

SUMMARY

The Navajo Nation Office of the Auditor General conducted a follow-up review of the Insurance Services Department corrective action plan implementation regarding audit report no. 05-01 approved by the Budget and Finance Committee on July 5, 2005 per resolution no. BFJY-39-05.

Our corrective action plan follow-up review found:

Part 1 – Risk Management Program

- 5 of 8 corrective measures have not been implemented; and
- 3 of 8 corrective measures have been implemented.

Part 2 – Workers Compensation Program

- 6 of 6 corrective measures have not been implemented.

Part 3 – Safety and Loss Control Program

- 3 of 4 corrective measures have not been implemented; and
- 1 of 4 corrective measures have been implemented.

Part 4 – Department Director Administrative Function

- 3 of 3 corrective measures have been implemented.

Overall, the Insurance Services Department has implemented seven (33%) of the 21 corrective actions. However, 14 (67%) of the 21, corrective actions have yet to be implemented. Title 12 N.N.C. § 8 imposes upon the Insurance Services Department the duty to implement the corrective action plan according to the terms of the plan. The follow-up review shows the Insurance Services Department failed to implement its corrective action plan according to the terms of the plan. Therefore, in accordance with the provisions of 12 N.N.C. § 9(B) and § 9(C), the Office of the Auditor General recommends to impose sanctions on the Insurance Services Department and the Department Manager for failure to implement the corrective action plan.