

Compliance and Auditing Process

Perry Shirley
Navajo Nation

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Compliance and Auditing Process

ONRR, States and Tribe perform:

- Audits *
- Compliance Reviews *
- Indian Index and Major Portion Gas Analysis

* ONRR has delegated authority to conduct audits and “investigations” or compliance reviews to the 10 States and 6 Tribes who have requested cooperative agreements



Compliance and Auditing Process

Audits:

- Yellow book professional standards
- Compare what is reported to ONRR to source documents
- May result in:
 - No Findings
 - Orders to Report and Pay
 - Orders to Perform Restructured Accounting

Compliance and Auditing Process

Compliance Reviews:

- Compare data reported on various documents for reasonableness and consistency
- Limited use of source data for verification
- May result in:
 - No Findings
 - Orders to Report and Pay
 - Orders to Perform Restructured Accounting

Compliance and Auditing Process

Indian Index and Major Portion Gas Analysis:

- Annual review of reported royalties to assure compliance with Indian Gas Rule effective January 1, 2000
- 100% coverage, similar to a limited scope Compliance Review