



FEDERATED STATES OF MICRONESIA

Office of The National Public Auditor

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Thursday, May 9, 2019

Excellency FSM President
Honorable State Governors

Dear President and Governors:

This is the third status report for the FY 2018 Single Audits and it is as of March 31, 2019. The status report is based on information received from Deloitte & Touche (DT), our contracted CPA firm. We will continue to send you status reports until all the Single Audits for FY 2018 are completed. The official completion deadline is June 30, 2019.

FSM NATIONAL GOVERNMENT AND COMPONENT UNITS:

1. FSM National Government: DT has commenced on audit planning and compliance testing and is approximately 65% completed with respect to compliance and substantive testing. FSMNG continues to record year-end closing adjustments.
2. College of Micronesia-FSM: DT has received the preliminary trial balance and General Ledger details on March 11, 2019. DT has commenced audit planning and on site fieldwork has commenced subsequent to March 31, 2019.
3. FSM Telecommunications Corporation: Final audit report completed and issued on January 18, 2019. A copy of the report can be accessed at the ONPA website www.fsmopa.fm.
4. FSM Telecommunications Cable Corporation: DT will commence fieldwork upon receipt of final trial balance and related schedules.
5. FSM Petroleum Corporation: DT has completed on-site audit work with pending CIP analysis and adjustment and are in the final stage of audit review and reporting stage (or approximately 80% complete).
6. National Fisheries Corporation: DT has received the preliminary trial balance and related schedules on March 22, 2019 and started audit planning.
7. FSMNG Employees' Health Insurance Plan (MiCare Plan, Inc): DT has received a preliminary Trial Balance and General Ledger on February 28, 2019. DT has

received the related schedules subsequent to February 28, 2019. Scheduled on site work is from 04/01 to 04/12.

8. FSM Development Bank: Final audit reports completed and issued on April, 11, 2019. A copy of the report can be accessed at the ONPA website www.fsmopa.fm.
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10. FSM Social Security Administration: DT has received the preliminary trial balance and DT is about 90% complete with respect to substantive procedures.
11. Caroline Islands Air: DT will commence on-site audit work upon the receipt of the final trial balance and related schedules.

CHUUK STATE GOVERNMENT AND COMPONENT UNITS:

1. Chuuk State Government: DT has commenced audit planning, year-end substantive testing, and federal compliance test and is approximately 65% complete with respect to planning, substantive and compliance testing. CSG continues to record adjustments to its financial statements.
2. Chuuk Public Utility Corporation: DT has received a final trial balance and general ledger and some related schedules on March 19, 2019. DT is in process of scheduling audit on-site visitation.
3. Chuuk State Health Care Plan: DT has received a final trial balance and general ledger and some related schedules on subsequent to March 31, 2019. DT is in process of scheduling audit on-site visitation.
4. Chuuk Housing Authority: DT will commence an on-site visit upon the receipt of the final trial balance and related schedules.

POHNPEI STATE GOVERNMENT AND COMPONENT UNITS:

1. Pohnpei State Government: DT has commenced audit planning, year-end substantive testing, and federal compliance tests and is 65% complete with respect to planning, substantive and compliance testing. PSG continues to record adjustments to its financial statements.
2. Pohnpei State Housing Authority: DT has received the preliminary trial balance on January 10, 2019. DT is about 70% complete with respect to substantive procedures.
3. Pohnpei Utilities Corporation: DT has received a final trial balance on March 07, 2019. DT has commenced on audit planning and substantive procedures.

12. Pohnpei Port Authority: Audit draft has been issued and waiting for MD&A.

KOSRAE STATE GOVERNMENT AND COMPONENT UNITS:

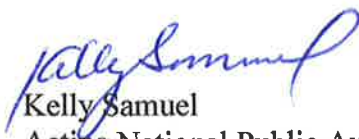
1. Kosrae State Government: DT is about 90% complete with respect to federal compliance tests and approximately 85% complete with respect to the financial statement audit.
2. Kosrae Utilities Authority: DT has performed on-site audit work and are substantially complete.
3. Kosrae Port Authority: Final reports were issued on January 18, 2019. A copy of the report can be accessed at the ONPA website www.fsmopa.fm.
4. Kosrae Housing Authority: DT has received the preliminary trial balance and we are about 90% complete with respect to substantive procedures.

YAP STATE GOVERNMENT AND COMPONENT UNITS:

1. Yap State Government: DT has not received a final Trial Balance. DT is working on a preliminary trial balance and approximately 70% complete with respect to federal compliance tests and 50% with respect to the financial statement audit.
2. Yap State Public Service Corporation: Final reports were issued on March 19, 2019. A copy of the report can be accessed at the ONPA website www.fsmopa.fm.
3. Yap Visitors Bureau: Final reports were issued on February 28, 2019. A copy of the report can be accessed at the ONPA website www.fsmopa.fm.
4. The Diving Seagull, Inc.: DT will commence on-site audit work upon receipt of the final trial balance and related schedules.

A copy of this status report will be uploaded to the FSM Public Auditor's website at www.fsmopa.fm. Let me know if you have questions about this report.

Respectfully Submitted,



Kelly Samuel
Acting National Public Auditor

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cc: **FSM Vice President**
All Secretary & Directors of National & State Finance
All State Public Auditors