

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

WHEREAS, the White Mountain Apache Tribe owns and operates the White Mountain Recreation Enterprise, and

WHEREAS, the Board of Directors and the Enterprise Manager have recommended to the Council that the approved annual operating budget be amended by adding Item 5 Page 23 (a) to provide for construction of the Whiteriver Trailer Park at an estimate cost of \$20,000 and making a total of \$100,000 in construction projects, and

WHEREAS, since submission of the enterprise annual operating budget it has become necessary to provide a trailer park at Whiteriver, Arizona.

BE IT RESOLVED by the Council of the White Mountain Apache Tribe, that the proposed trailer park projects and amendment to the enterprise budget are hereby approved.

The foregoing resolution was on May 23, 1961 duly adopted by a vote of 10 for and 0 against by the Council of the White Mountain Apache Tribe, pursuant to authority vested in it by Article V, Section 1 (i) and (k) of the Amended Constitution and By-Laws of the Tribe, ratified by the Tribe June 27, 1958 and approved by the Secretary of the Interior on May 29, 1958, pursuant to Section 16 of the Act of June 18, 1934 (48 Stat. 984).

Lester Oliver
Chairman of the Tribal Council

Mary L. Crawford
Secretary of the Tribal Council

Received in Superintendent's Office

MAY 26 1961

(Date).

Credit

JUN 1 1961

Adair

Mr. F. M. Haverland

Area Director, Phoenix, Arizona

Dear Mr. Haverland:

Resolution No. 61-49 was adopted on May 23, 1961 by the White Mountain Apache Tribal Council pursuant to authority vested in it by Article V, Section 1 (i) and (k) of the Amended Constitution of the Tribe.

This Resolution approves an amendment to the operating budget of the White Mountain Recreation Enterprise in the amount of \$20,000 for construction of a trailer park at Whiteriver, Arizona.

Under Article V, Section 1 (i) and (k) of the Amended Constitution of the Tribe, this Resolution is not subject to approval. Under Section C, 3 of the approved Plan of Operation, the amendment to the budget is subject to approval and I recommend approval as submitted.

Sincerely yours,

/s/ Albert M. Hawley

Superintendent

LkAdair:mbt



UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF INDIAN AFFAIRS
PHOENIX AREA OFFICE
P. O. BOX 7007
PHOENIX, ARIZONA

Credit

June 9, 1961

Mr. Albert M. Hawley

Superintendent, Fort Apache Agency

Dear Mr. Hawley:

Returned herewith approved is a modification of the budget of the White Mountain Recreation Enterprise, to permit the construction of a trailer park at Whiteriver, in the amount of \$20,000.

The justification for this project is satisfactory and its construction should greatly improve the situation in the vicinity of the Agency at Whiteriver.

While the enclosures do not show the source of funds for this project, it is one of the items contemplated under Modification No. 2 to the Enterprise Application and Agreement requesting an additional \$100,000 of Tribal Treasury funds for this enterprise. Modification No. 2 will be returned by separate correspondence; however, we would like to point out here also that the Tribe may want to expect the Recreation Enterprise to expand from its own earnings in the future in order to conserve Tribal Treasury funds for other important purposes.

The original and one copy of the modification to the Recreation Enterprise budget, as approved by Resolution 61-49, adopted by the Tribal Council May 23, are returned herewith. One copy has been retained and one copy is being forwarded to the Central Office.

Sincerely yours,

Area Director

Enclosure

Copy to: Central Office, Credit, w/cy inc ltr, modif & res

AMENDMENT TO
OPERATING BUDGET 1961
WHITE MOUNTAIN RECREATION ENTERPRISE
WHITERIVER, ARIZONA

An amendment to the 1961 operating budget of the White Mountain Recreation Enterprise is recommended as follows:
Page 23a is amended to include item No. 5, construction of White-river Trailer Park at an estimated cost of \$20,000. This amendment makes a total of \$100,000 under items 1 through 5 of the construction budget.

Justifications for the 4 items previously approved on page 23a as a one-line item and the Trailer Park Project are attached. The Board recommends that the Tribal Council approve this amendment as submitted together with the trailer project.

SUBMITTED

WHITE MOUNTAIN APACHE TRIBAL COUNCIL

James D. Sparks
James D. Sparks, Manager

Lester Oliver
Lester Oliver, Tribal Chairman

DATE: 5/27/61

DATE: 6/3/61

APPROVED BOARD OF DIRECTORS

Nelson Lupe, Sr.
Nelson Lupe, Sr., Chairman

APPROVED: June 9, 1961

Lydo Harvey
Lydo Harvey, Member

(SIGNED) F.M. HAVERLAND

Mary V. Riley
Mary Riley, Member

Area Director
AUTHORITY: Sec. C-3, Plan of
Operation approved November 24, 1954.

JUSTIFICATION

Proposed Capital Investment Projects 1962 Fiscal Year White Mountain Recreation Enterprise

Fiscal 1962 proposed capital investment projects, to be financed by an interest bearing loan to the White Mountain Recreation Enterprise are itemized as follows:

1. Extension of domestic water system, Homesite Area "C", Hawley Lake Recreation Area	\$ 25,000
2. Expansion of commercial facilities, Hawley Lake store and boat dock	15,000
3. Fencing and homesite road improvements, Hawley Lake Recreation Area	10,000
4. Recreation Water impoundment	30,000
5. Whiteriver Trailer Park	20,000
Total	\$ 100,000

These projects have been carefully planned and it is felt that each is economically feasible and necessary to increase the profit making potential of existing Enterprise facilities. The Hawley Lake recreation development has contributed the largest share of the net profits earned by the Enterprise during the past two seasons and it is anticipated that the net earnings from this operation will continue to increase substantially. All of the projects proposed herein are planned to return the initial investment in a reasonable length of time, repay the loan principle and 5 percent interest over a 10 year period and earn a reasonable annual net profit for the Recreation Enterprise.

DOMESTIC WATER SYSTEM, HAWLEY LAKE. In the lease agreements for the 500 summer homesites at Hawley Lake, the Tribe is committed to make domestic water service available to the leased property. The agreement stipulates that the lessee will pay a reasonable annual fee for this service. This fee has been established at \$50 per year for each service.

The collection basin, pump and controls, elevated storage tank and most of the water mains and distribution systems for the "A" and "B" sections were installed in 1960 and 1961. It is now necessary to extend the system into the "C" section and small additions to the "B" section. This will provide service for an additional 125 lessees. Returns from this extension are projected as follows:

125 SERVICES @ \$50 per year	\$ 6,250
LESS: Pumping and Maintenance Cost	1,000
Annual Return	\$ 5,250

10 year return 52,500

This return is sufficient to meet the loan principle and interest payments and leave an annual operating profit for the Enterprise. The system should function satisfactorily for 20 to 25 years without major overhaul of replacement.

COMMERCIAL FACILITIES EXPANSION, HAWLEY LAKE The Hawley Lake general store, service station and boat dock have been in operation for two seasons, serving the homesite lessees and general recreation visitors. Sales in 1960 increased approximately 30 percent over 1959 and a similar increase is expected during the 1961 season. With the steadily increasing use of the area by lessees and visitors, the available floor space is now inadequate to properly display merchandise and serve the customers. A minimum addition of 1000 square feet of display area is needed in the general store building. The cost of this addition is estimated at \$10 per square foot. The remaining \$5,000 budgeted for this project will be used to purchase needed fixtures and refrigeration equipment and improve the sales area at the boat dock.

This investment will be recovered from additional profits earned from increased sales.

FENCING AND ROAD IMPROVEMENTS. All of the 500 homesite lots in the Smith Park Recreation Area have been surveyed and staked and the exterior boundaries of the project has been established. The surrounding area is used by the Northfork Livestock Association as summer range and holding pastures. In order to efficiently control the livestock and protect the project developments, it will be necessary to fence the entire area and install cattleguards on the two primary entrance roads. This will require construction of approximately five miles of fencing, estimated at \$500 per mile.

Access roads to the homesite locations have been surveyed and cleared. It is now necessary to grade and drain these roads and stabilize them with a cinder topping to control dust and permit use during wet seasons. A sum of \$7,500 is budgeted for this purpose during the 1962 fiscal year. This investment will be regained from lease fees and fees charged for garbage collection services.

RECREATION WATER IMPOUNDMENT. The White Mountain Apache Tribe has contracted with the Engineering Firm of Chambers and Associates, Albuquerque, New Mexico, to locate and survey feasible sites for future recreation water development on the Fort Apache Indian Reservation. The completed report on the above mentioned survey will be submitted to the Tribal Council within the next 60 days.

Fishing pressure on the reservation is increasing by approximately 20 percent each year and numerous studies and surveys by Federal and private agencies indicate that the demand will continue to increase at an accelerated rate during the next ten years. These demands will necessitate the development of new water and improvement of existing waters. Direct benefits will be gained by the Tribe through the increased income from the sale of fishing permits and indirect benefits will result from the sale of goods and services to the increasing number of recreation users. It is conservatively estimated that each acre of recreation water is worth \$1,000 per year to the local economy.

The United States Fish and Wildlife Service is now constructing a new fish hatchery at Alchey Springs, eight miles north of Whiteriver. The total expenditure for this project is estimated at approximately \$900,000. This new hatchery will assure a stable supply of trout for stocking purposes for many years to come.

In addition to proposed new impoundments, to be selected after the Chambers report is finalized, there is need for some rehabilitation work on the existing dam at Tonto Lake. A portion of the funds requested herein will be used for widening the spillway and sealing seepages at Tonto. The Tonto Lake operation has proven successful and returned a substantial profit each year. Final selection of other impoundment areas will be made by the Recreation Enterprise Board and the Tribal Council.

WHITERIVER TRAILER PARK. Increased construction activities, additional personnel in tribal jobs, federal agencies and public school functions have combined to create an acute housing shortage in the Whiteriver area. At present it is almost impossible to recruit new personnel because of the lack of adequate quarters. As a stop-gap measure, many families have purchased house trailers and are parked at various temporary locations on the Government Compound and the surrounding tribal property.

The Tribal Council has set aside a suitable site for development of a modern trailer park and requested the Recreation Enterprise to assume the responsibility of development and management of the project.

A local survey revealed that there are at present some twenty trailer owners who would immediately make use of the facilities upon completion. It is anticipated that a similar number of trailer users will move into the area within the next two years.

The site chosen will accommodate 40 to 45 trailers. Site preparation, utilities installation and street improvements are estimated to cost \$20,000. The following projected operation is based on an anticipated occupancy of 75 percent on a year round basis.