



FEDERATED STATES OF MICRONESIA

Office of The National Public Auditor

P.O. Box PS-05, Palikir, Pohnpei FSM 96941

Tel: (691) 320-2862/2863 Fax: (691) 320-5482

CID Hotline: (691) 320-6768; E-mail: hhainrick@fsmopa.fm

Tuesday, April 17, 2012

Excellency Manny Mori, FSM President
Honorable John Ehsa, Governor of Pohnpei State
Honorable Johnson Elimo, Governor of Chuuk State
Honorable Sebastian Anefal, Governor of Yap State
Honorable Lyndon Jackson, Governor of Kosrae State

Dear President and Governors:

This is the fourth status report for the FY-2011 Single Audits and it is as of March 31, 2012. We will continue to send you the status reports every month until all the Single Audits for 2011 are completed. The official completion deadline is June 30, 2012.

The monthly status updates are based on information that we received from the contracted CPA firms.

FSM National Government & Component Units

1. FSM National Government: There is no change from last month's status. The final trial balance was provided to Deloitte & Touche (DT), however adjustments may be provided at a later date upon completion of reconciliation between certain States and other pending matters. Fieldwork is ongoing for the certain major programs and preliminary pending items were provided. Additional audit requests will be sent in April 2012. Our office (ONPA) is assisting Deloitte with the tax and revenue share audit procedures.
2. College of Micronesia-FSM: DT received the revised trial balance on March 30, 2012, and is approximately 50% complete with fieldwork.
3. Telecommunications Corporation: Done and the final audit report can be accessed at the FSM Public Auditor's website www.fsmopa.fm.
4. Petroleum Corporation: DT is approximately 80% complete with fieldwork.
5. National Fisheries Corporation: Planning activities and initial fieldwork are ongoing and are expected to be completed at the end of April 2012.
6. MiCare Health Insurance Plan: DT is approximately 75% complete with fieldwork.

7. Coconut Development Authority: There is no change from the last status report. DT is approximately 90% complete with fieldwork.
8. Development Bank: DT is approximately 50% complete with fieldwork. DB's fiscal year ends on December 31st.
9. Social Security Administration: DT has received the trial balance; however, the accrual adjustment is still pending. DT is currently performing planning procedures. The SSA's fiscal year ends on December 31st.
10. Caroline Islands Airline: Done and the final audit report will be posted on the Public Auditor's website soon.

Chuuk State Government and Component Units

1. Chuuk State Government: DT commenced compliance testing and year-end balance testing and is approximately 65% completed with both.
2. Chuuk Public Utility Corporation: DT is approximately 85% complete with fieldwork.
3. Chuuk State Health Care Plan: DT is finalizing audit work papers for review by management and has started drafting audit reports.
4. Chuuk Housing Authority: There is no change from the status reported for last month. DT will commence fieldwork upon the receipt of the related supporting schedules.

Pohnpei State Government and Component Units

1. Pohnpei State Government: There is not much change from last status report. DT commenced compliance testing and is approximately 65% completed with such. DT will commence year-end balance testing upon receipt of the final trial balances and related schedules.
2. Pohnpei Housing Authority: There is no change from the last status report. DT is approximately 80% complete with fieldwork.
3. Pohnpei Utilities Corporation: DT has completed fieldwork and is currently drafting the audit report.
4. Pohnpei Port Authority: DT will commence fieldwork upon receipt of the final trial balance and related schedules.

Kosrae State Government and Component Units

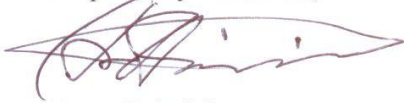
1. Kosrae State Government: DT commenced compliance testing and year-end balance testing and is approximately 75% complete with both.
2. Kosrae Utilities Authority: There is no change from last status report. DT has completed fieldwork and is finalizing audit work papers and draft reports.
3. Kosrae Port Authority: There is no change from last status report. DT has completed fieldwork and is finalizing audit work papers and draft reports.

Yap State Government and Component Unit

1. Yap State Government: Draft report issued. The final report is targeted for April 20, 2012, contingent on component unit reports completion date.
2. Yap Visitor's Bureau: Draft report issued. The issuance of the final report targeted for March 30, 2012 did not occur. Auditor is still waiting for the MD&A.
3. Yap State Public Service Corporation (YSPSC): Done and the final audit report can be accessed at the FSM Public Auditor's website www.fsmopa.fm.
4. Diving Seagull, Inc: Draft report issued. The issuance of the final report targeted for March 30, 2012 did not occur because the MD&A has not been received from the entity.

A copy of this March 2012 status report and all the completed audit reports are on the FSM Public Auditor's website at www.fsmopa.fm. Let me know if you have questions.

Respectfully submitted,



Haser Hainrick
National Public Auditor

CE

cc: The Vice President
Speaker of FSM Congress
Director, Office of SBOC
All Finance Secretary/Directors
All State Auditors