Navajo Tribal Utility Authority

An Enterprise of the Navajo Nation



2016
Progress Report

Utilities:

Electric • Natural Gas • Water • Wastewater • Renewable Energy • Communications

Region Served:

Northern Arizona • Northwestern New Mexico • Southeastern Utah

Service Area:

27,000 Square Miles





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2016 A NTUA Year of History

Ya'a'teeh. Every year we begin the New Year thinking about the past year. We look back and think about what we did and what we saw. Mostly we remember what made the year remarkable. For us here at NTUA, 2016 was successful as it was memorable. I am proud to say that we made history.

We fulfilled a utility compromise set by Navajo tribal leaders in 1959. We also broke ground and started construction on the first-ever large scale utility solar farm on the Navajo Nation and we finalized a deal to benefit our newest company – Choice NTUA Wireless. During all this we also started development plans for our new Headquarters building.

I would highlight two projects – the Rocky Mountain Power Acquisition and the Kayenta Solar Project. These are significant

because they were major historical milestones for us and the Navajo Nation. Last year we fulfilled what 1959 tribal leaders envision – that someday a tribally owned and operated utility company would provide services for the people in the Utah Navajo region. That was a tremendous vision because that was before NTUA was even providing electricity. Last year, we honored that vision through the electric services transfer from Rocky Mountain Power to NTUA.

We also broke ground last year on the first ever utility scale solar farm on the Navajo Nation. For years we have heard of numerous plans to build large scale renewable energy facilities on Navajo. As the lead utility provider on Navajo we wanted to demonstrate that it can be done. Construction started late last year making it a historic ground breaking project.

As you read about these two major projects in this Progress Report, you will also see highlights of other accomplishments. As we do every year, we begin the year with a purpose and work to raise quality of life for our people. We see our work as our obligation as well as our privilege. As a team, we continue to move NTUA forward to achieve success while maintaining our primary goal -- to uphold our mission to provide safe, reliable and affordable utility services that exceed our customers' expectations. On behalf of our company, we thank you for your support as we continue our path to success.

Thank you,

Walter W. Haase, P.E. General Manager

Navajo Tribal Utility Authority

W. Home



NTUA acquires the Rocky Mountain Power electric system in Utah NAVAJO



NTUA-RMP Timelines

2008 – NTUA initiates serious negotiations

May 27, 2015 -- Navajo Nation Council Legislation by a vote of 16-1

May 29, 2015 -- Navajo Nation President Begaye signs a letter of support

December 21, 2015 -- RMP files with the Utah Public Service Commission

March 30, 2016 -- Resolute, NTUA, and RMP reach an agreement and notify the Utah Commission

May 17, 2016 -- Commission holds a public field hearing in Bluff, Utah

May 19, 2016 – Commission sets final public hearing Salt Lake City

May 20, 2016 - Commission issues a bench ruling from to approve purchase and RMP Transfer Agreement and Power Supply Agreement.

December 6, 2016 – NTUA signs the final order

December 7, 2016 – NTUA becomes the official owner of the Utah Navajo electric facilities

NTUA was created the same year Navajo Tribal Chairman Paul Jones signed a letter with the Utah Power and Light to extend electricity across Navajo boundaries. That was in 1959 when the tribal leadership agreed to allow the Utah utility to extend its electrical infrastructure within Utah Navajo. The leaders did so with the condition that a tribal utility be allowed to purchase the electric facilities sometime in the future. In 2008 NTUA decided to pursue that option and began a journey to fulfill the 1959 vision of the former tribal leaders.

It was a journey that ended in 2016 when Rocky Mountain Power (formerly Utah Power and Light) signed the final documents on Dec. 6th turning over the system to NTUA. This was a historic moment. It fulfilled the 1959 vision of tribal leaders. For hundreds of Utah Navajo families, the acquisition marked hope that they will be connected to the electrical grid. NTUA will transfer 1,090 former RMP customers. There are an estimated 200 homes currently without electric service. As a demonstration of good faith during the acquisition process, NTUA customer NTUA helped RMP obtain rights of way for 25 homes. Those homes now have electric service. For these families it was a dream fulfilled. For NTUA it was a mission completed.



Renewable Energy project breaks new Ground in Kayenta

Renewable Energy project breaks new Ground in Kaventa

In April of 2016 NTUA, Navajo Nation leaders, regional and federal utility executives, and community residents broke historic ground and opened the door to first-ever large scale renewable energy project on the Navajo Nation. The ground-breaking of the Kayenta Solar Project was extremely significant because it solidified NTUA's role in renewable energy development that embraces a vision to create an energy economy to bring economic progress and sustainability to the

Navajo Nation. It also supports the Navajo Nation's clean energy initiatives. The project occupies an area of approximately 210 acres and will consist of 119,301 photovoltaic panels. When completed, the solar farm will deliver 27.5 megawatts of photo-voltaic solar energy which will supply energy to communities served by NTUA substations in Kayenta and Longhouse Valley. In addition to generating renewable energy and offsetting the local energy supply for the Navajo Nation, the project will boost the local economy.



Job Fair Brings Hundreds to Kayenta

In October, NTUA helped start the job creation process by helping the contractor host a job fair for regional residents. More than 550 individuals showed up to submit applications. During the height of the construction, an estimated 100 individuals, mostly Navajo, will work to build the facility. Some the applicants had worked on building solar farms in other states and were thankful for an opportunity to work on building a solar facility within their own homeland.

Utility Partnership supports Kayenta Solar Project and provides CDBG match funding

In order to solidify the project, NTUA struck a two-year energy credit purchase agreement with the Salt River Project (SRP). SRP's participation will allow for the displacement of energy and allow SRP to receive the environmental attributes from Kayenta Solar facility, thereby enabling NTUA to maintain some of the lowest consumer electric rates in the region. The benefit of the partnership also allowed NTUA to finalize an agreement with the Navajo Nation Community Development Block Grant (CDBG) program to extend electrical service to 92 families. The agreement required matching funds, which NTUA earmarked with revenues from Kayenta Solar Project which ties back to the two-year SRP contract to purchase renewable-energy credits from NTUA to help meet the metro-Phoenix utility's sustainability goals. The CDBG application process for these projects began in 2015. In February 2016, the Navajo Nation was notified by U.S. Department of Housing and Urban Development (HUD) the projects were awarded for CDBG funding. During the application consideration process, NTUA finalized project requirements which included Rights of Way, Environmental Assessments and securing matching funding possibilities. Overall the CDBG will cost \$5.1 Million. In addition to revenues from the Kayenta Solar project, the Navajo Nation, the respective chapters, the Navajo-Hopi Land Commission, and NTUA assisted with the crucial matching funds to make sure the projects proceed.

NTUA VISION

Enhancing our customers' lives through excellent utility services

NTUA MISSION

To provide safe, reliable, and affordable utility services that exceed our customers' expectations

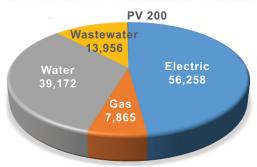
The Navajo Tribal Utility
Authority (NTUA) was
established on January 22,
1959 to develop the utility
infrastructure on the Navajo
Nation. Since then NTUA
has grown into a self-sustaining, non-profit, successful
tribally-owned enterprise,
delivering electricity, water,
waste water services, natural gas, renewable energy
and communication services
throughout a 27,000 square
mile service territory.

With teamwork and respect, NTUA employees continue to move forward to provide and extend multi utilities across northern Arizona, northwestern New Mexico and southeastern Utah. In the Navajo culture, the phrase Naa'haan'deel'nish means We work for You. In keeping with that concept, NTUA works for the People. That has been the primary mission since 1959.

NTUA: Progress Since 1959

The Navajo Tribal Utility Authority (NTUA) has continuously served the Navajo people for more than 57 years. NTUA was established on January 22, 1959, to address the absence of utilities on the Navajo Nation, and NTUA has grown into a thriving tribally-owned enterprise delivering a portfolio of services. The NTUA is organized for the operation, maintenance and expansion of electric distribution and transmission, communications, natural gas, water, wastewater and renewable power generation, including photovoltaic (solar), services for the Navajo people at a low and reasonable cost. Other objectives of the NTUA are: to improve the health and welfare of the residents of the Navajo Nation; and to promote employment opportunities on the Navajo Nation. As of 2016, NTUA has 730 total employees, 722 regular employees, and 8 temporary employees. As one of the larger employers on the Navajo Nation, NTUA is proud to say that 97.12% of the employee base is of Navajo descent.

NTUA 2016 Customer Count



Community Service at NTUA is about Ke'

At each of our district offices, our employees are ready to extend a helping hand. It's all part of our community service. More importantly, it's an extension of our traditional teachings – to be readily available to help. Our community involvement is our tribute and respect for Ke'. Employees do participate in community events, including runs, walks, and other fund-raising activities. Sometimes, they share event information with co-workers – resulting in volunteerism. When people say Ah'ee'ee to our employees, we know it carries with it deep appreciation. We accept that appreciation with gratitude knowing it's part of our mission to help and serve and support our communities. At NTUA we believe in community; therefore, we are community. This has always been our way at NTUA.







In 2016, NTUA finalized a deal with the Office of Indian Energy and Economic Development (IEED), Office of the Assistant Secretary, Indian Affairs, U.S. Department of the Interior that refinance a loan, which empowers NTUA to improve and expand the current business model of NTUA Wireless, a business enterprise of the tribal utility that provides internet and wireless communications services on the Navajo Nation. IEED approved a \$23.5 million loan guarantee which allowed NTUA to purchase the remaining 51% of the principal stock that NTUA had not purchased. Since then, NTUA has directed the growth of NTUAW, such as by facilitating the deployment of additional towers in as-of-yet unserved and underserved areas. Before NTUAW endeavors in the communications business were limited to helping outside wireless companies gain access to towers on the Navajo Nation and leasing space to them. In the past two years, NTUAW has changed the way wireless and broadband communication business is done on the Navajo Nation. In short, NTUA Wireless forced significant change. No longer are the wireless phone services limited here on Navajo. Our people finally have a choice.



About the NTUA Natural Gas Network

NTUA purchases gas wholesale and delivers it to residential. commercial and industrial customers in throughout the Navajo Nation. Natural gas comes from the San



Juan Basin production area and is injected into the El Paso Natural Gas and Transwestern pipelines every day and transported to thousands of consumers throughout the Navajo Nation via a complex network of pipes owned and operated by NTUA. Gas purchase costs are passed through to our customers - dollar-for-dollar - at the same price we pay wholesale suppliers. If gas prices decrease, we pass those reductions through to customers as well, as we've done in the past. There are 18 distribution points and are located in Kayenta, Tuba City, Leupp, Dilcon, Lower Greasewood. Mennonite Mission. Ganado, Hunters Point, McKinley County, Coyote Canyon, Tohatchi, Shiprock, Ojo Amarillo Area, Northern Edge Casino, Four Corners, and Red Mesa. As an added service for customers, NTUA offers a free natural gas pilot lighting service as colder weather approaches each year. We promote the many positive attributes of natural gas-including its efficiency, convenience, cleanliness, comfort and reliability and that's why demand for natural gas continues to grow nationwide.

Meeting with Customers to talk Utilities equals Customer Appreciation

NTUA does have a customer education program to generate and foster a better understanding of NTUA operations. The presentations are basically short workshops featuring topics such as energy and water conservation, and utility safety. NTUA employees often accept community or school invitations to share information about the utility industry. During mid-year, District offices open their doors to spend a day with the customers during Customer Appreciation Days. This event allows customers to meet the people who provide utility service. This opportunity can also include invites to meet with schools or communities. NTUA is prepared for presentations and is willing to make the extra effort for better customer communication.







NTUA Holiday Military Care Package Project

Each year NTUA assembles and sends care packages to military personnel serving throughout the world. It's part of a holiday project designated to bring cheer to our defenders of freedom who will not be home for the holidays. A public multi-media invitation was issued throughout the region asking families to submit names of family members serving in the military. In 2016 NTUA Human Resources sent 107 Military Care Packages. Some of the stateside locations were: Texas, Louisiana, New York, North Carolina, Hawaii, Maryland, and Florida The packages also went the countries of: Guam, Japan, Afghanistan, South Korea, Kuwait, Germany, England, and the Philippines. The packages included: NTUA Beanies, Navajo Times News Paper, Yanabah Navajo tea, Pinons, Hot Chocolate mix, snacks, beef jerky, socks, handkerchiefs and Crossword books.



Some of the recipients sent letters to NTUA:



"Thank you to all from NTUA for sending me a thoughtful and amazing care package for myself as I have and will be spending the holiday away from home. I greatly appreciate everything within the box especially the letters and cards. It made my evening very amazing. I love the touch of putting a box of Navajo Tea and 2 (two) issues of the Navajo Times. A great way to bring home to me and lastly thank you for your time and effort you all have put within this care package. As I will continue to serve with pride and honor for the Diné people and culture. I ask of you as NTUA to keep homes warm this winter with the power and water we all worked hard for. Thank you again for the care package. I have attached a file of a picture of me wearing your beanie," Richard L Caldwell Jr



In January 2016, NTUA put on line the new Window Rock Wastewater Treatment facility. The new facility is a significant upgrade and meets the compliance with all Navajo Nation Environmental Protection Agency (NNEPA) and other regulatory permit requirements. The upgrade work also included other regional Wastewater treatment plants in Navajo, Chinle, Pinon, Ganado, Kayenta and Tuba City. The improvements included: electrical service and distribution systems upgrades, secondary aeration treatment process upgrades, miscellaneous piping upgrades, and sludge removal & telemetry system improvements

Water System throughout NTUA



NTUA extends water for most of the Navajo Nation, except in some northwestern parts of the Navajo Nation. water is purchased from Farmington for northern Navajo communities. NTUA also pays the city of Page, Arizona for some northwestern Navajo communities. NTUA adheres to the federal Safe Drinking Water Act (SDWA). NTUA is required to monitor public water supplied systems on a monthly basis for bacteriological contaminants and quarterly or annually for chemical and radiochemical contaminants in our drinking water. This means that NTUA analyzes routine water tests on all NTUA maintained and operated water system(s). Some contaminants can cause serious health con-

cerns, therefore we must monitor the quality of NTUA drinking water very closely. Should the water system be a concern, NTUA will immediately issue a public notice. Furthermore, on an annual basis, the SDWA requires NTUA to inform customers of the quality of our drinking water. NTUA meets this federal requirement by issuing an annual Consumer Confidence Report (CCR). These CCR's are published in July and serve as a summary of the previous year's water quality; in short, the CCR is like a "Report Card". Every January, the NTUA Environmental Compliance and Laboratory Department reviews all the previous year's bacteriological, chemical, and radiochemical sampling data for 90 water systems. If there was a positive result of bacteriological contaminants at a water system or an exceedance of an MCL (Maximum Contaminant Level), it is reported in this CCR. NTUA also explains the health effects of these contaminants. Copies of these reports are available upon request.

NTUA Champion of Rocky Mountain Power Acquisition – Walter Wolf, Jr.

NTUA Senior Advisor Walter Wolf, Jr. was part of the Utah Navajo electric services development from the very beginning and he was part of its official closing 57 years later. Wolf was the author of the letter signed by former Tribal Chairman Paul Jones that mandated that NTUA be allowed to purchase the electric system located in the Utah Navajo region. Walter, who was a tribal attorney in 1959, considers the 2016 acquisition as one of his major achievements.



High school Sportsmanship Awards

NTUA districts continue to spell out the meaning of Sportsmanship by honoring regional athletes during the district and regional basketball playoff s. The goal of the NTUA Sportsmanship Award is to enrich athletes, encouraging them to place academics high and be role models on and off the court. Selections are based on teacher/coach nominations. Students must maintain a 3.0 GPA and must demonstrate integrity in their schools and communities. The awards are presented at regional and district playoff s before thousands of basketball fans.





NTUA Scholarships: Investing in Navajo future



Every year, NTUA awards college scholarships for Navajo students pursuing degrees related to the multi-service utility industry. The most common degrees awarded are engineering, business management, finance, accounting, information technology, computer services, and environmental sciences. NTUA awarded 88 scholarships for the 2016/2017 academic year. Thirteen (13) of these scholarships included a paid summer internships at NTUA to work on projects related to the degree. NTUA encourages students to apply each year with the hope that students consider returning to the tribal enterprise upon completion. For the 2016/2017 academic year, NTUA is proud to sup-

port Navajo students attending a wide variety of universities, including Dine' College, Navajo Technical University, the University of New Mexico, Arizona State University, Northern Arizona University, Gonzaga University, Brigham Young University, University of Denver, and Dartmouth College.

NTUA Communications Offering Quality Technology to Navajo Nation

NTUA continues to offer another level of technology for the Navajo Nation and the Navajo Nation business environment. NTUA manages higher level of data storage services with a fully certified Tier 3 Data Center. The Data Center is a branch of the NTUA Communications Division which also oversees the NTUA Fiber Optic/Cellular & Microwave tower network that enables wireless signal broadcast throughout the Navajo Nation. This network helps strengthen mobile phones services by helping call processing resulting



in less dropped calls, so call quality increases. On the microwave system, additional backhaul capacity can be added to the same links to carry additional traffic required when new customers are added or to address high volume of traffic. Currently, the NTUA Data Center is the only Tier 3 Data Center operating on Navajo Nation.

Navajo Tribal Utility Authority

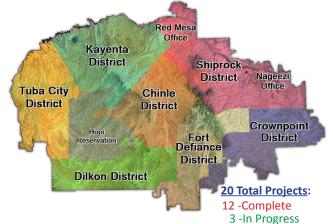
An Enterprise of the Navajo Nation

2016 Year End Utility Construction Projects





Electric Systems Division 2016 COMMUNITY POWER LINE PROJECTS



PROJECTS:

20 Projects 233 Families and 92.43 Miles of Line

BUDGET:

\$10,063,060.58

INITIAL TARGET: 16 Projects
169 Families and 92.68 Miles of Line
INITIAL BUDGET: \$10,187,560.80

Note: ▲ = Carry-Over from 2015

CHINLE

Total Families: 86 Sub-Total: \$2,865,072.43

<u>location</u>	<u>families</u>
▲ Steamboat	26
Central Area	
Chinle	22
Scattered	
Rock Point	6
Scattered	
Kinlichee	31
Da'Ni Zhil Gai Ph I	
Tselani/Cottonwoo	od 1
Bigman Extension	

DILKON

5 -Pending

Total Families: 48 Sub-Total: \$2,096,475.12

location	families
Steamboat	7
Bear Springs - Ph I	I
Cornfields	13
Valley Scattered	
Jeddito	10
Scattered	
Greasewood Sprin	าgs 4
Reservation Line	
Greasewood Sprin	ngs 9
Across Pueblo Was	
Greasewood Sprin	ngs 5
Woodchop Tank	

KAYENTA

Total Families: 49 Sub-Total: \$2,065,980.03

location	<u>families</u>
Inscription House	10
To'hajilchi'li	
Forest Lake	5
Scattered (Peabod	y - Off
Lease)	
Forest Lake	5
Scattered (Peabod	y - On
Lease	
Kayenta	29
Hall Burns Ridge	

TUBA CITY

Total Families: 49 Sub-Total: \$2,982,990.89

	<u>location</u>	<u>families</u>
4	Tonalea	13
	White Mesa	
	Coppermine	7
	Scattered Phase III	
	Coalmine Canyon	1
	Begay Extension	
	Coalmine Canyon	28
	Scattered	

CROWNPOINT

Total Families: 0
Sub-Total: 0

location families

FORT DEFIANCE

Total Families: 1
Sub-Total: \$52,542.11

<u>location</u>	<u>families</u>
Wide Ruins	1
(Scattered - Line I	3)

SHIPROCK

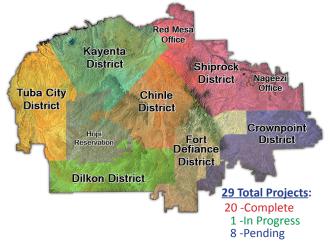
Total Families: 0
Sub-Total: 0

<u>location</u> <u>families</u>





Electric Systems Division 2016 NAVAJO HOUSING AUTHORITY PROJECTS



PROJECTS:

29 Projects 387 Families

BUDGET:

\$1,706,033.30

INITIAL TARGET: 22 Projects 248 Families

INITIAL BUDGET: \$1,167,142.84

Note: ▲ = Carry-Over from 2015

CHINLE

Total Families: 138 Sub-Total: \$592,019.53

<u>location</u>	<u>families</u>
Pinon	30
AZ 12-125/126	
Kinlichee	32
AZ12-177	
Many Farms	1
AZ12-14 (Burned Un	
Chinle	7
Scattered	
Chinle	50
AZ12-82	
Nazlini	18
AZ12-65	

DILKON

Total Families: 79 Sub-Total: \$349,254.22

<u>location</u> <u>fa</u>	<u>amilies</u>
▲Birdsprings	5
AZ12-90 (Modular)	
Leupp	18
AZ12-107 (Modular)	
Leupp	1
AZ12-95 (Burned Unit)	
Tolani Lake	1
AZ12-942 (Burned Unit))
▲ Dilcon	35
AZ12-71 (Modernization)
Dilcon	4
Scattered	
Dilcon	15
AZ12-74 (Modernization	1)

KAYENTA

Total Families: 3
Sub-Total: \$65,881.09

<u>location</u>	<u>families</u>
Kayenta	3
Scattered	

TUBA CITY

Total Families: 84 Sub-Total: \$338,995.96

<u>ioodiioii</u>	,, <u>,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,</u>
Coalmine Mesa	20
AZ12-169	
Kaibeto	20
AZ12-72 (Modernization)	
Kaibeto	20
AZ12-121 (Modernization)
Kaibeto	20
AZ12-601 (Modernization)
Tuba City	4
Scattered	

<u>CROWNPOINT</u>

Total Families: 0
Sub-Total: 0

<u>location</u> <u>families</u>

FORT DEFIANCETotal Families: 6

Sub-Total: \$47,609.29

<u>iocation</u>	<u>tamilies</u>
Fort Defiance	1
AZ12-58 (Burned	d Unit)
Dalton Pass	2
NM15-74 (Burne	d Unit)
Fort Defiance	2
Scattered	
Crystal	1
Scattered	

SHIPROCK

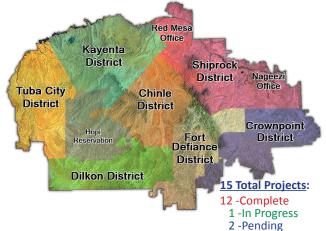
Total Families: 77

Sub-Total: \$312,273.21

<u>ilies</u>
1
1
1
. 40
9
. 25
)



Electric Systems Division 2016 COMMERCIAL POWER LINE PROJECTS



PROJECTS:

15 Projects 14 Customers

BUDGET:

\$1,443,483.29

INITIAL TARGET: 12 Projects 11 Customers

INITIAL BUDGET: \$1,228,725.87

Note: ▲ = Carry-Over from 2015

CHINLE

Total Customers: 4 Sub-Total: \$750,342.32

▲ OEHE Steamboat......1

Booster Station

Chinle Spider Rock...... 1

Booster Station

DILKON

Total Customers: 0
Sub-Total: 0

<u>location</u> <u>customers</u>

KAYENTA

Total Customers: 3 Sub-Total: \$87,457.98

TUBA CITY

Total Customers: 1 Sub-Total: \$44,366.33

Lechee 1
Ken's Tours

CROWNPOINT

Total: 0
Sub-Total: 0

<u>location</u>

customers

FORT DEFIANCE

Total Customers: 3 Sub-Total: \$435,106.55

<u>location</u>	<u>customers</u>
Tohlakai (BOR)	0
Pump Station (OH)
Tohlakai (BOR)	1
Pump Station (UR	D)
St. Michaels	1
Navajo Arts & Cra	fts
Enterprise	
St. Michaels	1
KTNN Media Cent	er

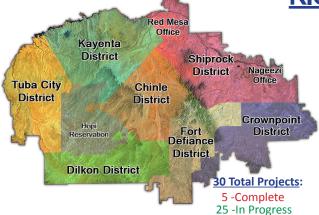
SHIPROCK

Total Customers: 3
Sub-Total: \$126,210.11

<u>location</u>	<u>customers</u>
Shiprock	1
OEHE Mittenroc	
Red Mesa	1
RMUSD CTE I	Building
Red Mesa	1
RMUSD Fire F	Pump



Electric Systems Division 2016 COMMUNITY POWER LINE PROJECTS **RIGHT-OF-WAY**



PROJECTS:

30 Projects 318 Families and 158.37 Miles of Line

BUDGET:

\$2,078,125.62

INITIAL TARGET: 11 Projects 125 Families and 183.01 Miles of Line **INITIAL BUDGET: \$2,383,277.25**

Note: ▲ = Carry-Over from 2015

CHINLE

Total Families: 63 Sub-Total: \$410,282.25

<u>iocation</u> <u>ramines</u>	
Kinlichee 14	ŀ
Da'Ni'Zhil Gai - Ph II	
Many Farms	5
Scattered - Ph II	
Black Mesa 26	6
North Valley	
Tsaile-Wheatfields 11	
Scattered	
Tselani/Cottonwood 2	2
Tselani to Steamboat	
Tselani/Cottonwood 5	5
Scattered	
	5

DILKON

0 -Pending

Total Families: 54 Sub-Total: \$407,096.12

location

<u>location</u>

Scattered

FORT DEFIANCE

Total Families: 7

Sub-Total: \$96,993.75

Twin Lakes/Tohlakai 1 **Pumping Station** Houck...... 6

families

Sub-Total: \$378 987 00

3ub-10tal. *376,	307.00
<u>location</u>	<u>families</u>
Chilchinbeto	1
1-Ph to 3-Ph	
Conversion	
Chilchinbeto	5
Hewey Camp	
Shonto	49
South - Ph II	
Kayenta	6
Todacheenie Ex	tension
Forest Lake	4
Scattered (Peab	ody)
Mexican Water	12
RMP Scattered	
Inscription Hous	e 2
Scattered	

Total Families: 56

location	
Aneth	15
RMP Scattered	
Cove	7
Scattered	
Red Mesa	14
RMP Scattered	
Sweetwater	9
Scattered	
Teec Nos Pos	5
Garcia Camp	
Teec Nos Pos	6
Caattanad	

CROWNPOINT

Total Families: 0 Sub-Total: 0

<u>location</u>

<u>families</u>

KAYENTA

Total Families: 79

<u>location</u> <u>families</u>
Chilchinbeto1
1-Ph to 3-Ph
Conversion
Chilchinbeto5
Hewey Camp
Shonto 49
South - Ph II
Kayenta 6
Todacheenie Extension
Forest Lake 4
Scattered (Peabody)
Mexican Water 12
RMP Scattered
Inscription House 2
Scattered

SHIPROCK

Sub-Total: \$323,029.00

locationfamilies	3
Aneth 1	
RMP Scattered	
Cove	7
Scattered	
Red Mesa1	4
RMP Scattered	
Sweetwater	9
Scattered	
Teec Nos Pos	5
Garcia Camp	
Teec Nos Pos	6
Scattered	

TUBA CITY

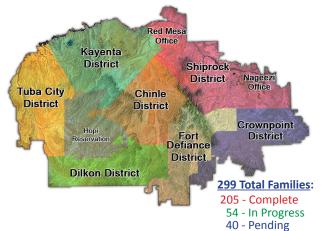
Total Families: 59 Sub-Total: \$461,737.50

<u>location</u>	<u>families</u>
To'Nanees Dizi	29
Rare Metals	
Tonalea	23
Wildcat Peak - Ph	II
Lechee	7
West - Ph V	



Engineering, Construction & Operations Division 2016 NATURAL GAS CONSTRUCTION - RESIDENTIAL

Customer Funded Work On-Hand



PROJECTS: As of 12/31/16
299 Families

BUDGET: \$789,697.22

COMPLETED: 205 Familes

\$684,919.17

TARGET: 114 Families

INITIAL BUDGET: \$359,754.19

Note: ▲ = 94 Carry-Over To 2017

CHINLE

Total Families: 104

Sub-Total: \$197,604.33

NHA Kinlichee 32

NHA Dokey Farmtap 1

NHA Chinle50
AZ 12-82 Modernization
NHA Nazlini20

NHA Many Farms 1 Burnout, AZ 12-14

Modulars

AZ 12-400

DILKON

Total Customers: 69 Sub-Total: \$232,185.52

	*
location	<u>customers</u>
NHA Dilkon	35
AZ 12-71	
NHA Dilkon	15
AZ 12-74	
NHA Leupp	18
Modulars AZ 12-	107
NHA Leupp Bur	rnout 1
AZ 12-95	

KAYENTA

Total Customers: 0
Sub-Total:

location	 customers
<u>ocalion</u>	 . Custonicis

TUBA CITY

Total Customers: 0
Sub-Total:

location customers

CROWNPOINT

Total: 10
Sub-Total: \$163,938.00

NHA Crownpoint 10

Modulars

FORT DEFIANCE

Total Customers: 58
Sub-Total: \$60,955.76

<u>location</u>	<u>customers</u>
▲ Window Rock	54
AZ 12-57 Modern	ization
Paula Seanez	1
SL	
NHA Fort Defiar	nce 1
Burnout, AZ 12	2-58
Lloyd Mike	1
Anthony Milford	I1

SHIPROCK

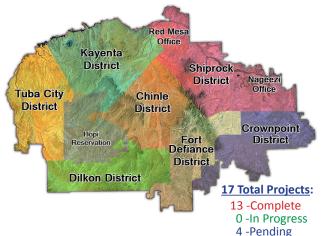
Total Customers: 58
Sub-Total: \$135,013.61

<u>100a11011</u>	customers
NHA Ojo Amari	illo 18
NM 15-41	
NHA Shiprock	40
NM 15-48	



Engineering, Construction & Operations Division 2016 NATURAL GAS CONSTRUCTION - COMMERCIAL

Customer Funded Work On-Hand



PROJECTS: As of 12/31/16
17 Projects

BUDGET: \$308,183.37

COMPLETED: 13 Projects

\$276,934.60

TARGET: 7 Projects

INITIAL BUDGET: \$229,477.23

Note: ▲ = 4 Carry-Over To 2017

CHINLE

Total Projects: 6
Sub-Total: \$218.475.32

DILKON

Total Projects: 1 Sub-Total: \$13,041.30

KAYENTA

Total Projects: 0
Sub-Total: 0

locationcustomers

TUBA CITY

Total Projects: 0
Sub-Total: 0

<u>location</u> <u>customers</u>

CROWNPOINT

Total Projects: 0
Sub-Total: 0

<u>location</u>

ADOT

customers

FORT DEFIANCE

Total Projects: 7 Sub-Total: \$49,823.59

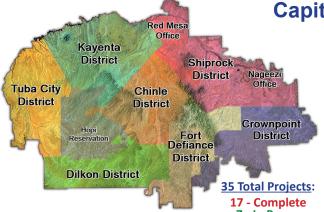
SHIPROCK

Total Projects: 3
Sub-Total: \$26.843.16



Engineering, Construction & Operations Division 2016 NATURAL GAS CONSTRUCTION

Capital Improvement Projects (CIP) Capital Budget Funded



7 - In Progress

9 - Pending 1 - Customer Funded

1 - **ROW**

Note: ▲ = 16 Carry-Over To 2017

CHINLE

Total Projects: 11 Sub-Total: \$566.307.88

<u>location</u>	<u>customers</u>
Canyon De Elementary	Chelly 1 10,000 Meter
Chinle Dete Center 10,0	ention1 00 Meter
▲ N7/N27 Rou (Customer Unplanned	
▲ Wash Cros Lowering 6	sing1 " High Pressure
▲ SCADA Ma Reg. Station	ny Farms 1
▲ SCADA Ga Reg. Station	nado1
▲ Ganado So Reg. Station	
Ganado Mie 10,000 Mete	ddle Sch 1 er
Sage Hosp	ital 1

▲ Sage Hospital.....1

Housing

CROWNPOINT

Total Projects: 3 Sub-Total: \$61.500.00

location	<u>customers</u>
Crownpoint F 10,000 Meter	łS1
Crownpoint II	HS 1
10,000 Meter	
Crownpoint	
Elementary 10	,000 Meter

FORT DEFIANCE

Total Projects: 8 Sub-Total: \$784.555.00

<u>100a11011</u>	customers
▲ A-frame Replac	ement 2
4" high pressure	
▲ Hunters Point to	o 1
Navajo (ROW)	
Navajo Pine HS	1
10,000 Meter	
Chuska Elemen	tary 2
School 10,000 Me	eter
▲ Tohatchi IHS	1
10 000 Meter	

Window Rock HS......1

10,000 Meter

SHIPROCK

PROJECTS: As of 12/31/16

35 Projects

BUDGET: \$1,754,644.81

COMPLETED: 17 Projects

\$318,180.93

TARGET: 29 Projects

INITIAL BUDGET: \$1,751,587.00

Total Projects: 8 Sub-Total: \$221.980.93

<u>location</u>	<u>customers</u>
Shiprock IHS	1
IPT Replacement	(24 cust.)
Ayaní Neez	1
Meter Upgrade	
Northern Navajo	01
Med. Center 10,0	00 Meters
Eva B. Stokely	1
Elementary 10,00	0 Meter
Hwy 491 Laund	romat 1
10,000 Meter	
Kirk Center	1
Laundromat 10,0	00 Meter
Shiprock HS	1
10,000 Meters	
Red Mesa	1
Odorant Board	

DILKON

Total Projects: 3 Sub-Total: \$117,101.00

customers

	wash crossing	_
	Lowering 2" Intermediate	
	Pressure	
\blacktriangle	Leupp School	1
	10,000 Meter	

location

KAYENTA

Total Customers: 1 Sub-Total: \$1,600.00

iocationudatorners	2
Kayenta Odorant	1
Board	

TUBA CITY

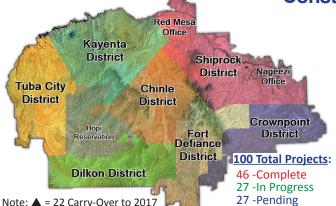
Total Customers: 1 Sub-Total: \$1,600.00

<u>location</u>	<u>cu</u>	<u>stomers</u>
Tuba City	Odorant	1
Board		



Engineering, Construction & Operations Division 2016 W/WW ENGINEERING DEPARTMENT

Construction By NTUA



PROJECT:

100 - as of 12/31/2016

BUDGET:

\$9,818,576.94

INITIAL TARGET: 71 Projects INITIAL BUDGET: \$9,818,576.94

Text = 13 Projects Cancelled CHINLE

Total Projects: 20 Sub-Total: \$12,301,029

location	<u>projects</u>
Chilchinbeto	1
▲ White Mesa 1000 GPM	
building and elec.	•
Chinle	7

- Telemetry System Installation Sludge Řemoval
- Elec./Aeration Upgrade
- 3 ea. PRV's w/Vaults 5000 5/8x3/4 AMI Res. Water Meters - 1500 GPM Fe & Mg Water Filtration Plant
- Well #2 Well Renovation

Cottonwood...... 1 Well #2 & Tank Control Sys. Upgrade Del Muerto 1

Booster Pump#1 PM Changeout Ganado 3

Telemetry Sys. Insallation Upgade Electrical/Aeration Upgrade Emergency Water Line Repair

Many Farms..... 2

NHA Liftstation Pumps, Controls SCADA & Gen PRV w/Vault Replaced

Nazlini.....1 NZ BS#1 50 GPM Booster Paq. w/ Building and Electric Pinon..... 2

Telemetry System Installation Electrical/Aeration Upgrade Rough Rock 2

- 40 GPM Arsenic Water Filtration Plant - Well #2 Moter Replaced

<u>DILKON</u> **Total Projects: 7** Sub-Total: \$3,170,000

w/Building and elec.

Warehouse Water Line

Leupp......2
- Well 1 Tablet Feeder Install - Well House Chain Fence Replaced

Lower Greasewood..... 2 · Water Supply Improvement Proj. WH 2 Fence Gate Replaced

N71-Bird Springs 1 2 ea. - 8" PVC/DI WL Road Crossing

CROWNPOINT

Total Projects: 8 Sub-Total: \$2,328,090

Crownpoint..... 2 5,100 5/8x3/4 AMI Res. Water Meters Dialysis W/L Extension lyanbito.....1

location

NHA Liftstation Pumps, Controls SCADA & Gen. N11-N9 to Mariano Lake.. 1

1 ea. 8" PVC/DI WL Road Crossing Pinedale.....2

5 ea. - PRV's W/ vaults Lagoon Red Rock......2

- NMDOT-ST HWY 602 W.F.R.P Lagoon

FORT DEFIANCE

Total Projects: 16 Sub-Total: \$2,919,459

▲Bonito Canyon......1
Replace 1500' of 10" AC 10" DI pipe (ROW/Design)

Fort Defiance..... 3 Gallup Booster WL Repair Commerical Water Meters

- 560' of 8" DI Bridge Wash Crossing 260' of 8" DI Pipe w/ 3 MH Hunter's Point......3 Well #1 & Tank Control Sys. Upgrade

PRV w/Vault Replaced - And St. Michaels - 3500' of 6" PVC (ROW/Design)

Narbona Pass..... 1 Well #1 & Tank Control Sys. Upgrade Navajo...... 3

- Lagoon Upgrade- Buell Park 100 hp Well 1&2 Upgrade w/ electrical Navajo West "J" Tank Storage repair

Rock Springs 1

Window Rock......3 Lagoon Upgrade - NN Supreme Court

- NN Telecom Sewerline

RED MESA

Total Projects: 4

Sub-Total: \$3,472,500 **location**

▲ Aneth Water Supply Improvment .. 1 ▲Aneth/Montezuma...... 1 Red Mesa 11,000' 4"PVC

▲ Montezuma Creek....... 1 Water Supply Improvement

Red Mesa..... 1 6" WL Repai

KAYENTA

Total Projects: 10 Sub-Total: \$1,216,850

location Cane Valley.....1 Treatment Plant Plumbing

HilChita.....1 New Well & treatment Connection Kaventa..... 3

elemetry System Installation Electrical/ Aeration Upgrade WW Plant Chloring Replace

- Well Pump/moter installation - Halchita Tank Water Haul

Shonto 2 Well House Replacement w/New Pitless Well

- Shoto Jct. Altitude Valve Tank 2 & 3 Replacement

SHIPROCK Total Projects: 12

Sub-Total: \$2,037,876 **location** projects

Gallup 1 Tank Booster Station 100' of 6" PVC pipe & 2 new 6" gate valve N101 Ojo Amarillo....... 1

1 ea -8" PVC/DI WL Road Crossing

Sanostee South 1 Shiprock 8

allup Tank Booster Station

SR WWTP: interm design & Upgrade

- Farm A: Replace 1000' of 2" PVC - Indian Village: Replace 300' of 1" PE with 1 Service

- Lybrook Well Moter Replacement - NHA N. Side: 500' of 2" PVC with

3 services (ROW/Design) - WWTP Liftstation Pumps, Controls . SCADA & Gen.

- Commerical Water Meters

TUBA CITY

Total Projects: 10 Sub-Total: \$1,889,551

Coalmine Mesa 1 Well #1 & Tank Control Sys. Upgrade Coppermine..... 1 Replace 3000' of 6" PVC Gap Ceder Rigde1 5 ea -10'x6'x8' PRV Covers Hard Rock..... 1 1ea -1/4 soleniod valve Well #6 Tuba City6

Telemetry Sys. InstallationElectrical/Aeration Upgrade

- 2 ea 1/4 soleniod valve Well #3 & 4

- Well #1, 4 & 5 Control Sys. Upgrade - 2650 AMI Residential Water Meter

- 400' of 18" DI Bridge Wash Crossing

NAVAJO NATION WIDE

Total Projects: 13 Sub-Total: \$4,085,000

Navaio Nation Wide 13

- New Customer NTUA Contribution Replace 50 Existing Well meters w/ New SCADA/AMI meters
- Major replacements of water sys. components
- RTD Installations
- Storm Damage replacement Water
- Storm Damage replacement WW
- New/ Existing Residential water meters- BLANKET
- Replacement of various types of pump/motors
- 10 Well renovations
- 10 storage Tank Renovations
- Misc. replacement of wastewater sys.
- Replacement of various types of pump/motors
- NECA District Wide W/L Repair

Navajo Tribal Utility Authority

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2017 Financials



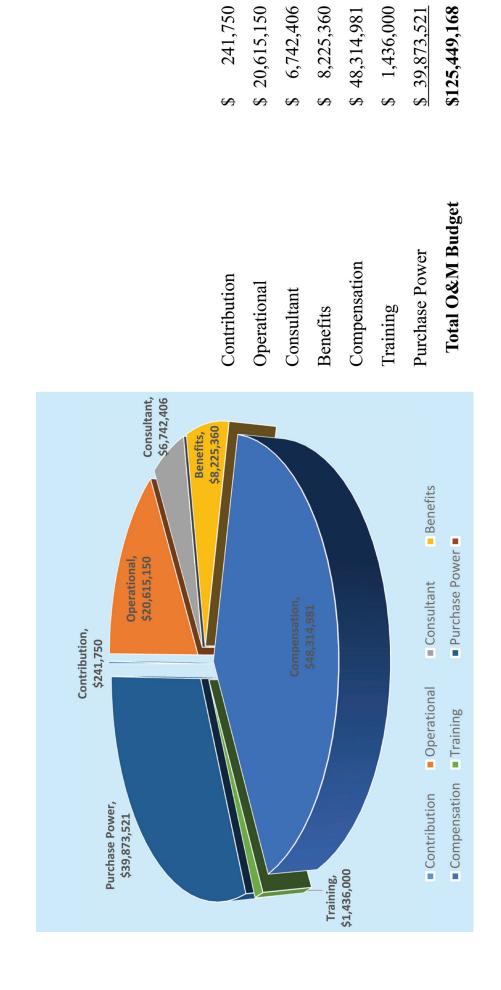
2017 Financial Forecast

Total	\$ 111,429,049 8,870,381 1,816,662	123,116,092	2,541,804 4,116,262 21,015,421 22,585,281	11,577,802	(3,594,969) (820,071) (593,195) \$ 10,984,607
Photovoltaic	200,689	1,423,089	34,102 34,102 174,106 504,487 911,095	511,994	(11,259) (19,153) (29,736) \$ 482,258
Wastewater	4,337,407	4,337,407	1,792,236 308,058 1,572,779 1,881,650 5,554,773	(1,217,316)	(392,580) (148,590) 165,254 \$ (1,052,062)
Water	18,680,163	18,680,163	5,265,275 1,077,077 5,498,976 4,250,694	436,169	(864,939) (93,083) (140,385) \$ 295,784
Gas	10,840,676	10,840,676	1,948,164 334,860 1,709,614 970,451	671,708	(132,009) (53,606) (118,695) \$ 553,013
Electric	\$ 77,370,114 8,870,381 594,262	87,834,757	13,742,723 2,362,165 12,059,946 14,977,999 76,659,510	50,000	(2,194,182) (505,639) (469,633) \$ 10,705,614
	Operating Revenues Operating revenues Communication revenues Other revenue adjustments	Total operating revenues, net Operating Expenses Electricity, gas, and water purchased for resale	Operation and maintenance Customer accounts and sales Administrative and general Depreciation and amortization Total operating evenences	Operating Income (Loss) Nonoperating Revenues (Expenses) Allowance for funds used during construction	Interest expense Other Total nonoperating revenues (expenses) Change in Net Assets

2017 Financial Forecast

Total		\$ 10,984,607	22,585,281	1,402,766	(13,161,787)	21,810,867		50,265,809	6,450,898	20,615,750	20,000,000	8,400,000	17,466,236	123,198,693	145,009,560		137,332,233	7,080,745	144,412,978	\$ 596,582
Photovoltaic		\$ 482,258	504,487		(14,340)	972,405								ī	972,405		380,000		380,000	\$ 592,405
Wastewater		\$ (1,052,062)	1,881,650	262,371	(666,399)	422,560				3,950,000				3,950,000	4,372,560		7,179,863	312,659	7,492,522	\$ (3,119,962)
Water		\$ 295,784	4,250,694	298,437	(4,121,085)	723,830				16,665,750		8,400,000	2,622,200	27,687,950	28,411,780		32,865,413	2,529,998	35,395,411	\$ (6,983,631)
Gas		\$ 553,013	970,451	18,823	(364,816)	1,177,471							2,300,000	2,300,000	3,477,471		4,481,908	625,318	5,107,226	\$ (1,629,755)
Electric		\$ 10,705,614	14,977,999	823,135	(7,992,147)	18,514,601		50,265,809	6,450,898		20,000,000		12,544,036	89,260,743	107,775,344		92,425,049	3,612,770	96,037,819	\$ 11,737,525
	Available Funds	Add: Change in Net Assets	Add: Depreciation Expense	Add: Principal Payments from Notes	Less: Principal Payments to Long Term Debt	Total Available Funds	Available Financing & Contributions	RUS Financing	Great Western Bank Financing (HQ)	SIHASIN Funding	CFC Bridge Loan (Kayenta Solar 27.5MW)	USDA	Utility Specific Contributions	Total Financing & Contributions	lotal Funds Available for Capital Budget	Total Capital Budget	Utility Capital Budget	Common Budget	Total Capital Budget	Net Balance (Additional Funding Needed)

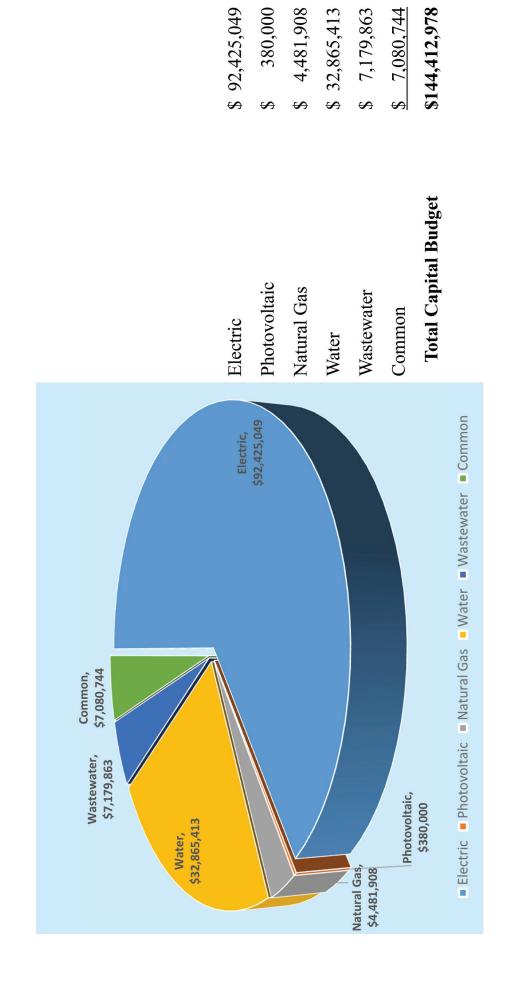
2017 Approved O&M Budget



241,750

8,225,360

2017 Approved Capital Budget



NAVAJO TRIBAL UTILITY AUTHORITY

An Enterprise of the Navajo Nation

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HEADQUARTERS

P.O. Box 170, Fort Defiance, Arizona 86504

Telephone Number: 928-729-5721

Toll Free: 1-800-528-5011 Fax Number: 928-729-2135 Web Site: www.ntua.com

• Caparal Managar Walter W. Hassa DE
General ManagerWalter W. Haase, P.E.
General Manager - Choice NTUA Wireless Clyde Casciato
Deputy General MangerRex Kontz
Deputy General Manager-EISD Srinivasa Venigalla
Chief Financial Officer Thomas Nelson
Deputy Chief Financial OfficerGerard Curley
Communication System Manger Neil Broyles
Electric Systems DirectorLester Lee
Electric Operations ManagerWally Chief
Government and Public Affairs Manager Deenise Becenti
Human Resources ManagerPaul Bemore
IT Manager Savoy Yazzie
Transportation & Equipment Manager Bryno Shirley

Chinle District

P.O. Box 549, Chinle, Arizona 86503

•	District Manager	Rubianne Dugi
•	Office Supervisor	Ruby Charley
•	Field Superintendent	Alfred Dugi
•	Customer Service Supervisor	Janice Harvey

Crownpoint District

P.O. Box 1825, Crownpoint, New Mexico 87313

•	District Manager (Acting)	Paula Hoylan
•	Office Supervisor	Andrea Nez
•	Field Superintendent	Vacant
•	Customer Service Supervisor	Shelley Biakaiddy



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Dilkon District

HC 63 Box D, Winslow, Arizona 86047

•	District Manager	Johathan Curley
•	Office Supervisor	Annelita Spencer
•	Field Superintendent	Gary Monroe
•	Customer Service Supervisor	Isabelle Lang

Fort Defiance District

P.O. Box 587, Fort Defiance, Arizona 86504

•	District Manager	Paula Holyan
•	Office Supervisor	Lucy Cayatineto
•	Field Superintendent	Wendell Damon
•	Customer Service Supervisor	Cecelia Largo-Nez

Kayenta District

P.O. Box 37, Kayenta, Arizona 86033

•	
District Manager	Vircynthia Charley
Office Supervisor	Renee Sands
Field Superintendent	Ronald Begay
Customer Service Supervisor	Marcella Black

Shiprock District

P.O. Box 1749, Shiprock, New Mexico 87420

District Manager	Wilfred Franklin, Jr.
Office Supervisor	Louise Benallie
Field Superintendent	Herbert Beyale, Jr.
Customer Service Supervisor	Patricia Watchman
Sub-Office Locations	Red Mesa, AZ
	and Nageezi, NM

Red Mesa Sub-Office

P.O. Box 1749, Shiprock, New Mexico 87420

Red Mesa Sub-Office Manager...... Dale Luna

Tuba City District

P.O. Box 398, Tuba City, Arizona 86045

District Manager	Denise Tufono 🚡
Office Supervisor (Acting)	Alicia Richards
Field Superintendent	Chester Whiterock, Sr.
Customer Service Supervisor	Vincent Shirley, Jr.

Navajo Tribal Utility Authority

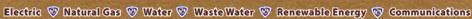


	1 44K 1100 1	THE THE PARTY WALL
January The Thawing of Snow Yas nilflees	February Atsábiyáázh	March Wóózhchííd
Sunday Monday Tuesday Wednesday Thursday Friday Saturday 1 orfice 3 4 5 6 7	Sunday Monday Tuesday Wednesday Thursday Friday Saturday 1 2 3 4	Sunday Monday Tuesday Wednesday Thursday Friday Saturday 1 2 3 4
8 9 10 11 12 13 14	5 6 7 8 9 10 11	5 6 7 8 9 10 11
15 17 18 19 20 21	12 13 14 15 16 17 18	12 13 14 15 16 17 18 Duylight Savings Time Begins
22 23 24 25 26 27 28	19 OPEN 21 22 23 24 25	19 20 21 22 23 24 25
29 30 31	26 27 28	26 27 28 29 30 31
April Growth of Early Plant Life T'áachil	May Táátsoh	June Yaiishjááshchilí
Sunday Monday Tuesday Wednesday Thursday Friday Saturday	sunday Monday Tuesday Wednesday Thursday Friday Saturday 1 2 3 4 5 6	Sunday Monday Tuesday Wednesday Thursday Friday Saturday
2 3 4 5 6 7 8	7 8 9 10 11 12 13	4 5 6 7 8 9 10
9 10 11 12 13 14 15	14 15 16 17 18 19 20	11 12 13 14 15 16 17
16 17 18 19 20 21 22	21 22 23 24 25 26 27	18 19 20 21 22 23 24
23 OFEN 25 26 27 28 29 Administrative Performance Processing by April 1997 200 200 200 200 200 200 200 200 200 20	28 30 31	25 26 27 28 29 30
July Planting of Late Crops Yaiishjaastsoh	August Biniantáátsózí	September Biniantáátsoh
Sunday Monday Tuesday Wednesday Thursday Friday Saturday	Sunday Monday Tuesday Wednesday Thursday Friday Saturday 1 2 3 4 5	Sunday Monday Tuesday Wednesday Thursday Friday Saturday 1 2
2 3 NTUA 5 6 7 8	6 7 8 9 10 11 12	3 NTUA 5 6 7 8 9
9 10 11 12 13 14 15	13 15 16 17 18 19	10 11 12 13 14 15 16
16 17 18 19 20 21 22	20 21 22 23 24 25 26	17 18 19 20 21 22 23
23° 24 25 26 27 28 29	27 28 29 30 31	24 25 26 27 28 29 30
30 31 Separation of Seasons Ghaaji	November Níłchitsósí	December Níłchitsoh
Sunday Monday Tuesday Wednesday Thursday Friday Saturday 1 2 3 4 5 6 7	Sunday Monday Tuesday Wednesday Thursday Friday Saturday 1 2 3 4	Sunday Monday Tuesday Wednesday Thursday Friday Saturday 1 2
8 OFFICE 10 11 12 13 14	5 6 7 8 9 10 11	3 4 5 6 7 8 9
15 16 17 18 19 20 21	Daylight Saving Election Day Veterant Day Vet	10 11 12 13 14 15 16
22 23 24 25 26 27 28	19 20 21 22 23 24 25	17 18 19 20 21 22 23
29 30 31	26 27 28 29 30	24 Winter Begin 26 27 28 29 30
Halloween		New Year's 31 Christmas Day

Fort Defiance Chinle Crownpoint Shiprock Red Mesa & Nageezi Tuba City Dilkon ROLCOX 1995 ROLCOX PAOLEOX FED COX 1970 ROLCOX 1970 RO



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