

SUMMARY

The Navajo Nation Office of the Auditor General conducted a supplemental follow-up review of the Klagetoh Chapter corrective action plan (CAP) implementation in accordance with 12 N.N.C. Section 7. The supplemental follow-up review was to determine whether Klagetoh Chapter implemented the remaining corrective measures that were reported as outstanding in audit report no. 11-20 issued on February 11, 2011.

Our supplemental follow-up review found:

Finding I:

- 13 of 16 corrective measures have been implemented.
- 1 of 16 corrective measures has not been implemented.
- 2 of 16 corrective measures could not be determined due to no activity.

Finding II:

- 5 of 6 corrective measures have been implemented.
- 1 of 6 corrective measures is not applicable.

Finding III:

- 5 of 5 corrective measures have been implemented.

Overall, the Klagetoh Chapter has implemented a majority of the corrective measures outlined in the corrective action plan approved per BFC resolution no. BFS-22-08. Of the twenty-seven (27) corrective measures, twenty-two (23) were found to be implemented, one (1) was not implemented, one (1) is not applicable, and two (2) could not be determined due to no activity. With most of the corrective measures implemented, the Chapter has demonstrated improvements to its Five Management System including an effective accounting system and internal controls. In conclusion, the Office of the Auditor General rescinds its initial recommendations that sanctions be imposed on the Klagetoh Chapter and officials.