

SUMMARY

The Navajo Nation Office of the Auditor General conducted a follow-up review of the Mariano Lake Chapter's corrective action plan (CAP) implementation regarding audit report no. 01-05 "A Follow-up Review to the Special Review of Mariano Lake Chapter" approved by the Budget and Finance Committee on September 17, 2002 per resolution no. BFS-120-02.

Our CAP follow-up review found:

Finding I:

- 4 of 8 corrective measures for Finding I have been implemented;
- 3 of 8 corrective measures for Finding I are in the process of being implemented; and
- 1 of 8 corrective measures for Finding I has not been implemented.

Finding II:

- 2 of 3 corrective measures for Finding II are in the process of being implemented; and
- 1 of 3 corrective measures for Finding II has not been implemented.

Overall, the Mariano Lake Chapter has made improvements in implementing their corrective action plan; four corrective actions have been implemented and implementation on five corrective actions is in process, leaving two corrective actions that have yet to be implemented. The Chapter represents that they are continuing to work diligently to make the necessary corrections. Thus, with continued monitoring and technical assistance from the Local Governance Support Center Eastern Agency, the Chapter anticipates achieving full implementation of the corrective actions by November 2006. In conclusion, the Office of the Auditor General recommends that sanctions not be imposed on Mariano Lake Chapter.