

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

WHEREAS, the White Mountain Apache Tribe owns and operates the Fort Apache Timber Company, and

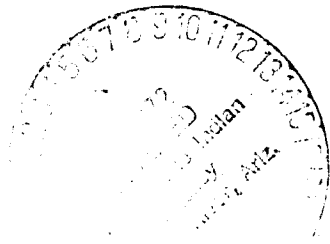
WHEREAS, the Board of Directors, Fort Apache Timber Company, has submitted and recommends approval by Tribal Council of a general and operating budget for the Fiscal Year May 1, 1972 through April 30, 1973 and said budget has been prepared and recommended in accordance with the Plan of Operation for the Enterprise, and

WHEREAS, the Plan of Operation of the Fort Apache Timber Company was approved July 14, 1961.

BE IT RESOLVED by the Tribal Council of the White Mountain Apache Tribe that the budget for general operating expense in the amount of \$8,157,610.00 and Capital Expenditures amounting to \$399,000.00 is hereby approved for the operation of the Fort Apache Timber Company for the Fiscal Year beginning May 1, 1972 and ending April 30, 1973.

BE IT FURTHER RESOLVED that no unexpended funds from prior budgets will be expended.

The foregoing resolution was on April 26, 1972 duly adopted by a vote of 7 for and 0 against by the Tribal Council of the White Mountain Apache Tribe, pursuant to authority vested in it by Article V, Section 1 (1) 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).



Paul Brunsley Sr.
Chairman of the Tribal Council

W. M. E. Goodhill
Secretary of the Tribal Council

ANNUAL BUDGET 1972-73

WHITE MOUNTAIN APACHE TRIBE
FORT APACHE TIMBER COMPANY

SALES:

Lumber		
Less Freight	9,016,000.00	
Net Lumber Sales	<u>480,000.00</u>	8,536,000.00

COST OF GOODS SOLD:

Lumber Purchased	51,000.00	
Stumpage	1,512,840.00	
Contract Logging	<u>2,560,000.00</u>	
Total Cost of Lumber Sold		<u>4,123,840.00</u>

MANUFACTURING COSTS:

Decking	56,161.00	
Sawmill	594,017.50	
Dry Kiln	143,642.00	
Planer Mill	387,245.00	
Green Chain	77,521.00	
Yard	289,462.50	
Small Log Sawmill	422,831.00	
Cibecue Sawmill	<u>529,000.00</u>	
Total Manufacturing Costs		<u>2,499,880.00</u>

SELLING & SHIPPING EXPENSES:

Commissions	358,400.00	
Sales Discounts	140,000.00	
Shipping Department	<u>31,400.00</u>	
Total Selling & Shipping		<u>529,800.00</u>

OTHER INCOME & EXPENSES:

Chip Sales	495,250.00	
Less Chipper & Debarker Exp.	106,040.00	
Freight on Chips	<u>215,250.00</u>	
Net Profit from Chips		<u>173,960.00</u>

Anticipated Income from Maverick Bond

Interest Expense	140,000.00	10,000.00
Less Interest Income	<u>40,000.00</u>	
Net Interest Expense		<u>100,000.00</u>

Depreciation Assets not in use
& Logging Equipment

32,800.00

Membership Dues

30,000.00

ANTICIPATED NET INCOME:

1,403,640.00

FORT APACHE TIMBER COMPANY

ANNUAL BUDGET MAY1, 1972 thru APRIL 30, 1973

	<u>ITEM</u>	<u>BUDGET</u>
<u>INCOME</u>		
04-00-8100	Lumber Sales 80MMBF @ 112.00	8,960,000.00
04-00-8125	Chip Sales 35,000 Units @ 14.15	495,250.00
04-00-8190	Interest	40,000.00
04-00-8290	Anticipated Income from Maverick Bond	10,000.00
04-00-7870	Lumber Purchased & Resold 500 MBF @ 112.00	56,000.00
		<u>9,561,250.00</u>

EXPENDITURES

PURCHASES, RAW MATERIALS		
04-00-7750	Stumpage	1,512,840.00
04-00-7755	Logging 80 MMBF GLS @ 32.00	2,560,000.00
04-00-7870	Lumber Purchases 500 MBF @ 102.00	51,000.00
		<u>4,123,840.00</u>

MANUFACTURING COSTS

DECKING		
04-03-7130	Labor	14,500.00
04-03-7430	Operating Supplies	6,500.00
04-03-7510	Repairs	12,000.00
04-03-7210	Payroll Costs Etc.	2,400.00
04-03-7610	Depreciation	6,000.00
04-03-7310	Power	
		<u>41,400.00</u>

CHIPPER & DEBARKER		
04-04-7130	Labor	39,500.00
04-04-7430	Operating Supplies	12,000.00
04-04-7510	Repairs	15,000.00
04-04-7210	Payroll Costs etc.	6,400.00
04-04-7610	Depreciation	16,000.00
04-04-7310	Power	9,000.00
		<u>97,900.00</u>

SAWMILL		
04-05-7130	Labor	260,000.00
04-05-7430	Operating Supplies	50,000.00
04-05-7510	Repairs	35,000.00
04-05-7210	Payroll Costs etc.	40,200.00
04-05-7310	Power	42,000.00
04-05-7610	Depreciation	48,000.00
		<u>475,200.00</u>

DRY KILN		
04-06-7130	Labor	14,500.00
04-06-7430	Operating Supplies	800.00
04-06-7510	Repairs	4,500.00
04-06-7210	Payroll Costs etc.	2,700.00
04-06-7610	Depreciation	22,500.00
		<u>45,000.00</u>

PLANER MILL		
04-07-7130	Labor	175,000.00
04-07-7430	Operating Supplies	40,000.00

MANUFACTURING COSTS (CONT'D)

	YARD	
04-09-7130	Labor	171,000.00
04-09-7430	Operating Supplies	25,000.00
04-09-7510	Repairs	25,000.00
04-09-7210	Payroll Costs etc.	25,000.00
04-09-7610	Depreciation	<u>14,700.00</u>
		260,700.00
	GREEN CHAIN	
04-10-7130	Labor	55,000.00
04-10-7430	Operating Supplies	400.00
04-10-7510	Repairs	2,000.00
04-10-7210	Payroll Costs etc.	<u>13,500.00</u>
		70,900.00
	SELLING EXPENSE	
04-00-7703-1	Freight on Lumber	480,000.00
04-00-7703-2	Freight on Chips	215,250.00
04-02-7160	Sales Commissions	358,400.00
04-00-7721	Membership Dues WWPA & SWPA	<u>30,000.00</u>
		1,083,650.00
	SHIPPING EXPENSE	
04-11-7130	Labor	15,200.00
04-11-7430	Supplies & Repairs	9,500.00
04-11-7210	Payroll Costs etc.	2,500.00
04-11-7610	Depreciation	<u>4,200.00</u>
		31,400.00
	GENERAL & ADMINISTRATIVE	
04-01-7130	Salaries	42,000.00
04-01-7410	Supplies & Repairs	4,000.00
04-01-7310	Utilities	720.00
04-01-7510	Repairs	600.00
04-01-7210	Payroll Costs Etc.	12,000.00
04-01-7250	Insurance	46,000.00
04-01-7610	Depreciation	4,000.00
04-01-7705	Legal & Audit	7,000.00
04-01-7340	Telephone	7,500.00
04-01-7420	Auto Expense	1,000.00
04-01-7440	Postage	600.00
04-01-7709	Board of Directors	3,000.00
04-01-7706	Tribal Business Office Overhead	<u>4,000.00</u>
		132,420.00
	OTHER EXPENSE	
04-00-7712	Interest	140,000.00
04-00-7765	Discounts on Sales	140,000.00
04-00-7756	Depreciation, Logging Equipment	<u>32,800.00</u>
		312,800.00
	MAINTENANCE & WATER SUPPLY	
04-12-7130	Labor	50,000.00
04-12-7210	Payroll Costs etc.	12,000.00
04-12-7310	Power	2,400.00
04-12-7430	Supplies	3,000.00
04-12-7510	Repairs	3,500.00
04-12-7610	Depreciation	<u>10,500.00</u>
		81,400.00
	SMALL LOG SAWMILL	
04-13-7130	Labor	150,000.00
04-13-7210	Payroll Costs	24,000.00
04-13-7310	Power	35,000.00
04-13-7430	Operating Supplies	75,000.00
04-13-7510	Repairs	40,000.00
04-13-7610	Depreciation	<u>80,000.00</u>
		404,000.00
	CIRCLE MILL	

CAPITAL EXPENDITURES

04-00-3229	Yard & Road Improvements	20,000.00
04-00-3229-1	Bridge (Tribe's portion of 4 corners grant)	18,000.00
04-00-3250	Emergency Fund (Board of Directors)	100,000.00
04-00-3260	Two Fork Lifts	33,000.00
04-00-3615	Road Fund (Reimbursable)	100,000.00
04-00-3250-6	Carriage Exchange CBQ	15,000.00
04-00-3260	Lumber Stacker	25,000.00
04-00-3240	Safety Control (Federal Law)	25,000.00
04-00-3260	Blow Pipe Exchange	15,000.00
04-00-3250-4	Filing Room Small Log Mill	8,000.00
04-00-3250-6	Green Chain & Gang Saw Building CBQ	15,000.00
04-00-3229	Pollution Control	25,000.00
		<u>399,000.00</u>

BREAKDOWN OF PRO-RATED DEPARTMENTS

ADMINISTRATION

Decking	5.0%	6,621.00
Sawmill	37.5%	49,657.50
Dry Kiln	10.0%	13,242.00
Planer Mill	25.0%	33,105.00
Green Chain	5.0%	6,621.00
Yard	12.5%	16,552.50
Small Log Mill	5.0%	6,621.00
	Total	<u>132,420.00</u>

STEAM PLANT

Sawmill	30.0%	36,600.00
Dry Kiln	70.0%	85,400.00
	Total	<u>122,000.00</u>

MAINTENANCE & WATER SUPPLY

Decking	10.0%	8,140.00
Sawmill	40.0%	32,560.00
Planer Mill	10.0%	8,140.00
Yard	15.0%	12,210.00
Chipper & Debarker	10.0%	8,140.00
Small Log Mill	15.0%	12,210.00
	Total	<u>81,400.00</u>

CASH FLOW

Estimated Cash on Hand 5/1/72	450,000.00	
Small Log Mill Working Capital	<u>291,091.00</u>	741,091.00
Estimated Income		9,561,250.00
Cash Available		10,302,341.00
LESS:		
Operating Expense	8,157,610.00	
Less Depreciation	<u>316,700.00</u>	7,840,910.00
Capital Expenditures Budgeted	399,000.00	399,000.00
Debt. Repayment Principal - Small Log Mill	68,500.00	
Debt Repayment Principal - FATCO Mill	<u>113,300.00</u>	181,800.00
TOTAL EXPENDITURES		8,421,710.00
Anticipated Income Maverick Bond		10,000.00
ESTIMATED CASH 4/30/73		1,890,631.00