

SUMMARY

The Navajo Nation Office of the Auditor General conducted a follow-up review of the Thoreau Chapter corrective action plan (CAP) implementation. The Budget and Finance Committee approved the CAP on October 13, 2008 per resolution no. BFO-25-08 to address the audit findings presented in the audit report that was issued June 30, 2008. Our CAP implementation follow-up review found:

Finding I:

- All 7 corrective measures have not been implemented.

Finding II:

- 1 of 3 corrective measures has been implemented.
- 2 of 3 corrective measures have not been implemented.

Finding III:

- 1 of 5 corrective measures has been implemented
- 4 of 5 corrective measures have not been implemented.

Finding IV:

- All 3 corrective measures have not been implemented.

Conclusion

Overall, of 18 corrective measures, the Thoreau Chapter only implemented 2 corrective measures and 16 were not implemented. Corrective measures to strengthen internal controls and comply with rules, policies, and funding stipulations have not been implemented. Consequently, Chapter organizational goals and objectives cannot be achieved. We found five different community services coordinators have been employed with the Chapter since 2008, resulting in an annual turnover for this position. This hampers the Chapter's progress in implementing its five management system.

The majority of corrective measures not fully implemented reveal the Thoreau Chapter has not demonstrated improvements were made to ensure proper accountability and safeguarding of Chapter assets and resources. In conclusion, the Office of the Auditor General recommends that sanctions be imposed on the Thoreau Chapter and officials in accordance with 12 N.N.C., sections 9(B) and 9(C) for failure to fully implement the corrective action plan.