



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](mailto:hhainrick@fsmopa.fm)

Tuesday, December 8, 2020

Excellency FSM President  
Honorable State Governors

Dear President and Governors:

This is the current status report for the FY 2019 Single Audits and it is as of November 30, 2020. 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 2019 are completed. The audit deadline has been extended to December 31, 2020 because of the COVID19 otherwise the original due date was June 30, 2020.

**FSM NATIONAL GOVERNMENT AND COMPONENT UNITS:**

1. **FSM National Government:** DT has commenced year-end substantive testing, and compliance testing. DT is about 95% with respect to planning and year-end substantive testing and 90% complete with respect to compliance testing.
2. **College of Micronesia-FSM:** Final audit reports were issued on November 24, 2020 and can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm)
3. **FSM Telecommunications Corporation:** Final audit reports were issued on December 20, 2019 and can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm).
4. **FSM Telecommunications Cable Corporation:** has commenced the audit, which is 90% complete with respect to audit planning, and 30% complete with respect to substantive testing. DT is waiting for the scanned samples selected. A different version of TB was provided on 12/1/2020 and DT is waiting for FSMTCC's specific identification of accounts with changes.
5. **FSM Petroleum Corporation:** Final audit reports were issued on June 25, 2020 and can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm).
6. **National Fisheries Corporation:** DT has commenced audit planning and DT is about 90% complete with respect to planning.
7. **FSMNG Employees' Health Insurance Plan (MiCare Plan, Inc):** Final reports were issued on July 8, 2020 and can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm).
8. **FSM Development Bank:** Final audit reports were issued on May 26, 2020 and can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm).

9. FSM Social Security Administration: DT has commenced the audit and is about 95% complete for year-end substantive testing. FSMSSA has a pending reconciliation of one confirmation received.
10. Caroline Islands Air: DT received the trial balance in August 13, 2020. DT has commenced audit planning and is about 80% complete. DT also commenced substantive tests and is about 50% complete pending some requests for detail testing.
11. Telecommunication Regulation Authority: DT is about 95% overall complete. Draft audit report submitted to TRA on November 20, 2020 for MD&A.

#### **CHUUK STATE GOVERNMENT AND COMPONENT UNITS:**

1. Chuuk State Government: DT is about 97% overall complete. Draft audit report submitted to CSG on November 14, 2020 for MD&A.
2. Chuuk Public Utility Corporation: Final audit reports were issued on June 30, 2020 and can be accessed at the ONPA website at [www.fsmopa.fm](http://www.fsmopa.fm).
3. Chuuk State Health Care Plan: Final audit reports were issued on October 5, 2020 and can be accessed at the ONPA website at [www.fsmopa.fm](http://www.fsmopa.fm).
4. Chuuk Housing Authority: DT is about 99% overall complete. Draft audit report submitted to CSHA on November 14, 2020 for MD&A.

#### **POHNPEI STATE GOVERNMENT AND COMPONENT UNITS**

1. Pohnpei State Government: DT is about 97% overall complete. Draft audit report submitted to PSG on November 18, 2020 for MD&A.
2. Pohnpei State Housing Authority: PSHA has provided the final trial balance and GL details on 11/20/2020. DT is about 60% complete with respect to planning and 20% with respect to substantive testing. Samples were sent and waiting for: check vouchers/verification testing of 4 fixed assets samples; confirmation requests and loan agreements and other loan documents for 12 new loan samples; loan statements of other existing loans; cash receipts of 56 samples- existing loan; confirmation request, loan agreements and other loan documents for 4 employee loan samples; cash receipts, loan agreements for interest income samples; and pending legal response.
3. Pohnpei Utilities Corporation: DT has commenced and completed the planning and year-end substantive testing. The PUC audit is currently in its conclusion and reporting phase as of November 30, 2020.
4. Pohnpei Port Authority: Final audit reports were issued on June 22, 2020 and can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm).

#### **KOSRAE STATE GOVERNMENT AND COMPONENT UNITS:**

1. Kosrae State Government:  
DT is about 95% overall complete. KSG already submitted the MD&A disclosure for further review. Second partner review will commence.

2. Kosrae Utilities Authority: The final audit reports were issued on June 2, 2020 and can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm).
3. Kosrae Port Authority: Final reports were issued subsequent to November 30, 2020.
4. Kosrae Housing Authority: The audit is currently in its conclusion phase as of November 30, 2020.

**YAP STATE GOVERNMENT AND COMPONENT UNITS:**

1. Yap State Government: DT has commenced the audit and DT is about 85% complete with respect to planning and 85% for year-end substantive testing (including the single audit-related works). Audit work is on-going and YSG continues to send scanned copies of requested samples for testing.
2. Yap State Public Service Corporation: Final audit reports were issued on January 28, 2020 and can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm)
3. Yap Visitors Bureau: DT received the FY2019 general ledger on November 9, 2020. DT has commenced the audit and DT is about 50% complete with respect to planning.
4. The Diving Seagull, Inc.: Final audit reports were issued on October 31, 2020 and can be accessed at the ONPA website [www.fsmopa.fm](http://www.fsmopa.fm)

A copy of this status report will be uploaded to the FSM Public Auditor's website at [www.fsmopa.fm](http://www.fsmopa.fm). Let me know if you have questions about this report.

Respectfully Submitted,



Haser Hainrick  
National Public Auditor

JP

cc: FSM Vice President  
Speaker, FSM Congress