



FEDERATED STATES OF MICRONESIA
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Tuesday, November 30, 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 October 31, 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, KUA, YSPSC, and FSMDB. The rest have been extended until September 30, 2021. However, the Secretary of FSM Department of Finance has requested for a further extension for the FSM component units until December 31, 2021.

FSM NATIONAL GOVERNMENT AND COMPONENT UNITS:

1. FSM National Government: DT has commenced audit planning and compliance testing. DT is about 70% complete with respect to planning and 58% complete with respect to compliance testing. DT received the final internal financial statements on September 8, 2021.
2. College of Micronesia-FSM: DT has commenced financial statement audit planning and is 100% complete. DT also commenced audit work for financial statement substantive testing and is about 95% complete (pending resolution of certain grant inquires). DT is about 98% 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: The entity has not provided the reconciled internal financial statements. DT will commence on-site audit work upon the receipt of the final internal financial statements and related schedules.
5. FSM Petroleum Corporation: Final audit reports were issued on September 2, 2021 and can be accessed at the ONPA website www.fsmopa.fm.
6. National Fisheries Corporation: DT received the preliminary internal financial statements. DT has commenced audit substantive procedures and is about 50%

complete. DT inquired of management regarding NFC's operation in Chuuk in relation to additional audit procedures and followed up on pending responses from management.

7. FSMNG Employees' Health Insurance Plan (MiCare Plan, Inc): Reports have been drafted and DT is awaiting revised MD&A disclosures.
8. FSM Development Bank: Final audit reports were issued on June 21, 2021 and can be accessed at the ONPA website www.fsmopa.fm
9. FSM Social Security Administration: Final audit reports were issued on July 13, 2021 and can be accessed at the ONPA website www.fsmopa.fm
10. Caroline Islands Air: DT commenced audit work and testing is in progress. DT is about 90% complete with respect to planning and 10% with respect to substantive testing.
11. Telecommunication Regulation Authority: Draft reports were provided on October 28, 2021. Final reports were issued subsequent to October 31, 2021.

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 90% complete with respect to planning, and 93% with respect to compliance testing.
2. Chuuk Public Utility Corporation: Final audit reports were issued on July 12, 2021 and can be accessed at the ONPA website www.fsmopa.fm
3. Chuuk State Health Care Plan: Final audit reports were issued on October 18, 2021 and can be accessed at the ONPA website www.fsmopa.fm
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 76% complete with respect to planning and 55% with respect to compliance testing. DT has commenced on-site visits and year-end substantive testing.
2. Pohnpei State Housing Authority: Final audit reports were issued on September 3, 2021 and can be accessed at the ONPA website www.fsmopa.fm.
3. Pohnpei Utilities Corporation: DT received the final internal financial statements, SEFA and some major requested audit schedules on 08/25/21. DT is approximately 90% complete with audit planning and 35% with respect to substantive testing.
4. Pohnpei Port Authority: Final audit reports were issued on October 13, 2021 and can be accessed at the ONPA website www.fsmopa.fm

KOSRAE STATE GOVERNMENT AND COMPONENT UNITS:

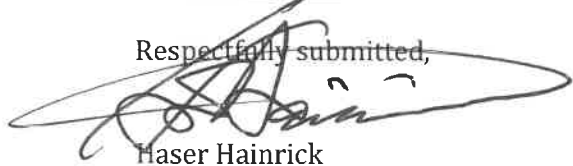
1. Kosrae State Government: DT received the final internal financial statements and related subsidiary ledgers and schedules on 6/29/2021. DT is about 65% complete with respect to planning and 40% complete with respect to substantive testing. KSG continue to upload audit requests and samples and year-end substantive testing is on-going.
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 received MD&A from management and is in process of audit finalization.
4. Kosrae Housing Authority: DT has commenced audit substantive procedures and is about 50% complete

YAP STATE GOVERNMENT AND COMPONENT UNITS:

1. Yap State Government: DT received the final internal financial statements on 9/30/2021. DT is about 40% complete with respect to audit planning and is about 80% complete with respect to compliance planning. DT is approximately 15% complete with respect to substantive testing.
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 received the preliminary internal financial statements on August 11, 2021 and has commenced audit planning. DT is approximately 95% complete with audit planning and 90% with respect to substantive testing.

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
Heads of all FSM Audit Entities
Secretary & Directors, National and State Finance Departments
State Public Auditors