beginning on the effective date of this bill, take an action that imposes or may
224	impose a liability or obligation described in Subsection (1)(d) that is:
225	(A) anticipated to be completed on or after January 1, 2009; or
226	(B) equal to or greater than \$100,000;
227	(ii) on or after May 5, 2008, take an action that imposes or may impose a liability or
228	obligation described in Subsection (1)(d).
229	(c) On or after the effective date of this bill a person described in Subsections (1)(a)(ii)
230	through (iv) may not take an action that imposes or may impose a liability or obligation
231	described in Subsection (1)(d).
232	(d) Subsection (1)(b) applies to a liability or obligation on:
233	(i) the repealed Navajo Trust Fund;
234	(ii) the Navajo Revitalization Fund created under Title 9, Chapter 11, Navajo
235	Revitalization Fund Act:
236	(iii) the state; or
237	(iv) any of the following related to an entity described in this Subsection (1)(d)(iv):
238	(A) a department;
239	(B) a division;
240	(C) an office:
241	(D) a committee;
242	(E) a board;
243	(F) an officer;
244	(G) an employee; or

245	(H) a similar agency or individual.
246	(2) The Division of Finance shall:
247	(a) establish a fund by no later than July 1, 2008:
248	(i) to hold:
249	(A) the monies in the repealed Navajo Trust Fund as of June 30, 2008;
250	(B) Utah Navajo royalties received by the state on or after July 1, 2008;
251	(C) revenues from investments made by the state treasurer of the monies in the fund
252	established under this Subsection (2)(a); and
253	(D) monies owed to the repealed Navajo Trust Fund, including monies received by the
254	repealed trust administrator or repealed Dineh Committee from an agreement executed by:
255	(I) the repealed board of trustees;
256	(II) the repealed trust administrator; or
257	(III) the repealed Dineh Committee; and
258	(ii) from which monies may not be transferred or expended, except:
259	(A) as provided in Subsection (7); or
260	(B) as authorized by congressional action to designate a new recipient of the Utah
261	Navajo royalties; and
262	(b) by no later than July 1, 2008, transfer to the fund created under Subsection (2)(a) in
263	a manner consistent with this section the related assets and liabilities of the repealed Navajo
264	Trust Fund, including the transfer of monies in the repealed Navajo Trust Fund.
265	(3) The state treasurer shall invest monies in the fund created in Subsection (2)(a) in
266	accordance with Title 51, Chapter 7, State Money Management Act.
267	(4) (a) By no later than May 5, 2008 the repealed board of trustees shall:
268	(i) adopt a list of all liabilities or obligations of the repealed trust fund that are not
269	satisfied by May 5, 2008;
270	(ii) adopt a list of all individuals who at the time of adoption meet the requirements of
271	Subsection (7)(b); and
272	(iii) provide a copy of the lists described in Subsection (4)(a)(i) and (ii) to:
273	(A) the state auditor; and
274	(B) the Department of Administrative Services.
275	(b) The state auditor, in addition to completing its Fiscal Year 2007-2008 audit of the

276	repealed Navajo Trust Fund, shall:
277	(i) conduct an inventory of the related assets and liabilities of the repealed Navajo
278	Trust Fund to be completed by no later than June 30, 2008; and
279	(ii) provide a written copy of the inventory to the governor and the Legislature by no
280	later than July 30, 2008.
281	(5) The governor shall ensure that the reporting requirements under P.L. 90-306, 82
282	<u>Stat. 121, are met.</u>
283	(6) The Department of Administrative Services, in cooperation with the Department of
284	Human Resources, may assist employees of the repealed Navajo Trust Fund as of June 30,
285	2008, in accordance with Title 67, Chapter 19, Utah State Personnel Management Act.
286	(7) With the fund created under Subsection (2) and the fixed assets of the repealed
287	Navajo Trust Fund, the Department of Administrative Services shall:
288	(a) fulfill the liabilities and obligations of the repealed Navajo Trust Fund as of June
289	<u>30, 2008;</u>
290	(b) fulfill the obligations of the repealed Navajo Trust Fund as of June 30, 2008 related
291	to monies granted to an individual enrolled member of the Navajo Nation who:
292	(i) resides in San Juan County;
293	(ii) as of June 30, 2008, has received monies from the repealed Navajo Trust Fund for
294	postsecondary education;
295	(iii) is enrolled in postsecondary education for the equivalent of at least two semesters
296	each year; and
297	(iv) meets the eligibility requirements adopted by the repealed board of trustees as of
298	the effective date of this bill;
299	(c) through the Division of Facilities Construction and Management, reasonably
300	maintain the fixed assets of the repealed Navajo Trust Fund, to the extent that a lessee of a
301	fixed asset is not required by a lease to maintain a fixed asset; and
302	(d) through the Division of Facilities Construction and Management, take those steps
303	necessary to secure the purchase:
304	(i) of the following that is owned by the repealed Navajo Trust Fund as of May 5,
305	<u>2008:</u>
306	(A) the government service building; or

307	(B) another fixed asset of the repealed Navajo Trust Fund, if the sale of the fixed asset
308	is consistent with the obligations of the state with regard to the Utah Navajo royalties; and
309	(ii) (A) in an arms length manner; and
310	(B) so that fair market compensation is paid to the repealed Navajo Trust Fund.
311	(8) Unless expressly prohibited by this chapter, the state may take any action with
312	regard to the assets held by the state under this chapter that is consistent with the obligations of
313	the state related to the Utah Navajo royalties.
314	Section 8. Section 63A-5-104 is amended to read:
315	63A-5-104. Capital development and capital improvement process Approval
316	requirements Limitations on new projects Emergencies.
317	(1) As used in this section:
318	(a) "Capital developments" means [any] <u>a</u> :
319	(i) remodeling, site, or utility [projects] project with a total cost of \$2,500,000 or more;
320	(ii) new facility with a construction cost of \$500,000 or more; or
321	(iii) purchase of real property where an appropriation is requested to fund the purchase.
322	(b) "Capital improvements" means [any] <u>a</u> :
323	(i) remodeling, alteration, replacement, or repair project with a total cost of less than
324	\$2,500,000;
325	(ii) site and utility improvement with a total cost of less than \$2,500,000; or
326	(iii) new facility with a total construction cost of less than \$500,000.
327	(c) (i) "New facility" means the construction of [any] <u>a</u> new building on state property
328	regardless of funding source.
329	(ii) "New facility" includes:
330	(A) an addition to an existing building; and
331	(B) the enclosure of space that was not previously fully enclosed.
332	(iii) "New facility" does not mean:
333	(A) the replacement of state-owned space that is demolished or that is otherwise
334	removed from state use, if the total construction cost of the replacement space is less than
335	\$2,500,000; or
336	(B) the construction of facilities that do not fully enclose a space.
337	(d) "Replacement cost of existing state facilities" means the replacement cost, as

338	determined by the Division of Risk Management, of state facilities, excluding auxiliary
339	facilities as defined by the State Building Board.
340	(e) "State funds" means public monies appropriated by the Legislature.
341	(2) The State Building Board, on behalf of all state agencies, commissions,
342	departments, and institutions shall submit its capital development recommendations and
343	priorities to the Legislature for approval and prioritization.
344	(3) (a) Except as provided in Subsections (3)(b), (d), and (e), a capital development
345	project may not be constructed on state property without legislative approval.
346	(b) Legislative approval is not required for a capital development project if the State
347	Building Board determines that:
348	(i) the requesting higher education institution has provided adequate assurance that:
349	(A) state funds will not be used for the design or construction of the facility; and
350	(B) the higher education institution has a plan for funding in place that will not require
351	increased state funding to cover the cost of operations and maintenance to, or state funding for,
352	immediate or future capital improvements to the resulting facility; and
353	(ii) the use of the state property is:
354	(A) appropriate and consistent with the master plan for the property; and
355	(B) will not create an adverse impact on the state.
356	(c) (i) The Division of Facilities Construction and Management shall maintain a record
357	of facilities constructed under the exemption provided in Subsection (3)(b).
358	(ii) For facilities constructed under the exemption provided in Subsection (3)(b), a
359	higher education institution may not request:
360	(A) increased state funds for operations and maintenance; or
361	(B) state capital improvement funding.
362	(d) Legislative approval is not required for:
363	(i) the renovation, remodeling, or retrofitting of an existing facility with nonstate funds;
364	(ii) [facilities] a facility to be built with nonstate funds and owned by nonstate entities
365	within research park areas at the University of Utah and Utah State University;
366	(iii) [facilities] a facility to be built at This is the Place State Park by This is the Place
367	Foundation with funds of the foundation, including grant monies from the state, or with
368	donated services or materials;

369 (iv) a capital [projects] project that [are]: 370 (A) is funded by [the Navajo Trust Fund Board from Navajo Trust Fund monies and]: 371 (I) the Uintah Basin Revitalization Fund [that do]; or 372 (II) the Navajo Revitalization Fund; and 373 (B) does not provide a new facility for a state agency or higher education institution; or 374 (v) a capital [projects] project on school and institutional trust lands that [are] is funded 375 by the School and Institutional Trust Lands Administration from the Land Grant Management 376 Fund and that [do] does not fund construction of a new facility for a state agency or higher 377 education institution. 378 (e) (i) Legislative approval is not required for capital development projects to be built 379 for the Department of Transportation as a result of an exchange of real property under Section 380 72-5-111. 381 (ii) When the Department of Transportation approves those exchanges, it shall notify 382 the president of the Senate, the speaker of the House, and the cochairs of the Capital Facilities 383 and Administrative Services Subcommittee of the Legislature's Joint Appropriation Committee 384 about any new facilities to be built under this exemption. 385 (4) (a) The State Building Board, on behalf of all state agencies, commissions, 386 departments, and institutions shall by January 15 of each year, submit a list of anticipated 387 capital improvement requirements to the Legislature for review and approval. 388 (b) Unless otherwise directed by the Legislature, the building board shall prioritize 389 capital improvements from the list submitted to the Legislature up to the level of appropriation 390 made by the Legislature. 391 (c) In prioritizing capital improvements, the building board shall consider the results of 392 facility evaluations completed by an architect/engineer as stipulated by the building board's 393 facilities maintenance standards. 394 (d) The building board may require an entity that benefits from a capital improvement 395 project to repay the capital improvement funds from savings that result from the project. 396 (5) The Legislature may authorize: 397 (a) the total square feet to be occupied by each state agency; and 398 (b) the total square feet and total cost of lease space for each agency. 399 (6) (a) Except as provided in Subsection (6)(b), the Legislature may not fund the design

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400 or construction of any new capital development projects, except to complete the funding of 401 projects for which partial funding has been previously provided, until the Legislature has 402 appropriated 1.1% of the replacement cost of existing state facilities to capital improvements. 403 (b) (i) As used in this Subsection (6)(b), "operating deficit" means that estimated 404 General Fund or Uniform School Fund revenues are less than budgeted for the current or next 405 fiscal year. 406 (ii) If the Legislature determines that an operating deficit exists, the Legislature may, in 407 eliminating the deficit, reduce the amount appropriated to capital improvements to 0.9% of the 408 replacement cost of state buildings. 409 (7) (a) If, after approval of capital development and capital improvement priorities by 410 the Legislature under this section, emergencies arise that create unforeseen critical capital 411 improvement projects, the State Building Board may, notwithstanding the requirements of Title 412 63, Chapter 38, Budgetary Procedures Act, reallocate capital improvement funds to address 413 those projects. 414 (b) The building board shall report any changes it makes in capital improvement 415 allocations approved by the Legislature to: 416 (i) the Office of Legislative Fiscal Analyst within 30 days of the reallocation; and 417 (ii) the Legislature at its next annual general session. 418 (8) (a) The State Building Board may adopt a rule allocating to institutions and 419 agencies their proportionate share of capital improvement funding. 420 (b) The building board shall ensure that the rule: 421 (i) reserves funds for the Division of Facilities Construction and Management for 422 emergency projects; and 423 (ii) allows the delegation of projects to some institutions and agencies with the 424 requirement that a report of expenditures will be filed annually with the Division of Facilities 425 Construction and Management and appropriate governing bodies. 426 (9) It is the intent of the Legislature that in funding capital improvement requirements 427 under this section the General Fund be considered as a funding source for at least half of those 428 costs. 429 Section 9. Effective date. 430 If approved by two-thirds of all the members elected to each house, this bill takes effect

431	upon approval by the governor, or the day following the constitutional time limit of Utah
432	Constitution Article VII, Section 8, without the governor's signature, or in the case of a veto,
433	the date of veto override.
434	Section 10. Revisor instructions.
435	It is the intent of the Legislature that in preparing the Utah Code database for
436	publication the Office of Legislative Research and General Counsel replace the phrase "the
437	effective date of this bill" with the actual effective date in the following Utah Code sections:
438	(1) Subsections 63-88a-104(1)(b)(i) and (1)(c); and
439	(2) Subsection 63-88a-104(7)(b)(iv).
440	Section 11. Coordinating H.B. 352 with H.B. 63 Technical renumbering.
441	If this H.B. 352 and H.B. 63, Recodification of Title 63 State Affairs in General, both
442	pass, it is the intent of the Legislature that the Office of Legislative Research and General
443	Counsel in preparing the Utah Code database for publication:
444	(1) renumber Sections 63-88a-101 through 63-88a-104 as Sections 51-9-501 through
445	<u>51-9-504;</u>
446	(2) not renumber or make the changes to Title 63, Chapter 88, provided in H.B. 63,
447	except the Office of Legislative Research and General Counsel shall make:
448	(a) the citation change in Subsections 63-88-103(2)(a)(i) and 63-88-106(2)(a)(i) to
449	Title 63G, Chapter 6, Utah Procurement Code; and
450	(b) the citation change in Subsection 63-88-106(6)(a) to Title 63G, Chapter 3, Utah
451	Administrative Rulemaking Act; and
452	(3) not make the amendments in H.B. 63 to the following:
453	(a) Section 9-11-102;
454	(b) Section 9-11-105;
455	(c) Section 9-11-107; and
456	(d) Subsection 63I-1-263(8) as renumbered in H.B. 63.

Legislative Review Note as of 1-28-08 2:14 PM

Office of Legislative Research and General Counsel

H.B. 352 - Amendments Related to Monies Derived from Navajo Nation Reservation Lands in Utah

Fiscal Note

2008 General Session

State of Utah

State Impact

Enactment of this bill will not require additional appropriations.

Individual, Business and/or Local Impact

Enactment of this bill likely will not result in direct, measurable costs and/or benefits for individuals, businesses, or local governments.

2/5/2008, 3:27:33 PM, Lead Analyst: Amon, R.

Office of the Legislative Fiscal Analyst