

SUMMARY

The Office of the Auditor General has conducted a follow-up review of the Navajo Technical College (NTC) corrective action plan implementation regarding audit report no. 06-03 pursuant to 12 N.N.C. § 7(G). The follow up review focused on determining whether the NTC has resolved the audit findings by implementing its corrective action plan (CAP). Our corrective action plan follow-up review found:

Finding I: The audit finding is not resolved.

- 2 of 6 corrective measures have been implemented.
- 2 of 6 corrective measures have not been implemented.
- 2 of 6 corrective measures implementation are on hold because of on-going litigation.

Finding II: The audit finding is not resolved.

- 2 of 5 corrective measures have been implemented.
- 2 of 5 corrective measures have not been implemented.
- 1 of 5 corrective measures is deemed not applicable at this time.

Finding III: The audit finding is resolved.

- 3 of 3 corrective measures have been implemented.

Finding IV: The audit finding is not resolved.

- 1 of 2 corrective measures has been implemented.
- 1 of 2 corrective measures has not been implemented.

NTC has 16 corrective measures to implement from its corrective action plan. NTC implemented 8 of 16 corrective measures. Of the remaining eight corrective measures, one corrective measure is deemed not applicable at this time, implementation of two corrective measures are on hold because of on-going litigation, thus, five corrective measures have not been implemented. As a result, NTC has not resolved 3 of 4 findings reported in audit report no. 06-03.

Title 12 N.N.C. § 8 imposes upon NTC the duty to implement the corrective action plan according to the terms of plan. Since corrective measures to strengthen internal controls have not been implemented, NTC failed to demonstrate much needed improvements to ensure accurate accounting of cafeteria and animal hospital activities. Therefore, in accordance with provisions of 12 N.N.C. § 9(B) and § 9(C), the Office of the Auditor General recommends sanctions be imposed on the NTC and its President for failure to implement the CAP.