



FEDERATED STATES OF MICRONESIA

Office of The National Public Auditor

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April 1, 2015

Excellency FSM President
Honorable State Governors

Dear President and Governors:

This is the third status report for the FY 2014 Single Audits based on information received from Deloitte & Touche (DT), and it is as of February 28, 2015. We will continue to send you status reports every month until all the Single Audits for FY 2014 are completed. The official completion deadline is June 30, 2015.

FSM NATIONAL GOVERNMENT AND COMPONENT UNITS:

1. FSM National Government: DT has commenced compliance testing and is approximately 55% completed with such. DT has commenced year-end fieldwork testing and is approximately 20% completed.
2. College of Micronesia-FSM: DT received the final trial balance on February 26, 2015. DT will commence compliance testing on March 25, 2015 and year-end testing first week of April.
3. FSM Telecommunications Corporation: Final audit report completed and issued on December 31, 2014. A copy of the audit report can be accessed at the ONPA website www.fsmopa.fm.
4. FSM Petroleum Corporation: DT received the final trial balance on February 13, 2015, and has commenced year-end audit procedures first week of April.
5. National Fisheries Corporation: DT has commenced year-end procedures and is approximately 80% complete with such.
6. MiCare Plan, Inc.: DT received the final trial balance on February 7, 2015, and has commenced year-end procedures.
7. FSM Coconut Development Authority: DT received the final trial balance on February 17, 2015, however related supporting schedules have yet to be provided. DT will commence fieldwork upon the receipt of the related schedules.
8. FSM Development Bank: Since this a December 31 year end entity, significant audit procedures have yet to commence.
9. FSM Social Security Administration: Since this entity's fiscal year ends on December 31, significant audit procedures have yet to commence.

10. Caroline Islands Air: DT has commenced year-end procedures and is approximately 10% complete with such.

CHUUK STATE GOVERNMENT AND COMPONENT UNITS:

1. Chuuk State Government: DT has commenced compliance tests and is approximately 55% complete with such. DT received the final trial balances and related schedules on February 17, 2015, and has commenced year-end balance testing. Based on the audit request for information, DT has noted that the entity may have to acquire an accountant to assist in the preparation of the 9/30/14 financial statements.
2. Chuuk Public Utility Corporation: DT has received the final trial balance and related schedules. Audit fieldwork has been schedule to start at the end of March.
3. Chuuk State Health Care Plan: DT will commence fieldwork upon the receipt of the final trial balance and related schedules.
4. Chuuk Housing Authority: DT will commence fieldwork upon the receipt of the final trial balance and related schedules.

POHNPEI STATE GOVERNMENT AND COMPONENT UNITS:

1. Pohnpei State Government: DT has commenced compliance testing and is approximately 50% complete with such. DT has commenced year-end balance testing and is approximately 5% completed.
2. Pohnpei State Housing Authority: DT has commenced planning procedures.
3. Pohnpei Utilities Corporation: DT has received the final trial balance and the general ledger, and planning has commenced.
4. Pohnpei Port Authority: Final trial balance received on February 9, 2015, and DT has commenced planning procedures.

KOSRAE STATE GOVERNMENT AND COMPONENT UNITS:

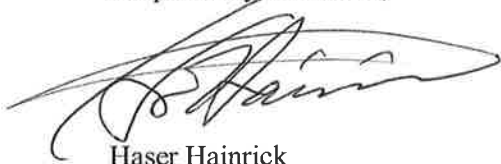
1. Kosrae State Government: DT has commenced compliance tests and is approximately 92% complete with such. DT has commenced year-end balance testing and is approximately 80% complete with the exception of Housing Loan Fund.
2. Kosrae Utilities Authority: DT has commenced year-end balance testing and is approximately 80% complete with such.
3. Kosrae Port Authority: DT will commence fieldwork upon receipt of the final trial balance and related schedules. Based on DT's audit request for information, the entity may need to acquire accounting assistance in the preparation of its financial statements.

YAP STATE GOVERNMENT AND COMPONENT UNITS:

1. Yap State Government: DT has commenced compliance tests and are approximately 80% complete with such. DT will commence year-end balance tests upon receipt of the final trial balances and related schedules.
2. Yap State Public Service Corporation: DT has commenced audit fieldwork and are approximately 85% complete with such.
3. Yap Visitors Bureau: DT will commence fieldwork upon the receipt of the final trial balance and related schedules.
4. The Diving Seagull, Inc.: DT will commence fieldwork upon the receipt of the final trial balance 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

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