



# 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

Wednesday, May 2, 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 fifth status report for the FY-2011 Single Audits and it is as of April 30, 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 not much 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 have been made as the audit progresses. Our office (ONPA) has completed all the testing procedures on tax and revenue based on the samples received from Deloitte.
2. College of Micronesia-FSM: DT received the revised trial balance on April 11, 2012, and is approximately 60% 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](http://www.fsmopa.fm).
4. Petroleum Corporation: There is no change from last month's status report. DT is approximately 80% complete with fieldwork.
5. National Fisheries Corporation: There is no change from last month's status report. Planning activities and initial fieldwork are ongoing and are expected to be completed at the end of May 2012.

6. MiCare Health Insurance Plan: DT has substantially completed fieldwork and is working on the draft reports.
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 85% complete with fieldwork. DB's fiscal year ends on December 31<sup>st</sup>.
9. Social Security Administration: DT is currently performing planning procedures. SSA's fiscal year ends on December 31<sup>st</sup>.
10. Caroline Islands Airline: Done and the final audit report can be accessed at the FSM Public Auditor's website [www.fsmopa.fm](http://www.fsmopa.fm).

#### **Chuuk State Government and Component Units**

1. Chuuk State Government: There is not much change from last status report. DT commenced compliance testing and year-end balance testing and is approximately 70% completed with both.
2. Chuuk Public Utility Corporation: There is no change from last month's status report. DT is approximately 85% complete with fieldwork.
3. Chuuk State Health Care Plan: There is no change from last month's status report. 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: DT commenced compliance testing and year-end balance is approximately 70% completed with such.
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 the draft is completed. Management is working on the MD&A.
4. Pohnpei Port Authority: DT received trial balance on April 17, 2012. DT commenced fieldwork and are approximately 5% completed.

### **Kosrae State Government and Component Units**

1. Kosrae State Government: DT is currently drafting the audit report.
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 May 15, 2012, contingent on component unit reports completion date. FB is 80% complete with responses with draft findings, approved draft report and MD&A provided.
2. Yap Visitor's Bureau: Draft report issued. FB is 80% complete with the final report, and the target date of completion is May 15, 2012.
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](http://www.fsmopa.fm).
4. Diving Seagull, Inc: Draft report issued. FB is 80% complete with the final report, and the target date of completion is May 15, 2012.

A copy of this April 2012 status report and all the completed audit reports are on the FSM Public Auditor's website at [www.fsmopa.fm](http://www.fsmopa.fm). Let me know if you have questions.

Respectfully submitted,



Haser Hainrick  
National Public Auditor

CE

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