

## SUMMARY

The Navajo Nation Office of the Auditor General conducted a follow-up review of the Hardrock Chapter corrective action plan (CAP) implementation regarding audit report no. 00-28 approved by the Budget and Finance Committee on September 17, 2002 per resolution no. BFS-121-02.

Our CAP follow-up review found:

*Finding I:*

- 6 of 12 corrective measures for Finding I have been implemented;
- 4 of 12 corrective measures for Finding I are in the process of being implemented; and
- 2 of 12 corrective measures for Finding I have not been implemented.

*Finding II:*

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

Overall, the Hardrock Chapter has implemented six corrective actions and implementation is in process for five corrective actions. Although three corrective actions have yet to be implemented, the Chapter has developed a plan of action and timeline to fully implement these corrective actions and the Office of Auditor General, in coordination with the Local Governance Support Center (LGSC) Chinle Agency will closely monitor the Chapter's full implementation of the corrective actions. In conclusion, the Office of the Auditor General recommends that sanction not be imposed on the Hardrock Chapter.