

THE NAVAJO NATION  
LEGISLATIVE BRANCH  
INTERNET PUBLIC REVIEW PUBLICATION



LEGISLATION NO: \_0104-26\_

SPONSOR: Rickie Nez

**TITLE: An Action Relating to Resources and Development and Budget and Finance Committees; Accepting the Internal Audit of the San Juan Chapter and Approving the San Juan Chapter's Proposed Corrective Action Plan**

***Date posted:*** May 27, 2026 at 2:38PM

Digital comments may be e-mailed to [comments@navajo-nsn.gov](mailto:comments@navajo-nsn.gov)

Written comments may be mailed to:

Executive Director  
Office of Legislative Services  
P.O. Box 3390  
Window Rock, AZ 86515  
(928) 871-7586

**Comments may be made in the form of chapter resolutions, letters, position papers, etc. Please include your name, position title, address for written comments; a valid e-mail address is required. Anonymous comments will not be included in the Legislation packet.**

**Please note:** This digital copy is being provided for the benefit of the Navajo Nation chapters and public use. Any political use is prohibited. All written comments received become the property of the Navajo Nation and will be forwarded to the assigned Navajo Nation Council standing committee(s) and/or the Navajo Nation Council for review. Any tampering with public records are punishable by Navajo Nation law pursuant to 17 N.N.C. §374 *et. seq.*

**LEGISLATIVE SUMMARY SHEET**  
**Tracking No. 0104-26**

**DATE:** May 27, 2026

**TITLE OF RESOLUTION: AN ACTION RELATING TO RESOURCES AND DEVELOPMENT AND BUDGET AND FINANCE COMMITTEES; ACCEPTING THE INTERNAL AUDIT OF THE SAN JUAN CHAPTER AND APPROVING THE SAN JUAN CHAPTER'S PROPOSED CORRECTIVE ACTION PLAN**

**PURPOSE:** This legislation, if approved, would accept the Internal Audit conducted by the Office of the Auditor General for the San Juan Chapter and approve the San Juan Chapter's proposed Corrective Action Plan.

**FINAL AUTHORITY:** Budget and Finance Committee

**VOTE REQUIRED:** Simple Majority

**This written summary does not address recommended amendments as may be provided by the standing committees. The Office of Legislative Counsel requests each Council Delegate to review each proposed resolution in detail.**



1       **SECTION TWO. FINDINGS**

- 2       A. In accordance with 12 N.N.C. § 6, the Navajo Nation Office of the Auditor General  
3       provided an internal audit report to the San Juan Chapter, Report No. 26-01. This  
4       report is dated October 2025 (hereinafter referred to as “Audit Report”), and is  
5       attached as **Exhibit A**. This Audit Report was prepared by the Office of the Auditor  
6       General. The Auditor General’s summary of the findings in the Audit Report is  
7       explained in a letter to the San Juan Chapter President, dated October 21, 2025,  
8       included in **Exhibit A**.
- 9       B. The San Juan Chapter responded with a letter to the Auditor General regarding the  
10      Audit Report. The Chapter’s response is dated October 13, 2025, and is included in  
11      **Exhibit A**. *See* Tab Chapter Response.
- 12      C. In Resolution SANJ-2026-62, the San Juan Chapter approves the Chapter’s  
13      Corrective Action Plan to address and resolve the findings in May of 2026,  
14      attached as **Exhibit B**.

15  
16      **SECTION THREE. ACCEPTING THE AUDIT OF THE SAN JUAN CHAPTER**  
17      **AND APPROVING THE CHAPTER’S PROPOSED CORRECTIVE ACTION**  
18      **PLAN**

- 19      A. The Navajo Nation accepts the Auditor General’s Internal Audit of the San Juan  
20      Chapter, Report No. 26-01, dated October 2025, attached as **Exhibit A**.
- 21      B. The Navajo Nation approves the Corrective Action Plan (“CAP”) proposed by the  
22      San Juan Chapter, attached as **Exhibit B**. This CAP is approved for use by the San  
23      Juan Chapter in addressing and resolving the findings explained in the Internal  
24      Audit Report.
- 25      C. The San Juan Chapter is expected to resolve the unfavorable findings in the Audit  
26      Report immediately, which is noted by the Chapter in its Corrective Action Plan.

27  
28      **SECTION FOUR. DIRECTIVES**

- 29      A. The San Juan Chapter shall prepare and submit a written status report on its  
30      progress at implementing all task set forth in its approved CAP. In compliance with

1 12 N.N.C. § 7(F), the San Juan Chapter shall submit said report to the Office of the  
2 Auditor General no later than six months after the effective date of this Action.

3 B. Pursuant to 12 N.N.C. § 7(F)(2), the Office of the Auditor General shall receive  
4 and review the San Juan Chapter's six-month status report and shall prepare a  
5 memorandum explaining the Auditor General's opinion about the success of the  
6 San Juan Chapter's corrective efforts and the San Juan Chapter's compliance with  
7 its approved CAP during the noted six-month period.

8 C. The Office of the Auditor General shall then promptly submit such memorandum  
9 along with the San Juan Chapter's status report to the Resources and Development  
10 Committee and the Budget and Finance Committee, in accordance with 12 N.N.C.  
11 § 7(F)(2).

12 D. Twelve months after the effective date of this Action, the Office of the Auditor  
13 General shall conduct a follow-up review of the San Juan Chapter to determine  
14 whether or not the San Juan Chapter has successfully implemented its approved  
15 CAP. *See* 12 N.N.C. § 7(G).

16 E. The Office of the Auditor General shall then promptly prepare its twelve-month  
17 report on its findings resulting from the follow-up review. Such report shall include  
18 the Auditor General's recommended sanctions, if any, to be imposed upon the San  
19 Juan Chapter for failing to sufficiently implement its CAP. *See* 12 N.N.C. § 7(G).

20 F. The Auditor General's follow-up report shall be presented to the Resources and  
21 Development Committee and the Budget and Finance Committee. *See* 12 N.N.C.  
22 §§ 7(G) and 7(H).