



# FEDERATED STATES OF MICRONESIA

## Office of The National Public Auditor

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May 12, 2014

Excellency FSM President  
Honorable State Governors

Dear Mr. President and Mr. Governors:

This is the seventh status report for the FY 2013 Single Audits based on information received from Deloitte & Touche (DT), and it is as of April 30, 2014. We will continue to send you status reports every month until all the Single Audits for FY 2013 are completed. The official completion deadline is June 30, 2014.

### **FSM NATIONAL GOVERNMENT AND COMPONENT UNITS:**

1. FSM National Government: DT has received the final trial balance and has commenced compliance testing and year-end balance procedures.
2. College of Micronesia-FSM: DT has completed fieldwork and in the process of finalizing the audit work.
3. FSM Telecommunications Corporation: Final audit report completed and issued on December 31, 2013. A copy of the audit report can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm).
4. FSM Petroleum Corporation: DT has commenced fieldwork and is expecting to be substantially done by May 9, 2014.
5. National Fisheries Corporation: DT has commenced fieldwork and is approximately 90% complete.
6. MiCare Plan, Inc.: DT has completed fieldwork and a draft has been provided to MiCare for their review and preparation of the MD&A.
7. FSM Coconut Development Authority: DT has received the revised trial balance on April 24, 2014, and has commenced planning procedures.
8. FSM Development Bank: Final audit report completed and issued on April 23, 2014. A copy of the audit report can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm).
9. FSM Social Security Administration: DT has completed fieldwork and a draft has been provided to FSMSSA for their review and preparation of the MD&A.
10. Caroline Islands Air: Final audit report completed and issued on January 10, 2014. A copy of the audit report can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm).

#### **CHUUK STATE GOVERNMENT AND COMPONENT UNITS:**

1. Chuuk State Government: DT has commenced compliance tests and is approximately 55% complete with such. DT has received the final trial balance and year-end testing procedures have commenced.
2. Chuuk Public Utility Corporation: DT has received the final trial balance and has commenced fieldwork on substantive testing. Fieldwork is about 50% complete.
3. Chuuk State Health Care Plan: DT will commence fieldwork upon the receipt of the final trial balance and related schedules. Based on DT's audit request for information, the entity is in the process of acquiring an accountant to prepare its financial statements.
4. Chuuk Housing Authority: DT has commenced fieldwork and is approximately 55% complete with such.

#### **POHNPEI STATE GOVERNMENT AND COMPONENT UNITS:**

1. Pohnpei State Government: DT has commenced compliance testing and is approximately 55% complete. DT has received the final trial balance and year-end balance testing has commenced.
2. Pohnpei State Housing Authority: Planning procedures are complete and fieldwork is to commence in May 2014.
3. Pohnpei Utilities Corporation: DT has commenced planning and substantive procedures and are approximately 50% complete.
4. Pohnpei Port Authority: DT has commenced fieldwork and is approximately 85% complete. DT is anticipating to be done by May 21, 2014.

#### **KOSRAE STATE GOVERNMENT AND COMPONENT UNITS:**

1. Kosrae State Government: DT has substantially completed the fieldwork except for fixed assets and the housing program.
2. Kosrae Utilities Authority: DT has substantially completed fieldwork and is in the process of wrapping up their working papers.
3. Kosrae Port Authority: DT received the preliminary trial balance on April 25, 2014 and the revised version on May 6, 2014. Fieldwork will commence in May 2014. Based on DT's request for information, it appears that the entity may have to acquire an accountant or accounting assistance to prepare its 9/30/13 financial statements.

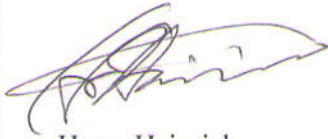
#### **YAP STATE GOVERNMENT AND COMPONENT UNITS:**

1. Yap State Government: Beginning balances were finally corrected and several key schedules were provided a couple of weeks ago. DT has completed approximately 90% of compliance and 50% of other substantive procedures.

2. Yap State Public Service Corporation: DT has completed fieldwork and the working papers and draft audit report are being reviewed.
3. Yap Visitors Bureau: DT has commenced planning procedures and is 50% complete with such.
4. The Diving Seagull, Inc.: DT has commenced fieldwork and is approximately 90% completed with such.

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

Respectfully Submitted,



Haser Hainrick  
National Public Auditor

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cc: FSM Vice President  
Speaker, FSM Congress  
Director, SBOC  
Finance Secretary/State Directors  
All State Auditors