

SUMMARY

The Navajo Nation Office of the Auditor General conducted a supplemental follow-up review of the Kinlichee 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 Kinlichee Chapter implemented its CAP to resolve the audit findings presented in audit report no. 06-13.

Our supplemental follow-up review found:

Finding I:

- 7 of 7 corrective measures have been implemented.

Finding II:

- 6 of 6 corrective measures have been implemented.

Finding III:

- 5 of 5 corrective measures have been implemented.

Overall, the Kinlichee Chapter has implemented the corrective measures outlined in the corrective action plan approved by the Budget and Finance Committee per resolution no. BFCMA-13-07. The improved working relationship and communication between the Chapter officials and administration were contributing factors in the success of fully implementing its corrective action plan.

With the corrective action plan fully implemented, the Kinlichee Chapter has demonstrated sufficient improvements within its Five Management System (FMS) to ensure proper accountability of Chapter assets and resources. Therefore, the Office of the Auditor General recommends that the sanctions imposed against the Kinlichee Chapter be lifted and all withheld funds be released to the Chapter.