



FEDERATED STATES OF MICRONESIA

Office of The National Public Auditor

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April 9, 2013

His Excellency Manny Mori, FSM President
All State Governors

Dear Mr. President and Mr. Governors:

This is the fourth status report for the FY 2012 Single Audits and it is as of March 31, 2013. We will continue to send you status reports every month until all the Single Audits for FY 2012 are completed. The status reports are based on information received from Deloitte & Touche (DT), our contracted CPA firm. The official completion deadline is June 30, 2013.

FSM NATIONAL GOVERNMENT AND COMPONENT UNITS:

1. FSM National Government: The final trial balance was provided to DT on February 15, 2013. DT has commenced testing of major programs. Preliminary samples for the financial section were requested.
2. College of Micronesia-FSM: DT is approximately 80% complete with the audit planning. Fieldwork will commence on the second week of April.
3. FSM Telecommunications Corporation: Final audit report completed. A copy of the report can be accessed at the ONPA website www.fsmopa.fm.
4. FSM Petroleum Corporation: The December 31, 2012 trial balances for both Vital and FSMPC were provided to DT during the month of March. Some of the requested schedules were provided but not all.
5. National Fisheries Corporation: There is no change from previous status report. DT is approximately 90% complete with fieldwork. The MD&A is in the process of being drafted.
6. MiCare Plan, Inc.: There is no change from previous status report. DT is approximately 70% complete with fieldwork.
7. FSM Coconut Development Authority: Fieldwork will commence during the second week of April.

8. FSM Development Bank: DT has completed fieldwork and a draft audit report has been provided to the Bank for the preparation of the MD&A.
9. FSM Social Security Administration: DT is approximately 80% completed with the audit planning. Fieldwork has commenced on the first week of April.
10. Caroline Islands Air: There is no change from previous status report. DT is approximately 90% complete with fieldwork. DT will provide the draft reports to CIA for the preparation of their MD&A.

CHUUK STATE GOVERNMENT AND COMPONENT UNITS:

1. Chuuk State Government: DT has commenced planning activities, year-end substantive testing and compliance testing, and is 70% complete with such.
2. Chuuk Public Utility Corporation: Fieldwork is on-going for substantive testing.
3. Chuuk State Health Care Plan: Fieldwork is on-going for substantive testing.
4. Chuuk Housing Authority: There is no change from previous status report. DT has commenced year-end testing.

POHNPEI STATE GOVERNMENT AND COMPONENT UNITS:

1. Pohnpei State Government: DT has commenced compliance and year-end balance testing and is approximately 65% complete with both.
2. Pohnpei State Housing Authority: DT has completed fieldwork and the audit report is being drafted.
3. Pohnpei Utilities Corporation: DT is approximately 70% complete with fieldwork.
4. Pohnpei Port Authority: DT received the trial balance on February 14, 2013. Planning activities have been started. Certain schedules requested and inquiries made were received on March 20, 2013. Sample selections are being made for schedules provided-to-date.

KOSRAE STATE GOVERNMENT AND COMPONENT UNITS:

1. Kosrae State Government: DT has commenced planning activities, compliance and year-end substantive testing and is approximately 80% complete.
2. Kosrae Utilities Authority: DT has completed fieldwork and the audit reports are being drafted.

3. Kosrae Port Authority: DT has held a planning meeting with KPA management and are waiting for requested schedules to be provided.

YAP STATE GOVERNMENT AND COMPONENT UNITS:

1. Yap State Government: There is no change from previous status report. DT held a planning meeting with Yap State management and received the trial balance and some supporting schedules.
2. Yap State Public Service Corporation: There is no change from previous status report. DT is approximately 65% complete with fieldwork.
3. Yap Visitors Bureau: DT has received the authorization to commence fieldwork. However, DT has not received the trial balance.
4. The Diving Seagull, Inc.: DT has received the preliminary trial balance and some schedules and is planning to start fieldwork during the second week of April.

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
Director, SBOC
Finance Secretary/State Directors
All State Auditors