



# FEDERATED STATES OF MICRONESIA

## Office of The National Public Auditor

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Monday, July 13, 2020

Excellency FSM President  
Honorable State Governors

Dear President and Governors:

This is the current status report for the FY 2019 Single Audits and it is as of June 30, 2020. 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 2019 are completed. The audit deadline has been extended to December 31, 2020 because of the COVID19 otherwise the original due date was June 30, 2020.

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

1. FSM National Government: DT has commenced year-end substantive testing, and compliance testing. DT is about 70% complete with respect to planning and year-end substantive testing and 50% complete with respect to compliance testing. A final trial balance with an accounting system run date of March 10, 2020 was received.
2. College of Micronesia-FSM: DT has commenced the audit and is about 100% complete with audit planning and 80% complete with substantive testing.
3. FSM Telecommunications Corporation: Final audit reports were issued on December 20, 2019 and can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm).
4. FSM Telecommunications Cable Corporation: DT will commence on-site audit work upon the receipt of the final trial balance and related schedules.
5. FSM Petroleum Corporation: Final audit reports were issued on June 25, 2020 and can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm).
6. National Fisheries Corporation: DT has commenced audit planning and DT is about 90% complete with respect to planning. NFC continues to record adjustments to its financial statements.
7. FSMNG Employees' Health Insurance Plan (MiCare Plan, Inc): DT has commenced on-site audit work. DT has completed planning and substantive testing and is about 95% overall complete.
8. FSM Development Bank: Final audit reports were issued on May 26, 2020 and can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm).

9. FSM Social Security Administration: DT has commenced the audit and is about 90% complete with respect to planning.
10. Caroline Islands Air: DT will commence on-site audit work upon 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 tests. DT is about 70% complete with respect to planning and substantive and 60% with respect to compliance testing. A final trial balance with an accounting system run date of April 7, 2020 was received in April.
2. Chuuk Public Utility Corporation: Final audit reports were issued on June 30, 2020 and can be accessed at the ONPA website at [www.fsmopa.fm](http://www.fsmopa.fm).
3. Chuuk State Health Care Plan: DT has commenced the audit and is about 95% complete with respect to planning and 15% complete with respect to substantive testing. A final trial balance and GL details were received on May 26, 2020. Requested audit schedules were received in June 2020.
4. Chuuk Housing Authority: DT has received the final trial balance and DT will commence audit planning upon receipt of the final related schedules.

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

1. Pohnpei State Government: DT has commenced the audit and is about 85% complete with respect to planning and year-end substantive testing and about 60% complete with respect to compliance testing. A final trial balance with an accounting system run date of May 22, 2020 was received on May 22, 2020. Pohnpei State Finance continues to make adjustments to the general ledger.
2. Pohnpei State Housing Authority: DT will commence on-site audit work upon the receipt of the final trial balance and related schedules.
3. Pohnpei Utilities Corporation: PUC continues to record adjustments to its financial statements. PUC is yet to provide final Trial Balance. Major pending schedules are the fixed asset register, prepayments and a final inventory listing.
4. Pohnpei Port Authority: Final audit reports were issued on June 22, 2020 and can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm).

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

1. Kosrae State Government: DT has commenced audit planning, year-end substantive testing, and federal compliance tests. DT is about 70% complete with respect to planning, substantive and compliance testing. Kosrae State Government has yet to hire a financial

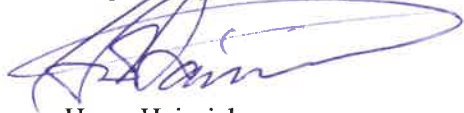
- advisor. Kosrae State Government continues to record adjustments to its financial statements.
2. Kosrae Utilities Authority: The final audit reports were issued on June 2, 2020 and can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm).
  3. Kosrae Port Authority: DT has commenced audit fieldwork and is about 90% complete.
  4. Kosrae Housing Authority: DT will commence on-site audit work upon the receipt of the final trial balance and related schedules.

**YAP STATE GOVERNMENT AND COMPONENT UNITS:**

1. Yap State Government: DT will commence on-site audit work upon the receipt of the final trial balance and related schedules.
2. Yap State Public Service Corporation: Final audit reports were issued on January 28, 2020 and can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm)
3. Yap Visitors Bureau: DT will commence on-site audit work upon the receipt of the final trial balance and related schedules.
4. The Diving Seagull, Inc.: DT will commence on-site audit work upon the 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](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  
Finance Secretary/State Directors  
Assistant Secretary, Div. of Budget  
All State Auditors