

SUMMARY

The Navajo Nation Office of the Auditor General conducted a supplemental follow-up review of the Manuelito Chapter corrective action plan (CAP) implementation in accordance with 12 N.N.C. Section 7. The supplemental follow-up review was to determine whether the Manuelito Chapter implemented its CAP to resolve the audit findings presented in audit report no. 06-10.

Our supplemental follow-up review found:

Finding I:

- 9 of 9 corrective measures have been implemented.

Finding II:

- 5 of 5 corrective measures have been implemented.

Finding III:

- 3 of 3 corrective measures have been implemented.

Overall, the Manuelito Chapter has implemented the corrective measures outlined in the corrective action plan approved by the Budget and Finance Committee per resolution no. BFO-46-06. It was noted that a contributing factor in the Chapter's success in implementing the remaining corrective measures was the improved working relationship between the Chapter administration and officials. The Chapter administration and officials made the CAP implementation a priority and worked diligently together to improve Chapter operations and accountability. To ensure these improvements are sustained for the long-term, it will be important for the Chapter to maintain such working relationships with good communication.

With the corrective measures implemented, the Manuelito Chapter has demonstrated sufficient improvements within its five management system to ensure proper accountability of Chapter assets and resources. Therefore, the Office of the Auditor General withdraws its initial recommendation for sanctions against the Manuelito Chapter in audit report no. 08-12.