

# **Dilkon Chapter Corrective Action Plan 12-Month Follow Up**

## **Objective**

In accordance with 12 Navajo Nation Code, Section 7(G), the Office of the Auditor General conducted a twelve month follow up review on the status of the Dilkon Chapter corrective action plan that was approved by the Budget and Finance Committee per resolution number BFF-19-01. Our objective for the follow up was to determine whether the Dilkon Chapter implemented its corrective action plan and resolved the findings reported in audit report no. 00-23.

## **Scope and Methodology**

In meeting our objective, we reviewed chapter activities for the six month period beginning November 01, 2001 through May 31, 2002. Our review consisted of interviews with Chapter staff, observation of Chapter operations and verification of transactions. We examined available Chapter documentation by reviewing the Chapter's cash receipt and disbursement processes through verification of supporting documentation and community approval on random samples of receipts and disbursements.

## **Review Results**

Our review found that the Dilkon Chapter has fully implemented 90% of its corrective action plan. Thus, the Chapter has substantially resolved most of the audit findings presented in audit report no. 00-23.

Although the Chapter has yet to fully implement its corrective action regarding the adoption of the Dilkon Chapter five management system, the unfinished status does not pose a substantial risk of financial loss to the Chapter. In addition, the Community Services

Coordinator plans to move forward in adopting its five management system by scheduling works sessions with the Chapter Officials in August 2002. Thereafter, the Chapter will present the five management system to the community for approval. Considering this, we do not recommend that sanctions be imposed against the Chapter and its officials, as provided in 12 N.N.C. §9(B) and §9(C).

## **Conclusion**

The Dilkon Chapter has demonstrated a substantial effort in implementing its corrective action plan and has fully resolved nine of ten findings presented in audit report no. 00-23. Therefore, we conclude that the Dilkon Chapter's current policies and procedures provide reasonable assurance that the Chapter can properly account for and safeguard all assets.