



FEDERATED STATES OF MICRONESIA
Office of The National Public Auditor
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Monday, July 5, 2021

Excellency FSM President
Honorable State Governors

Dear President and Governors:

This is the current status report for the FY 2020 Single Audits and it is as of June 30, 2021. 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 2020 are completed. The audit deadline has been extended to December 31, 2021 for the five (5) Primary Governments, because of the COVID19 related extension granted by the US, except for the Component Units which were due on the original date of June 30, 2021. Only four Component Units met the June 30, 2021 deadline. These include FSMTC, FSMDB, KUA and YSPSC. The rest have been extended until September 30, 2021.

FSM NATIONAL GOVERNMENT AND COMPONENT UNITS:

1. FSM National Government: DT has commenced audit planning and compliance testing. DT is about 55% complete with respect to planning and 40% complete with respect to compliance testing. FSMNG continues to record year-end closing adjustments including adjustments against its opening fund balance. Therefore, year-end substantive testing will commence upon receipt of the final unaudited internal financial statements from FSMNG.
2. College of Micronesia-FSM: DT has commenced financial statement audit planning and is 95% complete. DT also commenced audit work for financial statement substantive testing and is about 50% complete. DT is about 50% complete with respect to the compliance audit.
3. FSM Telecommunications Corporation: Final audit reports were issued on February 16, 2021 and can be accessed at the ONPA website www.fsmopa.fm.
4. FSM Telecommunications Cable Corporation: DT will commence on-site audit work upon the receipt of the final internal financial statements and related schedules.
5. FSM Petroleum Corporation: Pending MD&A. DT will commence finalization and second partner review upon receipt of the MD&A.
6. National Fisheries Corporation: DT received the Preliminary Internal Financial Statements. DT has commenced audit planning and is about 60% complete.

7. FSMNG Employees' Health Insurance Plan (MiCare Plan, Inc): DT has commenced audit planning and is about 90% complete with respect to planning and 35% with respect to substantive testing. DT will continue substantive testing once all samples requested have been uploaded, specifically medical claims.
8. FSM Development Bank: Final audit reports were issued on June 22, 2021 and can be accessed at the ONPA website www.fsmopa.fm
9. FSM Social Security Administration: DT has commenced audit planning and is about 98% complete. DT is waiting for the Administration's MD&A and responses to audit findings.
10. Caroline Islands Air: DT will commence on-site audit work upon receipt of the final internal financial statements and related schedules.
11. Telecommunication Regulation Authority: DT has obtained the preliminary internal financial statements and minutes and has commenced audit planning. DT expect most related work to be completed in July.

CHUUK STATE GOVERNMENT AND COMPONENT UNITS:

1. Chuuk State Government: DT has commenced audit planning, year-end substantive testing, and federal compliance tests. DT is about 60% complete with respect to planning, and 80% with respect to compliance testing.
2. Chuuk Public Utility Corporation: DT has received the MD&A disclosure. Draft report is under 2nd Partner's review.
3. Chuuk State Health Care Plan: DT has commenced audit planning and is about 90% complete with respect to planning and 40% complete with respect to substantive testing. DT will continue substantive testing once all samples requested have been uploaded, specifically medical claims.
4. Chuuk Housing Authority: DT has commenced audit planning and substantive tests of year-end balance.

POHNPEI STATE GOVERNMENT AND COMPONENT UNITS

1. Pohnpei State Government: DT has commenced audit planning and is about 60% complete with respect to planning and 40% with respect to compliance testing. DT has commenced on-site visits and year-end substantive testing.
2. Pohnpei State Housing Authority: DT received the final statements and GL details on 6/14/2021. The majority of audit requests have been provided except for revenue samples and the majority of loan confirmations. DT is approximately 95% complete with respect to planning and 80% with respect to substantive testing.
3. Pohnpei Utilities Corporation: DT has received the preliminary financials and some audit schedules. PUC has yet to submit final financials, material requested audit schedules and a SEFA. PUC continues to record year-end adjustments and thus year-end substantive testing will commence upon receipt of a copy of the final financials from PUC.

4. Pohnpei Port Authority: Planning is 80% complete and DT is pending some remaining supporting documents. Test of details is 40% complete. The majority of requested samples have been requested and are pending.

KOSRAE STATE GOVERNMENT AND COMPONENT UNITS:

1. Kosrae State Government: DT received the final internal financial statements and related subsidiary ledgers and schedules on 6/29/2021. DT is about 40% complete with respect to planning.
2. Kosrae Utilities Authority: Final audit reports were issued on March 30, 2021 and can be accessed at the ONPA website www.fsmopa.fm.
3. Kosrae Port Authority: DT has commenced audit planning and is about 50% complete.
4. Kosrae Housing Authority: DT has commenced audit planning and is about 10% complete.

YAP STATE GOVERNMENT AND COMPONENT UNITS:

1. Yap State Government: YSG continues to close its records. The audit will continue when additional information is provided to allow substantive and compliance tests to continue.
2. Yap State Public Service Corporation: Final audit reports were issued on June 23, 2021 and can be accessed at the ONPA website www.fsmopa.fm.
3. Yap Visitors Bureau: DT will commence audit planning and testing upon the receipt of the final internal financial statements and related schedules.
4. The Diving Seagull, Inc.: DT will commence audit planning and testing upon the receipt of the final financial statements 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,



Haser Hainrick
National Public Auditor

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cc: FSM Vice President
Speaker, FSM Congress