

SUMMARY

The Navajo Nation Office of the Auditor General conducted a supplemental follow-up review of the Houck 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 Houck Chapter implemented the remaining corrective measures that were reported as outstanding in audit report no. 09-04 issued on December 19, 2008.

Our supplemental follow-up review found:

Finding I:

- 8 of 11 corrective measures have been implemented,
- 2 of 11 corrective measures have implementation in process, and
- 1 of 11 corrective measures has not been implemented.

Finding II:

- 2 of 2 corrective measures have been implemented.

Finding III:

- 2 of 2 corrective measures have been implemented.

Overall, the Houck Chapter has implemented 12 of 15 corrective actions. Two other corrective measures are in the process of being implemented while one corrective measure has not been implemented. Although not all corrective measures were implemented by Houck Chapter at this time, sufficient improvements have been made to minimize the risks of the audit findings. Therefore, the Chapter has made reasonable efforts to strengthen internal controls and adopt an adequate five management system.

With a majority of the corrective measures implemented, the Houck Chapter has demonstrated much needed improvements to ensure proper accountability of Chapter assets and resources. In conclusion, the Office of the Auditor General recommends that no sanctions be imposed on the Houck Chapter and officials in accordance with 12 N.N.C., Section 9(B) and (C).