

SUMMARY

The Navajo Nation Office of the Auditor General (OAG) conducted a follow-up review of the Coalmine Canyon Chapter corrective action plan (CAP) implementation regarding audit report no. 03-02 approved by the Budget and Finance Committee (BFC) on July 15, 2003 per resolution no. BFJY-97-03.

Our CAP follow-up review found:

Finding I:

- 7 of 7 corrective measures for Finding I have been implemented.

Finding II:

- 4 of 6 corrective measures for Finding II have been implemented.
- 1 of 6 corrective measures for Finding II is in the process of being implemented; and
- 1 of 6 corrective measures for Finding II has not been implemented.

Finding III:

- 3 of 3 corrective measures for Finding III have been implemented.

Overall, the Coalmine Canyon Chapter has implemented a majority of the corrective measure outlined in the corrective action plan approved per BFC resolution no. BFJY-97-03. Of the sixteen (16) corrective measures; fourteen (14) were implemented, implementation of one corrective measure is in process and one corrective measure was not implemented. The one corrective measure not implemented was the lack of financial reporting to the community membership by the Secretary/Treasurer. Nonetheless, the chapter has demonstrated significant improvements by adopting a Five Management System and implementing an accounting system with appropriate internal controls. In conclusion, the Office of the Auditor General recommends that sanctions not be imposed on the Coalmine Canyon Chapter.