

An Act

LEGISLATIVE ACT 22-25

AN ACT AMENDING LEGISLATIVE ACT #34-24 AUTHORIZING THE COMPREHENSIVE OPERATING BUDGET FOR FISCAL YEAR 2025 – Mod. 11A AND DECLARING AN EMERGENCY

BE IT ENACTED BY THE CHEROKEE NATION:

SECTION 1. TITLE AND CODIFICATION

This legislative act shall be titled and codified as “**An Act Amending Legislative Act #34-24 Authorizing the Comprehensive Operating Budget for FY 2025 – Mod. 11A**”.

SECTION 2. PURPOSE

The purpose of this amendment is to authorize and approve the use of funds, subject to the availability of such funds, in accordance with Section 4, changing the amounts of certain cost centers approved in the “Comprehensive Budget Act for Fiscal Year 2025” or subsequent amendment. The cumulative total of the budget is increased by **\$ 10,204,687** for a total budget authority of **\$ 3,492,188,522**. The following items are identified as components of such change:

Grants Received & Authorized per LA 34-24 (detail attached)	\$ 6,321,267
Modification Request (see Section 4 below)	<u>3,883,420</u>
Cumulative change in budget authority	<u>\$ 10,204,687</u>

SECTION 3. LEGISLATIVE HISTORY

The provisions of compliance, policy of accountability, authorities and severability provided in Legislative Act #34-24 are applicable to this amendment.

SECTION 4. FUNDING AUTHORIZATIONS

The changes reflect increases to cost centers set forth in the program budget justifications incorporated herein. This modification request changes the total amount of the comprehensive budget authorization by an increase of **\$ 3,883,420** to wit:

- A. An increase in the **Tribally Funded** budget authority of **\$ 363,405**.
- B. An increase in the **Motor Fuel Tax** budget authority of **\$ 2,981,987**.
- C. An increase in the **Indirect Cost Pool** budget authority of **\$ 88,028**.
- D. An increase in the **DOI – PL 102-477** budget authority of **\$ 450,000**.

SECTION 5. PROVISIONS AS CUMULATIVE

The provisions of this Act shall be cumulative to existing law.

SECTION 6. SEVERABILITY

The provisions of this Act are severable and if any part or provision hereof shall be held void, the decision of the court so holding shall not affect or impair any of the remaining parts or provisions of this Act.

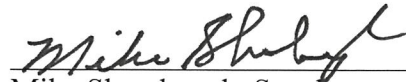
SECTION 7. EFFECTIVE DATE: EMERGENCY DECLARED

It being immediately necessary for the welfare of the Cherokee Nation, the Council hereby declares that an emergency exists, by reason whereof this Act shall take effect immediately upon its approval and signatures.

SECTION 8. SELF-HELP CONTRIBUTIONS

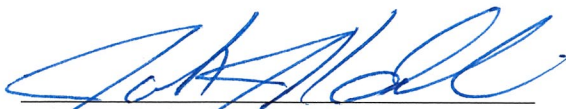
To the extent that this Act involves programs or services to citizens of the Nation or others, self-help contributions shall be required, unless specifically prohibited by the funding agency, or a waiver is granted due to physical or mental incapacity of the participant to contribute.

Enacted by the Council of the Cherokee Nation on the 14th day of July, 2025



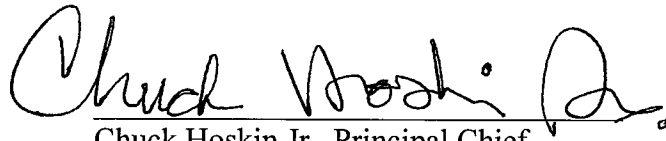
Mike Shambaugh, Speaker
Council of the Cherokee Nation

ATTEST:



Johnny Jack Kidwell, Secretary
Council of the Cherokee Nation

Approved and signed by the Principal Chief this 15th day of July, 2025



Chuck Hoskin Jr., Principal Chief
Cherokee Nation

ATTEST:



Shella Bowlin, Secretary of State
Cherokee Nation

YEAS AND NAYS AS RECORDED:

Sasha Blackfox-Qualls	<u>Yea</u>	Melvina Shotpouch	<u>Yea</u>
Candessa Tehee	<u>Yea</u>	Kendra McGeady	<u>Yea</u>
Lisa Hall	<u>Yea</u>	Dora Patzkowski	<u>Yea</u>
Dr. Mike Dobbins	<u>Yea</u>	Joe Deere	<u>Yea</u>
E.O. "Jr" Smith	<u>Yea</u>	Kevin Easley, Jr.	<u>Yea</u>
Daryl Legg	<u>Yea</u>	Danny Callison	<u>Yea</u>
Josh Sam	<u>Yea</u>	Johnny Jack Kidwell	<u>Yea</u>
Codey Poindexter	<u>Yea</u>	Julia Coates	<u>Yea</u>
Mike Shambaugh	<u>Yea</u>		

CHEROKEE NATION
PROPOSED FY 2025 AMENDMENT
Sorted by Funding Source

			Data		
Funding Source	Ref # by FS	Program/Purpose	Amend. Change to Sources	Amend. Expenses Total Change	Net Change
40-DHHS GENERAL	1	34054600 Families First Transition	750,974	750,974	\$ -
40-DHHS GENERAL Total			\$ 750,974	\$ 750,974	\$ -
45-USDA	2	34535500 Summer EBT Food	5,460,000	5,460,000	\$ -
45-USDA Total			\$ 5,460,000	\$ 5,460,000	\$ -
50-DEPARTMENT OF EDUCATION	3	35091400 Teacher Retention	253,297	253,297	\$ -
50-DEPARTMENT OF EDUCATION Total			\$ 253,297	\$ 253,297	\$ -
62-EPA	4	36221950 Clean Air Monitoring	(19,196)	(19,196)	\$ -
	5	36224160 GAP Core	73,823	73,823	\$ -
62-EPA Total			\$ 54,627	\$ 54,627	\$ -
70-DEPARTMENT OF LABOR	6	37092000 Talking Leaves Job Corps Center	(197,631)	(197,631)	\$ -
70-DEPARTMENT OF LABOR Total			\$ (197,631)	\$ (197,631)	\$ -
Grand Total			\$ 6,321,267	\$ 6,321,267	\$ -

July Operating Grants - Reporting Only

CHEROKEE NATION
PROPOSED FY 2025 AMENDMENT
Sorted by Funding Source

		Data		
Funding Source	Program/Purpose	Amend. Change to Sources	Amend. Expenses Total Change	Net Change
01-TRIBALLY FUNDED	10101540 Detention Agreements Gen Fund	-	1,700,000	\$(1,700,000)
	10101770 Concurrent Enrollment	-	123,832	\$ (123,832)
	10102960 Unappropriated Reserve	-	(3,823,832)	\$ 3,823,832
	10104580 Clothing For Kids	-	2,000,000	\$(2,000,000)
	10109261 HJSCA Speaker Services Small Hon	350,000	350,000	\$ -
	10123500 Land Development Land Ops	7,609	7,609	\$ -
	10123501 Cattle Operation	5,796	5,796	\$ -
01-TRIBALLY FUNDED Total		\$ 363,405	\$ 363,405	\$ -
02-MOTOR FUELS TAX	10240010 MFT Higher Ed Scholarships	2,981,987	2,981,987	\$ -
02-MOTOR FUELS TAX Total		\$ 2,981,987	\$ 2,981,987	\$ -
04-INDIRECT COST POOL	20400000 Indirect Cost Pool Recovery	88,028	-	\$ 88,028
	20412440 Cherokee Language Admin	-	88,028	\$ (88,028)
04-INDIRECT COST POOL Total		\$ 88,028	\$ 88,028	\$ -
23-DOI PL 102-477	32323030 Youth Shelter Expansion Project	450,000	450,000	\$ -
23-DOI PL 102-477 Total		\$ 450,000	\$ 450,000	\$ -
Grand Total		\$ 3,883,420	\$ 3,883,420	\$ -

Operating Mod #11A Request

COMPREHENSIVE BUDGET
FOR FISCAL YEAR 2025

Funding Source	Revenues	Transfers In	Total	Direct Exp.	Indir. Exp.	Transfers Out	Total	NET
Capital Projects	417,652,047	131,200,534	548,852,581	548,703,501	149,080	0	548,852,581	-
Department of Education	2,528,542	87,352	2,615,894	2,387,153	208,611	20,130	2,615,894	-
Department of Labor	17,842,521	0	17,842,521	15,406,025	1,499,466	937,030	17,842,521	-
Dept of Transportation Compact	96,544,512	0	96,544,512	96,072,471	372,041	100,000	96,544,512	-
DHHS General	99,939,187	0	99,939,187	91,510,184	8,429,003	0	99,939,187	-
DOI General	26,945,426	0	26,945,426	25,111,874	1,833,552	0	26,945,426	-
DOI PL 102-477	449,800,481	0	449,800,481	408,281,585	5,018,362	36,500,534	449,800,481	-
DOI Self Governance	59,742,431	79,600	59,822,031	54,654,798	4,817,233	350,000	59,822,031	-
Enterprise	7,077,456	27,454,389	34,531,845	34,257,492	274,353	0	34,531,845	-
EPA	4,997,531	0	4,997,531	4,693,518	304,013	0	4,997,531	-
Federal Other	690,288,666	80,867	690,369,533	655,683,903	1,974,641	32,710,989	690,369,533	-
HUD	79,293,450	1,877,501	81,170,951	77,704,070	389,380	3,077,501	81,170,951	-
Indirect Cost	94,531,540	187,030	94,718,570	94,718,570	0	0	94,718,570	-
IHS Discretionary	10,000,000	0	10,000,000	150,000	0	9,850,000	10,000,000	-
IHS Self Governance Health	923,432,925	0	923,432,925	823,200,521	65,138,637	35,093,767	923,432,925	-
IHS Self Governance Office	516,648	0	516,648	470,810	45,838	0	516,648	-
IHS Self Governance TEH	39,246,754	0	39,246,754	38,758,667	488,087	0	39,246,754	-
Internal Lease Pool	7,550,915	0	7,550,915	7,550,915	0	0	7,550,915	-
Motor Fuel Tax	11,680,384	26,668,134	38,348,518	28,027,831	120,687	10,200,000	38,348,518	-
Motor Vehicle Tax	39,482,421	485,682	39,968,103	38,775,820	1,192,283	0	39,968,103	-
Other	268,000	17,000	285,000	277,963	7,037	0	285,000	-
Permanent Funds	9,100	0	9,100	9,100	0	0	9,100	-
Private	2,658,825	0	2,658,825	2,578,952	79,873	0	2,658,825	-
State of Oklahoma	1,433,679	0	1,433,679	1,301,413	132,266	0	1,433,679	-
Tribe Funded	480,968,917	44,827,641	525,796,558	408,330,998	10,791,708	106,673,852	525,796,558	-
USDA	104,360,121	2,548,073	106,908,194	99,704,287	7,203,907	0	106,908,194	-
Total	\$ 3,668,792,479	\$ 235,513,803	\$ 3,904,306,282	\$ 3,558,322,421	\$ 110,470,058	\$ 235,513,803	\$ 3,904,306,282	\$ -

Non Grant Requests

Oper Mod #11A	3,883,420	07/14 E&F
Oper Mod #9	\$ 18,000,277	06/16 Council
Cap Mod #6	(11,359,208)	06/16 Council
Oper Mod #9.5	255,500,000	06/26 Council
Capital Mod #7	255,500,000	06/26 Council
Oper Mod #10	1,751,910	07/14 Council

Total after pending Mod's

\$ 4,427,582,681

Operating - cumulative total

\$ 3,492,188,522

Capital - cumulative total

935,394,159

Grand Total \$ 4,427,582,681

CAPITAL RECONCILIATION

LA 33-24	\$ 622,099,706
Cap Mod #1	32,908,963
Cap Mod #2	1,741,362
Cap Mod #3	(1,126,119)
Cap Mod #4	34,129,455
Cap Mod #5	1,500,000
Cap Mod #6	(11,359,208)
Cap Mod #7	255,500,000

Total Capital \$ 935,394,159

CHEROKEE NATION TRIBAL COUNCIL

Jody S. Reece, CPA, CIA, CMA

Executive Director of Financial Oversight



M e m o

To: Josh Sam, Chairman - Executive & Finance Committee
From: Jody S. Reece
CC: Executive & Finance Committee
Date: 07/11/2025
Re: Review of 2025 Operating Budget Mod #11A – Total \$ 10,204,687

Per your request, I have reviewed the administration's budget modification request for this month's Executive & Finance Committee Meeting. Below is a summary of my review:

A. Grant Reporting:

<u>Funding Source</u>	<u># of Budgets</u>	<u>Amount</u>
DHHS General	1	\$ 750,974
USDA	1	5,460,000
Dept of Education	1	253,297
EPA	2	54,627
Dept of Labor	1	(197,631)

Total Grant Reporting **\$ 6,321,267**

Cash Match for Grants (10103150) – Start of Year

Cash Out: Grant Required	\$ 1,297,921
Appropriated for Cash Match (future grants)	<u>2,202,079</u>
Original Total Budget	<u>\$ 3,500,000</u>

Original Appropriated for Cash Match – for future grants	\$2,202,079	
Used: 37733000 DOT Federal Transit Program	(80,867)	Mod 3
34571000 USDA Nutrition Education Plan	(23,128)	Mod 3
34535400 USDA EBT for Children	(1,112,071)	Mod 4
34578001 USDA RUS(Rural Util Svcs) DLT(Distance Lrng/Telemedicine)	(149,691)	Mod 6
—	—	
Balance Available for Future Grant Matching	<u>\$ 836,322</u>	

B. MOD #11A Request - Increase in budget authority - \$ 3,883,420

1. Detention Agreements Gen Fund – 10101540 – Tribally Funded: Modification requesting an increase in expenditure authorization of \$1,700,000. The fiscal year 2025 beginning budget requested was flat to the beginning fiscal year 2024 request and did not account for the late

year increase. This request reflects the full year rate and one additional detention housing contract. Funding provided by general fund carryover in budget 3. The new budgeted expenditure total is \$8,700,000.

2. Concurrent Enrollment – 10101770– Tribally Funded: Modification requesting an increase in expenditure authorization of \$123,832 to fund the Fall 2025 semester estimate. Funding provided by general fund carryover in budget 3. The new budgeted expenditure total is \$653,832.
3. Unappropriated Reserve – 10102960 – Tribally Funded: Modification requesting an increase in expenditure authorization of \$2,000,000 for the Oklahoma Turnpike Authority Plate-Pay Implementation payment, an increase in Transfer Out of \$2,981,987 for the Higher Ed Scholarships in budget 7, and a decrease in Reserve by Appropriation of \$(8,805,819). The net change provides funding for budgets in items 1, 2 and 4. The new budget for reserved by appropriation is \$29,043,275.
4. Clothing For Kids – 10104580– Tribally Funded: Modification requesting an increase in expenditure authorization of \$2,000,000 to fund the Fall 2025 school startup. Funding provided by general fund carryover in budget 3. The new budgeted expenditure total is \$2,270,000.
5. Land Development Land Ops – 10123500 – Tribally Funded: Modification requesting an increase in expenditure authorization of \$7,609. Funding provided by USDA drought assistance money received. The net budgeted expenditure total remains \$1,143,017.
6. Cattle Operation – 10123501 – Tribally Funded: Modification requesting an increase in expenditure authorization of \$5,796. Funding provided by USDA drought assistance money received. The net budgeted expenditure total remains at \$0.
7. MVT Higher Ed Scholarships – 10240010 – Motor Fuel Tax: Modification requesting an increase in expenditure authorization of \$2,981,987 to fund the Fall 2025 semester. Funding provided by transfer in of general fund carryover from budget 3. This budget originated as a Motor Fuel Tax (MFT) budget but the majority of the funding in recent years is Tribally Funded:

<u>Year</u>	<u>MFT</u>	<u>Tribally Funded</u>	<u>Total</u>
2021 Actual	\$4.7M	\$10.7M	\$15.4M
2022 Actual	5.3M	11.3M	15.0M
2023 Actual	5.3M	13.3M	17.5M
2024 Actual	5.4M	17.4M	22.8M
2025 Budget	5.4M	19.6M	25.0M

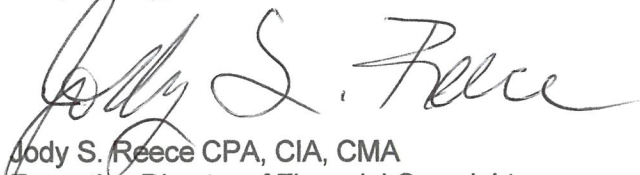
8. Indirect Cost Pool Recovery – 20400000 – Indirect Cost Pool: Modification requesting an increase in Indirect Cost Pool Recovery authorization of \$88,028 to fund the increased expenditures in budget 9. The new IDC Recovery revenue is \$96,094,668.
9. Cherokee Language Admin – 20412440 – Indirect Cost Pool: Modification requesting and increase in expenditure authorization of \$88,028. The budget was previously only for salaries/benefits and this mod will add operational costs. The new budgeted expenditure total is \$874,108.

10. Youth Shelter Expansion Project – 32323030 – DOI PL 102-477: New budget requesting expenditure authorization of \$450,000 that is funded from PL 102-477 interest income. This is a supplement to a \$1,000,000 grant from the Department of Justice for this project.
11. HJSCA Speaker Services Small Home Repair – 10109261 – Tribally Funded: New budget requesting expenditure authorization of \$350,000 that is funded from the Housing, Jobs, Sustainable Communities Act (HJSCA). A portion of the allocation that would go the CN Housing Authority is pulled back for the Speaker Services Department to administer the projects for Cherokee speakers that are under \$10,000 per project.

Summary:

After reviewing the submission of the operating modification by the administration, I have no technical issues surrounding these requests, nor do I have any concerns related to their respective carryover estimates. If I can provide any additional information, please do not hesitate to contact me.

Respectfully,



Jody S. Reece CPA, CIA, CMA
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