



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, August 3, 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 July 31, 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 60% complete with respect to planning and 50% complete with respect to compliance testing. FSMNG continues to record year-end closing adjustments including adjustments against its opening fund balance. Therefore, year-end substantive testing will commence upon receipt of the final unaudited internal financial statements from FSMNG.
2. College of Micronesia-FSM: DT has commenced financial statement audit planning and is 95% complete. DT also commenced audit work for financial statement substantive testing and is about 70% complete. DT is about 80% 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: DT will commence on-site audit work upon the receipt of the final internal financial statements and related schedules.
5. FSM Petroleum Corporation: Pending MD&A. DT will commence finalization and second partner review upon receipt of the MD&A.
6. National Fisheries Corporation: DT received the Preliminary Internal Financial Statements. DT has commenced audit planning and is about 80% complete.

7. FSMNG Employees' Health Insurance Plan (MiCare Plan, Inc): DT has commenced audit planning and is about 90% complete with respect to planning and 45% with respect to substantive testing. samples related to medical claims, insurance premiums have been uploaded and provided. DT will continue with the substantive testing.
8. FSM Development Bank: Final audit reports were issued on June 22, 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.
11. Telecommunication Regulation Authority: DT has obtained the preliminary internal financial statements and minutes and has commenced audit planning. DT expect most related work to be completed in August.

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 70% complete with respect to planning, and 85% 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 has commenced audit planning and is about 95% complete with respect to planning and 90% complete with respect to substantive testing. DT has commenced the reporting phase.
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 68% complete with respect to planning and 48% with respect to compliance testing. DT has commenced on-site visits and year-end substantive testing.
2. Pohnpei State Housing Authority: DT received the final statements and GL details on 6/14/2021. The majority of audit requests have been provided except for revenue samples and the majority of loan confirmations. DT is approximately 95% complete with respect to planning and 90% with respect to substantive testing.
3. Pohnpei Utilities Corporation: DT has received the preliminary financials and some audit schedules. PUC has yet to submit final financial statements, material requested audit schedules and a SEFA. PUC continues to record year-end adjustments and thus year-end substantive testing will commence upon receipt of a copy of the final financial statements from PUC.

4. Pohnpei Port Authority: Planning is 90% complete and DT is pending some remaining supporting documents. Test of details is 70% complete. The majority of requested samples have been requested and are pending.

KOSRAE STATE GOVERNMENT AND COMPONENT UNITS:

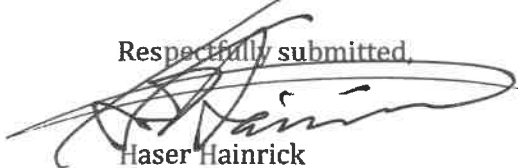
1. Kosrae State Government: DT received the final internal financial statements and related subsidiary ledgers and schedules on 6/29/2021. DT is about 45% complete with respect to planning.
2. Kosrae Utilities Authority: Final audit reports were issued on March 30, 2021 and can be accessed at the ONPA website www.fsmopa.fm.
3. Kosrae Port Authority: DT has commenced audit planning and is about 80% complete.
4. Kosrae Housing Authority: DT has commenced audit planning and is about 30% complete.

YAP STATE GOVERNMENT AND COMPONENT UNITS:

1. Yap State Government: DT has commenced audit planning and is about 25% 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 will commence audit planning and testing upon the receipt of the final financial statements and related schedules.

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

JP

cc: FSM Vice President
Speaker, FSM Congress
Heads of all FSM Audit Entities
Secretary & Directors, National and State Finance Departments
State Public Auditors