

SUMMARY

The Office of the Auditor General (OAG) conducted a performance audit of Churchrock Chapter in 1997 and issued audit report no. 97-23. In 2001, OAG conducted a follow-up review to the performance audit and reported within audit report no. 01-07 that sixteen out of twenty audit recommendations have yet to be implemented.

Audit report no. 01-07 with a corrective action plan (CAP) developed by the Churchrock Chapter was approved by the Budget and Finance Committee (BFC) on March 5, 2002 per resolution no. BFMA-19-02. The Churchrock Chapter is required to implement the CAP to resolve the audit findings.

OAG conducted a follow-up review of the Churchrock Chapter CAP implementation and issued the results of the review via audit report no. 05-10 on June 13, 2005. The follow-up review found that Churchrock Chapter did not fully implement its CAP. Consequently, sanctions were imposed on the Churchrock Chapter and Chapter President.

The Office of the Auditor General has conducted a supplemental follow-up review of the Churchrock Chapter CAP. The follow up focused on determining whether Churchrock Chapter fully implemented its CAP to resolve audit findings. Our supplemental follow-up review found:

Finding I: The finding is resolved.

- 10 out of 10 corrective measures for Finding I have been implemented.

Finding II: The finding is resolved.

- 3 out of 3 corrective measures for Finding II have been implemented.

Overall, the Churchrock Chapter has fully implemented its corrective action plan. As a result, the Churchrock Chapter has corrected the deficiencies previously reported in the audit of Churchrock Chapter. Therefore, the Office of the Auditor General recommends to the Navajo Nation Office of the Controller to stop withholding the funding allocated to Churchrock Chapter and release all withheld funds to the Chapter and the withheld stipends of the Chapter President.