



FEDERATED STATES OF MICRONESIA
Office of The National Public Auditor
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Friday, October 15, 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 September 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, 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 65% complete with respect to planning and 55% 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. DT is about 95% 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 planning and is about 90% 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): DT has commenced audit planning and is about 95% complete with respect to planning and 85% with respect to substantive testing. Schedules and samples have been uploaded and provided. Year-end substantive testing is on-going and most related work to be completed in September.
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 received preliminary internal financial statements on July 28, 2021. DT will commence on-site audit work upon receipt of the requested account schedules and planning inquiries.
11. Telecommunication Regulation Authority: DT has commenced audit planning and on-site audit work and is about 100% complete with respect to planning and 95% with respect to substantive testing.

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 85% complete with respect to planning, and 90% 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: DT is about 97% complete overall. The report is under Engagement Quality Control Review.
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 73% complete with respect to planning and 52% 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 will continue with the planning and will commence year-end substantive testing.
4. Pohnpei Port Authority: DT is approximately 98% with respect to substantive testing. DT has commenced the reporting phase.

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 50% complete with respect to planning and 15% 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 planning and is about 90% complete.

YAP STATE GOVERNMENT AND COMPONENT UNITS:

1. Yap State Government: DT has commenced audit planning and is about 45% complete with respect to compliance planning. 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 received the preliminary internal financial statements on August 11, 2021 and has commenced audit planning. DT is approximately 90% complete with audit planning and 35% 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