



GOVERNMENT OF KOSRAE
OFFICE OF THE PUBLIC AUDITOR
POST OFFICE BOX 847
KOSRAE, FEDERATED STATES OF MICRONESIA 96944
TELEPHONE: (691) 370-3766, FACSIMILE(691) 370-3443

October 14, 2020

The Honorable Carson K. Sigrav
Governor, Kosrae State
Kosrae State Government
Tofol, Kosrae State FSM 96944



The Honorable Governor;

The Office of the Public Auditor is pleased to submit to you a Management Letter Report NAS 007-20 regarding a cash count and inspection of the Department of Administration and Finance collections on October 8, 2020. The results of the cash count include the following:

1. Cash Count

- Total cash on hand is equal to the total receipt issued at the time of cash count.
- No disbursement was noted during the period of cash count.

2. Weakness: Encashment of Payroll Checks

Total of 3 checks amounting to \$ 102.81. As per cashier, these were payroll checks. Good internal control practices dictate that encashment of checks (personal or payroll) should not be allowed.

Details of the findings and recommendations are provided in the Management Letter Report.

Thank you,

Alice S. George
Acting Public Auditor