

Dear Readers

Letter from CPA documents came to me via a source on the rez. I am posting it so everyone can see how corrupt, how inept, how bungled the Tribal Council has allowed the situation to become.

This Auditor who wrote this letter, seriously dumbed it down to make it understandable to those of us who are not in the business of finances or know the language of Financial Managers, Auditors, etc.

He made it as clear as was possible, under the circumstances and yet there are references in there that I would have to research in order to understand.

However, the position of Treasurer for the tribe is one that would require a person with enough education, specializing in Finances and Accounting to a very high degree, and these terms would be easily understandable to them.

The Tribal Council, rather than seeking out someone with the educational and ethical qualifications to run the office, chose instead, to allow the worst kind of criminal nepotism to run the day and ruin the finances of the tribe.

Clearly, the auditor who wrote this letter is an ethical man and was stunned at the level of corruption and incompetence as well as the disrespectful arrogant demeanor of the Treasurer, Brian Pearson.

This document is a solid warning to every member of the tribe that you are robbed blind at this point and have no hope of recovery if you do not act immediately to remove not only Brian Pearson, but the rest of them and request a Conservator to run the finances until qualified people (and there are those of the SLN who are qualified as they have gone to college and have the degrees... but the Tribe has seen fit to over look them, or run them off, in order to put the worst of the worse in the most crucial position, that of Treasurer), until qualified people can be elected and installed.

Not only is the Tribe out of compliance with the Tribes basic finances, which alone would make it illegal for the government to continue funding grants for programs, but also the casino is out of compliance as well as Sioux Mfg. **All OUT OF COMPLIANCE.**

This means that not only are you broke, but that the government can choose to demand that the monies granted over the past 7 years be revoked or returned!

Essentially, you will all be without a dime to your names, while your fat cat Tribal Council Members are living in the lap of luxury from the funds they have stolen from you.

The Auditor does not say “corrupt” and only addresses the level of incompetence, but it all goes to the corruption to anyone that can follow a straight line.

Either you act immediately to oust them all, or when the ax falls, everyone cry and act surprised.

I can think of no greater RED FLAG Warning than what this man has stated in his letter of January 1, 2007.

Enron used to be the Benchmark of Financial Corruption. Now, this can easily surpass it in so many ways, I guarantee you the fall out will be more than what the next 7 generations can fix.

Clearly, from this letter, Mr. Arobba cares very much for and has an undying respect for the good people of Fort Totten/Spirit Lake Nation and his best efforts to fix a very bad situation have left him no choice but to spell it out.

Are there still those among you who think this is all a joke?

You know where to find me!

~Cat

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JAIME C. AROBBA
CERTIFIED PUBLIC ACCOUNTANT

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JANUARY 1, 2007

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THE HONORABLE TRIBAL COUNCIL
SPIRIT LAKE NATION
P.O. BOX 359
FORT TOTTEN, NORTH DAKOTA 58335

DEAR TRIBAL COUNCIL MEMBERS:

I WANT TO BE STRAIGHT FORWARD AND HONEST WITH MY FEELINGS. I WANT YOU TO KNOW THAT I DON'T FEEL COMFORTABLE WORKING WITH THE TRIBAL TREASURER FOR THE FOLLOWING REASONS:

1. HE IS VERY DISRESPECTFUL TOWARDS ME, TOWARDS TRIBAL EMPLOYEES, AND TOWARDS THE GENERAL PUBLIC.
2. HE IS REALLY RUDE, REALLY CRUDE, AND REALLY JUDGMENTAL. I DON'T CARE FOR HIS PEOPLE SKILLS AND FOR THE WAY HE TREATS PEOPLE. **MONEY AIN'T WORTH IT!!!**
3. I FEEL UNWELCOME AND VERY UNAPPRECIATED. I DON'T NEED TO LIVE MY LIFE FEELING UNWELCOME AND UNAPPRECIATED. AT THE SAME TIME, I DON'T WANT TO IMPOSE ON ANYBODY.
4. I FEEL VERY UNCOMFORTABLE WITH THE MOTHER-SON RELATIONSHIP THAT EXISTS BETWEEN THE TRIBAL PRESIDENT AND THE TRIBAL TREASURER. IT IS VERY UNETHICAL AND IT VIOLATES INTERNAL CONTROL PRINCIPLES (AICPA), INTERNAL CONTROL RELATED REGULATIONS (FEDERAL, GAO, OMB, STATE BOARD OF ACCOUNTANCY, TRIBAL, ETC.), REGULATIONS APPLICABLE TO "RELATED-PARTY TRANSACTIONS", REGULATIONS APPLICABLE TO CONFLICTS OF INTEREST, COLLUSION, NEPOTISM, GENERALLY ACCEPTED AUDITING STANDARDS AND GENERALLY ACCEPTED GOVERNMENT AUDITING STANDARDS, ETC., ETC., ETC. I DON'T WANT TO GET CAUGHT IN THE MIDDLE OF IT.
5. THE JOB AS TREASURER OF THE SPIRIT LAKE NATION REQUIRES A CERTAIN LEVEL OF KNOWLEDGE IN ACCOUNTING AND IN BOOKKEEPING. THE JOB IS WAY OVER HIS HEAD. HE DOESN'T HAVE THE KNOWLEDGE NOR THE UNDERSTANDING OF EVEN BASIC ACCOUNTING OR WORSE YET BASIC BOOKKEEPING.
6. I FEEL VERY UNCOMFORTABLE WITH THE TREASURER ALSO BEING THE SECRETARY OF THE TRIBE. IT IS A MAJOR CONFLICT OF INTEREST. IT IS ALSO VERY UNREALISTIC FOR ONE PERSON TO DO BOTH JOBS AT THE SAME TIME. BESIDES THE CONFLICT OF INTEREST ISSUES FOR BOTH FUNCTIONS

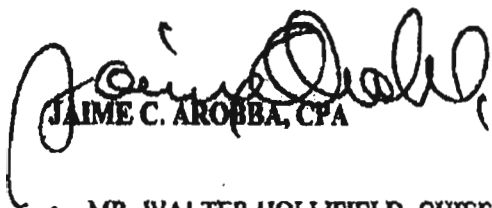
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SPIRIT LAKE NATION
JANUARY 1, 2007
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RESIDING IN ONE PERSON (LACK OF SEGREGATION OF DUTIES BETWEEN THE TRIBAL SECRETARY AND THE TRIBAL TREASURER), THERE IS NO WAY THAT ONE PERSON COULD BE EFFECTIVE AND EFFICIENT IN CARRYING OUT BOTH JOBS AND INHERENT RESPONSIBILITIES. BOTH FUNCTIONS ARE BEING NEGLECTED!!!

7. I ALSO FEEL VERY FRUSTRATED BECAUSE OF THE TREASURER'S CHRONIC ATTENDANCE PROBLEMS. EXCESSIVE TARDINESS AND EXCESSIVE ABSENTEEISM ARE A MAJOR PROBLEM. IT IS TRUE THAT THE TREASURER DOESN'T HAVE TO PUNCH THE CLOCK. ON THE OTHER HAND, IT DOESN'T MEAN YOU DON'T HAVE TO COME TO WORK. IF YOU DON'T COME TO WORK, THE WORK DON'T GET DONE!!!
8. I WAS NOT HIRED TO TELL YOU WHAT YOU WANT TO HEAR. I WAS HIRED TO TELL YOU AND YOUR PEOPLE WHAT YOU NEED TO KNOW!!! THIS IS WHAT ADVICE IS ALL ABOUT!!! THIS IS WHAT TECHNICAL ASSISTANCE IS ALL ABOUT!!!
9. IF THE TRIBAL COUNCIL WANTS ME TO FINISH UP THE FY2006 PRE-AUDIT WORK, INCLUDING THE PREPARATION OF THE COMBINING AND COMBINED FINANCIAL STATEMENTS (MODIFIED ACCRUAL BASIS), PREPARATION OF THE GASB-34 FINANCIAL STATEMENTS (FULL ACCRUAL BASIS), SEFA (SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS), NOTES TO THE FINANCIAL STATEMENTS, RECONCILIATION SCHEDULES TO RECONCILE GASB-34 FINANCIAL STATEMENTS TO MODIFIED ACCRUAL FINANCIAL STATEMENTS, THE MD & A (PER GASB-34 MANAGEMENT DISCUSSION AND ANALYSIS), PRIOR AUDIT RESOLUTIONS, ETC., I WOULD LIKE TO REQUEST THE YOU SET UP, THROUGH FORMAL RESOLUTION, A FOUR MEMBER INDEPENDENT AUDIT COMMITTEE FOR ME TO WORK WITH, INDEPENDENT OF THE TRIBAL TREASURER (TWO COUNCIL MEMBERS, CFO, AND THE CONTRACTS MANAGER). AS I MENTIONED EARLIER IN THIS LETTER, I NO LONGER CARE TO WORK WITH MR. PEARSON.

HECHETU WELO,


JAIME C. AROBA, CPA

- MR. WALTER HOLLIFIELD, CHIEF FINANCIAL OFFICER

ANPETU IVOHILA MAZAKA WANICHA IBLAWA
KAJIN MANA KAJIN KIKILLANTAJ YUPANI
PILAMAYA - THANK YOU - GRACIAS - MOLTE GRAZIE - SUMAJ PACHA - PIDAMAYA - THANK YOU - GRACIAS - MOLTE GRAZIE
SUMAJ PACHA - WASHTE VELO


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RESIDING IN ONE PERSON (LACK OF SEGREGATION OF DUTIES BETWEEN THE TRIBAL SECRETARY AND THE TRIBAL TREASURER), THERE IS NO WAY THAT ONE PERSON COULD BE EFFECTIVE AND EFFICIENT IN CARRYING OUT BOTH JOBS AND INHERENT RESPONSIBILITIES. BOTH FUNCTIONS ARE BEING NEGLECTED!!!

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THE JOB AS TREASURER OF THE TRIBE IS VERY DEMANDING IN TERMS OF TIME AND IN TERMS OF RESPONSIBILITY. DURING THE SIX MONTHS OR SO THAT I HAVE BEEN WORKING FOR THE SPIRIT LAKE TRIBE, I NOTICED THAT YOU ARE LATE FOR WORK EXCESSIVELY AS TRIBAL EMPLOYEES AND TRIBAL MEMBERS WERE LINED UP IN FRONT OF YOUR DOOR WAITING FOR YOU TO SHOW UP OR INQUIRING AS TO WHEN YOU WERE GOING TO SHOW UP FOR WORK. BESIDES YOUR EXCESSIVE TARDINESS, I ALSO NOTICED THAT QUITE OFTEN YOU DON'T SHOW UP FOR WORK AND THAT YOU MISS WORK A LOT. YOUR EXCESSIVE TARDINESS AND YOUR EXCESSIVE ABSENTEEISM ARE VERY FRUSTRATING FOR OTHER TRIBAL COUNCIL MEMBERS INCLUDING THE TRIBAL CHAIRMAN, FOR TRIBAL EMPLOYEES, AND FOR TRIBAL MEMBERS. I ALSO BECAME VERY FRUSTRATED BECAUSE OF YOUR EXCESSIVE TARDINESS AND YOUR EXCESSIVE ABSENTEEISM FROM WORK. TAKING CARE OF THE SPIRIT LAKE NATION IS VERY SERIOUS BUSINESS. IT REQUIRES LOTS OF HOURS, BURNING THE MIDNIGHT OIL EVERY DAY, WORKING HARD THROUGH THE WEEKEND. NO TIME FOR FUN. NO TIME TO PARTY...

I WANT YOU TO KNOW THAT I FEEL VERY UNCOMFORTABLE WITH THE MOTHER-SON RELATIONSHIP THAT EXISTS BETWEEN YOU AND THE TRIBAL CHAIRMAN. IT HAS VERY DEEP IMPLICATIONS FOR THE ACCOUNTING SYSTEM AS IT RELATES TO INTERNAL CONTROLS, FEDERAL REGULATIONS, RELATED PARTY TRANSACTIONS, CONFLICTS OF INTEREST, SEGREGATION OF DUTIES, NEPOTISM, GENERALLY ACCEPTED AUDITING STANDARDS, GENERALLY ACCEPTED GOVERNMENT AUDITING STANDARDS AND THE YELLOW BOOK, ETC. IT IS VERY UNCOMFORTABLE AND I DON'T WANT TO GET CAUGHT IN THE MIDDLE OF IT.

YOU HAVE MADE NO ATTEMPTS TO ADDRESS "AUDITORS' INDEPENDENCE" FROM DAY ONE, NOT FOR THE TRIBE, NOT FOR THE SPIRIT LAKE CASINO, NOT FOR THE TRIBAL COLLEGE, NOT FOR DAKOTA SIOUX MANUFACTURING, ETC. AS AGREED BY ALL OF THE TRIBAL COUNCIL MEMBERS, AT A DULY CONVENED TRIBAL COUNCIL MEETING IN NOVEMBER, I PRESENTED A THREE DAY WORKSHOP ON DECEMBER 11, 12, AND 13 AT THE SPIRIT LAKE CASINO. I SPENT ONE WHOLE DAY TO ADDRESS POST-ENRON ISSUES RELATED TO "AUDITORS' INDEPENDENCE" INCLUDING THE SARBANES-OXLY ACT SIGNED INTO LAW BY PRESIDENT BUSH IN 2002. THE ONLY ONES PRESENT WERE TRIBAL COUNCIL MEMBER SHELLY LUGER, THE INTERNAL AUDITOR, MR. DARREN WALKING EAGLE, AND THE NEWLY HIRED CHIEF FINANCIAL OFFICER (LIN, JASON, AND WENDY FROM MY FIRM WERE ALSO PRESENT). AS A RESULT OF THE ENRON SCANDAL AND OTHER SCANDALS SUCH AS THE WORLDCOM SCANDAL, AUDITORS' INDEPENDENCE HAS BECOME A VERY SERIOUS ISSUE. IT IS GOING TO BE TESTED TO THE MAX IN FRONT OF THE NORTH DAKOTA BOARD OF ACCOUNTANCY, IN THE PROPER COURTS OF COMPETENT JURISDICTION OF THE STATE OF NORTH DAKOTA, AND IN FEDERAL COURT.

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I MUST ALSO MENTION THAT IN ADDITION TO BEING THE TREASURER FOR THE SPIRIT LAKE NATION, YOU ARE ALSO THE TRIBAL SECRETARY. YOUR RESPONSIBILITIES AS TRIBAL SECRETARY ARE ALSO BEING NEGLECTED. THE RESPONSIBILITIES OF THE TRIBAL SECRETARY FOR MAINTAINING RECORDS AND INFORMATION FOR THE SPIRIT LAKE NATION PERMEATE EVERY ASPECT OF THE TRIBAL GOVERNMENT INCLUDING THE ADMINISTRATION OF GRANTS AND CONTRACTS FUNDED WITH FEDERAL DOLLARS, RUNNING TRIBAL PROGRAMS FUNDED WITH TRIBAL DOLLARS, AND THE TRIBAL COUNCIL'S RESPONSIBILITY TO OVERSEE TRIBAL ENTERPRISES SUCH AS THE SPIRIT LAKE CASINO, DAKOTA SIOUX MANUFACTURING, THE TRIBAL COLLEGE, TRIBAL SCHOOLS, GOLDEN EAGLE WIRELESS, NATURE'S WAY INVESTMENTS, ETC., ET; ETC. THE FUNCTIONS AND THE RESPONSIBILITIES OF THE TRIBAL SECRETARY ALSO HAVE VERY SERIOUS IMPLICATIONS FOR THE TRIBE'S A-133 SINGLE AUDIT AND FOR THE AUDITORS TESTING OF THE MINUTES AND OTHER AUDIT RELATED INFORMATION.

AS I MENTIONED IN SEPARATE LETTERS DATED DECEMBER 20, 2006, DATED DECEMBER 21, 2006, ETC., THOUSANDS OF ADJUSTMENTS NEED TO BE MADE IN THE BOOKS OF THE TRIBE. ASSET ACCOUNTS AND LIABILITY ACCOUNTS FOR ALMOST EVERY FUND ARE FULL OF GARBAGE:

- A MATERIAL NUMBER OF ASSET AND LIABILITY ENTRIES WERE NEVER MADE INTO THE GENERAL LEDGER OF THE TRIBE SUCH AS FOR LOANS, ACCOUNTS RECEIVABLE, TRAVEL ADVANCES RECEIVABLE, BAD INVESTMENTS, ETC. IT MAY END UP COSTING THE SPIRIT LAKE TRIBE AN ADVERSE OPINION UNLESS A DISCLAIMER OF OPINION ENDS UP BEING ISSUED BY THE AUDITORS DUE TO LACK OF INDEPENDENCE.
- DUE FROM GRANTOR AMOUNTS NEED TO BE DRAWN DOWN. THIS IS ONE OF THE MANY REASONS WHY THE SPIRIT LAKE TRIBE IS EXPERIENCING CASH-FLOW PROBLEMS. MR. HOLLIFIELD NEEDS TO ANALYZE ALL 252 FUNDS CAREFULLY AND NEEDS TO MAKE ALL NECESSARY DRAWDOWNS IMMEDIATELY AT LEAST UP TO SEPTEMBER 30, 2006. AS AN INTEGRAL PART OF THE FY2006 A-133 SINGLE AUDIT, THE AUDITORS WILL HAVE TO AUDIT DUE FROM GRANTOR BALANCES IN DEPTH AND WITH GREAT DETAIL. BEING THAT THIS IS ONE OF THE MAJOR PROBLEM AREAS FOR THE SPIRIT LAKE TRIBE AT THIS POINT IN TIME.
- FUND BALANCES NEED TO BE RECONCILED AND ADJUSTED FOR ALL 252 FUNDS. THEY STILL NEED TO BE AUDITED BY THE AUDITORS FOR FY2006.

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- A CARRY-OVER RECONCILIATION WAS NEVER COMPLETED (NEITHER AUDITED NOR UNAUDITED) FOR THE TRIBE UNTIL FY2005. AN AUDITED CARRY-OVER RECONCILIATION IS LIKE THE SKELETON OF A HUMAN BEING. A BODY WITHOUT A SKELETON CAN'T STAND UP ON ITS OWN. THE SAME ANALOGY APPLIES TO THE TRIBE'S A-133 SINGLE AUDIT. THE CARRY-OVERS FOR ALL 252 FUNDS STILL NEED TO BE AUDITED FOR FY2006.
- THE CARRY-OVER RECONCILIATION WE STARTED IN FY2005, AS AN INTEGRAL PART OF THE "SEFA" OR SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, NEEDS TO BE CLEANED UP AND AUDITED EVERY YEAR. AS DISCUSSED WITH THE AUDITORS, IT WILL TAKE FY2006 AND FY2007 TO FULLY CLEAN IT UP. AS MENTIONED ABOVE, THE CARRY-OVERS FOR ALL 252 FUNDS STILL NEEDS TO BE AUDITED BY THE AUDITORS.
- THE "SEFA" AND CARRY-OVER RECONCILIATION WE PREPARED FOR FY2006, IS FINISHED. HOWEVER, IT STILL NEEDS A FINAL REVIEW, AS I MENTIONED TO MR. HOLLIFIELD IN A PRIOR LETTER. THE "SEFA" IS THE MEAT AND THE BONES OF THE OMB CIRCULAR A-133 SINGLE AUDIT. THE "SEFA" STILL NEEDS TO BE AUDITED BY THE AUDITORS.
- THE GASB-34 FIXED ASSET AND DEPRECIATION SCHEDULES ARE FINISHED. FIXED ASSET AND DEPRECIATION RELATED PRIOR PERIOD ADJUSTMENTS NEED TO BE POSTED INTO THE GENERAL LEDGER AND INTO THE FIXED ASSET SYSTEM IN THE TRIBAL FINANCE OFFICE (I WILL EXPLAIN IN A SEPARATE LETTER THE REASONS AND THE WHY'S FOR THE FIXED ASSET AND DEPRECIATION RELATED PRIOR PERIOD ADJUSTMENTS). FIXED ASSETS, DEPRECIATION, AND ACCUMULATED DEPRECIATION STILL NEED TO BE AUDITED BY THE AUDITORS.
- THE GASB-34 GOVERNMENT-WIDE FINANCIAL STATEMENTS AND APPLICABLE RECONCILIATION SCHEDULES ARE ALMOST FINISHED. THEY ARE THE MEAT AND THE BONES OF THE GASB-34 AUDIT. THEY HAVE NOT BEEN AUDITED BY THE AUDITORS, YET.
- THE LONG-TERM DEBT GASB-34 AMORTIZATION SCHEDULES ARE ALMOST FINISHED. THEY STILL NEED TO BE AUDITED BY THE AUDITORS.
- WE ARE STILL WORKING ON THE NOTES TO THE FINANCIAL STATEMENTS (GAAP/FASB/GASB/GAGAS). THEY HAVE NOT BEEN AUDITED BY THE AUDITORS, YET.

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- THE "MD & A" OR MANAGEMENT DISCUSSIONS AND ANALYSIS IS PARTIALLY COMPLETE. WE USUALLY FINISH IT WITHIN TWO WEEKS AFTER THE DRAFT AUDIT REPORT IS ISSUED. IT IS REQUIRED EVEN THOUGH LANGUAGE HAS BEEN USED TO MAKE IT LOOK LIKE IT IS NOT REQUIRED.
- THE MODIFIED ACCRUAL BASIS COMBINED, COMBINING, AND INDIVIDUAL FUND BALANCE SHEETS AND RELATED STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES FOR ALL 252 FUNDS ARE FINISHED. WE GAVE A DRAFT COPY TO JUSTIN YANKTON, LORI MCKAY, AND TO MR. HOLLIFIELD. THE COMBINED, COMBINING, AND INDIVIDUAL FUND STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES SHOW EXPENDITURES BY NATURAL CATEGORY RATHER THAN BY FUNCTION, TO BE ABLE TO MEET THE NEEDS OF THE TRIBE AND THE NEEDS OF THE FEDERAL GOVERNMENT FOR THE PROPER ADMINISTRATION OF GRANTS AND CONTRACTS AND FOR THE NEGOTIATION OF THE INDIRECT COST RATE). THE MODIFIED ACCRUAL BASIS COMBINED, COMBINING, AND INDIVIDUAL FUND BALANCE SHEETS AND RELATED STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES HAVE NOT BEEN AUDITED YET. THEY REPRESENT A MATERIAL PORTION OF THE FINANCIAL MATERIAL UPON WHICH THE AUDITORS MUST RENDER AN OPINION OR DISCLAIM AN OPINION IF NOT INDEPENDENT IN FACT AND IN APPEARANCE.
- MANY OTHER PROBLEMS WITH THE ACCOUNTING SYSTEM AND WITH THE GENERAL LEDGER NEED TO BE ADDRESSED. I MENTIONED THESE PROBLEMS TO MR. HOLLIFIELD AND TO MR. DARREN WALKING EAGLE, THE INTERNAL AUDITOR, DURING THE THREE DAY WORKSHOP I PRESENTED AT THE SPIRIT LAKE CASINO.

PROPERLY DONE AND PROPERLY CARRIED OUT, AUDIT WORK IS VERY TIME CONSUMING AND VERY INTRICATE, ESPECIALLY AFTER THE ENRON AND WORLDCOM SCANDALS AND THE MYRIADS OF POST-ENRON REGULATIONS BY THE ACCOUNTING PROFESSION (AICPA/FASB/GASB/SAS-99, ETC.), NEW LAWS ENACTED BY THE FEDERAL GOVERNMENT SUCH AS THE SARBANES-OXLY ACT, AND OF COURSE STATE LAWS THAT REGULATE THE BOARD OF ACCOUNTANCY FOR EVERY STATE IN THE UNION. CONTRARY TO POPULAR BELIEF, AUDIT WORK IS NOT VERY PROFITABLE. IT NEVER WAS. AFTER PAYING SALARIES, FRINGE BENEFITS, AND OVERHEAD OPERATING EXPENSES, NOT MUCH IS LEFT. RIGHT AFTER THE ENRON SCANDAL AND RIGHT AFTER PRESIDENT BUSH SIGNED INTO LAW THE SARBANES-OXLY ACT, I PREDICTED THAT AUDIT FEES WOULD GO UP DUE TO THE FACT THAT AUDITORS WOULD NO LONGER BE ABLE TO AUDIT THEIR OWN WORK AND DUE TO THE MYRIADS OF NEW REGULATIONS ENACTED TO REGULATE AUDITORS INDEPENDENCE AND AUDITING STANDARDS SUCH AS SAS-99, ETC.

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PROPERLY DONE AND PROPERLY CARRIED OUT, PRE-AUDIT WORK IS ALSO VERY TIME CONSUMING, VERY INTRICATE, AND VERY LABOR-INTENSIVE. OUR PROFIT MARGIN FOR PRE-AUDIT WORK IS AROUND 15% OF GROSS FEES. CONTRARY TO POPULAR BELIEF, PRE-AUDIT WORK IS NOT AS PROFITABLE AS PEOPLE MAY THINK EITHER. AFTER PAYING SALARIES, FRINGE BENEFITS, AND OVERHEAD OPERATING EXPENSES, NOT MUCH IS LEFT IN MY POCKET. FOR EVERY \$100,000.00 YOU PAY ME, I HAVE ALREADY SPENT \$85,000.00 OUT OF MY POCKET (I DON'T WORK ALL BY MYSELF OUT OF MY KITCHEN TABLE).

AS I MENTIONED TO YOU, TO THE TRIBAL COUNCIL, AND TO TRIBAL EMPLOYEES ON NUMEROUS OCCASIONS, I GOT OUT OF AUDITING IN 2002, AS SOON AS PRESIDENT BUSH SIGNED INTO LAW THE SARBANES-OXLY ACT AND AS SOON AS OTHER REGULATIONS WERE ENACTED TO REGULATE AUDITORS' INDEPENDENCE (OMB CIRCULAR A-133, OMB CIRCULAR A-87, GAO YELLOW BOOK, NEW AICPA/FASB/GASB STANDARDS, ETC.)

LAST BUT NOT LEAST, AS I MENTIONED IN A PRIOR LETTER ADDRESSED TO THE TRIBAL COUNCIL, YOU ARE VERY DISRESPECTFUL, VERY SARCASTIC AND VERY RUDE, ESPECIALLY WITH TRIBAL EMPLOYEES AND WITH TRIBAL MEMBERS. IT IS UNCALLED FOR BEHAVIOR AND VERY UNBECOMING OF A TRIBAL TREASURER.

I WAS NOT HIRED TO PLAY THE ROLE OF "MISS CONGENIALITY". I WAS NOT HIRED TO PLEASE YOU OR TO APPEASE YOU OR THE TRIBAL COUNCIL. I WAS HIRED TO WORK FOR THE SPIRIT LAKE NATION AND TO REPRESENT THE PEOPLE OF THE SPIRIT LAKE NATION. I AM ULTIMATELY ACCOUNTABLE TO THE PEOPLE OF THE SPIRIT LAKE NATION, THAT IS, THE ELDERS, MEN, WOMEN, AND CHILDREN, INCLUDING THE UNBORN.

HECHETU WELO,


JAIME C. AROBA, CPA

- MS. MYRA PEARSON, TRIBAL PRESIDENT
- TRIBAL COUNCIL MEMBERS
- MR. WALTER HOLLIFIELD, CFO
- MR. MARK MILLER, BRADY MARTZ, CPA'S

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SUMAJ PACHA - WASHING...