

COMMONWEALTH OF THE
NORTHERN MARIANA ISLANDS

INDEPENDENT AUDITORS' REPORTS ON
INTERNAL CONTROL AND ON COMPLIANCE

YEAR ENDED SEPTEMBER 30, 2001



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON INTERNAL
CONTROL OVER FINANCIAL REPORTING BASED UPON THE AUDIT
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Honorable Juan N. Babauta
Governor
Commonwealth of the Northern Mariana Islands:

We have audited the general purpose financial statements of the Commonwealth of the Northern Mariana Islands (CNMI) as of and for the year ended September 30, 2001, and have issued our report thereon dated August 13, 2002, which report was qualified due to: 1) our inability to obtain a response from the CNMI's Office of the Attorney General concerning litigation, claims, and assessments; 2) our inability to determine the propriety of fixed assets and fund equity of the General Fixed Assets Account Group; 3) our inability to determine the propriety of receivables from federal agencies, receivables from other agencies, advances, other liabilities and accruals, and reserve for continuing appropriations and their effect on the determination of revenues and expenditures for all Governmental Fund Types, receivables from federal agencies for the Fiduciary Fund Type - Agency Fund, and other receivables and accounts payable for the Northern Mariana Islands Government Health and Life Insurance Trust Fund, a Fiduciary Fund Type - Expendable Trust Fund; 4) the omission of the Commonwealth Utilities Corporation from the Component Units - Proprietary Funds, the Northern Marianas College from the University and College Fund Type - Higher Education Fund, the Public School System from the Component Unit - School District, and the Commonwealth Government Employees' Credit Union from the Component Unit - Governmental Fund; and 5) the lack of recognizing certain nonexchange transactions. Except as discussed in the preceding sentence, we conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the CNMI's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of general purpose financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs (pages 47 through 77) as items 2001-11 through 2001-29. We also noted certain immaterial instances of noncompliance, which we have reported to management of the CNMI in a separate letter dated August 13, 2002.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the CNMI's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the CNMI's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general purpose financial statements. Reportable conditions are described in the accompanying Schedule of Findings and Questioned Costs as items 2001-1 through 2001-10.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we consider all of the reportable conditions described above to be material weaknesses. We also noted other matters involving the internal control over financial reporting, which we have reported to management of the CNMI in a separate letter dated August 13, 2002.

This report is intended solely for the information use of the management of the CNMI, federal awarding agencies, pass-through entities, and the cognizant audit and other federal agencies and is not intended to be and should not be used by anyone other than these specified parties.

Deloitte + Touche

August 13, 2002



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND INTERNAL CONTROL
OVER COMPLIANCE APPLICABLE TO EACH MAJOR FEDERAL AWARD PROGRAM
AND ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Honorable Juan N. Babauta
Governor
Commonwealth of the Northern Mariana Islands:

Compliance

We have audited the compliance of the Commonwealth of the Northern Mariana Islands (CNMI) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended September 30, 2001. The CNMI's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs (pages 47 through 77). Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the CNMI's management. Our responsibility is to express an opinion on the CNMI's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the CNMI's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the CNMI's compliance with those requirements.

As described in items 2001-13 through 2001-29 in the accompanying Schedule of Findings and Questioned Costs, the CNMI did not comply with requirements regarding cash management, Davis-Bacon Act, equipment and real property management, procurement and suspension and debarment, reporting, and special tests and provisions that are applicable to its major federal programs. Compliance with such requirements is necessary, in our opinion, for the CNMI to comply with the requirements applicable to those programs.

In our opinion, except for the noncompliance described in the preceding paragraph, the CNMI complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended September 30, 2001.

Internal Control Over Compliance

The management of the CNMI is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the CNMI's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

We noted certain matters involving the internal control over compliance and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the CNMI's ability to administer a major federal program in accordance with the applicable requirements of laws, regulations, contracts, and grants. Reportable conditions are described in the accompanying Schedule of Findings and Questioned Costs as items 2001-13 through 2001-29.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider items 2001-13 through 2001-15 and 2001-18 to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the general purpose financial statements of the CNMI as of and for the year ended September 30, 2001, and have issued our report thereon dated August 13, 2002, which report was qualified due to: 1) our inability to obtain a response from the CNMI's Office of the Attorney General concerning litigation, claims, and assessments; 2) our inability to determine the propriety of fixed assets and fund equity of the General Fixed Assets Account Group; 3) our inability to determine the propriety of receivables from federal agencies, receivables from other agencies, advances, other liabilities and accruals, and reserve for continuing appropriations and their effect on the determination of revenues and expenditures for all Governmental Fund Types, receivables from federal agencies for the Fiduciary Fund Type - Agency Fund, and other receivables and accounts payable for the Northern Mariana Islands Government Health and Life Insurance Trust Fund, a Fiduciary Fund Type - Expendable Trust Fund; 4) the omission of the Commonwealth Utilities Corporation from the Component Units - Proprietary Funds, the Northern Marianas College from the University and College Fund Type - Higher Education Fund, the Public School System from the Component Unit - School District, and the Commonwealth Government Employees' Credit Union from the Component Unit - Governmental Fund; and 5) the lack of recognizing certain nonexchange transactions.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards (pages 7 through 44) is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general purpose financial statements. This schedule is the responsibility of the management of the CNMI. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the propriety of receivables from federal agencies, advances and other liabilities and accruals of all Governmental Fund Types, and receivables from federal agencies of the Fiduciary Fund Type - Agency Fund been determinable, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

This report is intended solely for the information and use of the management of the CNMI, federal awarding agencies, pass-through entities, and the cognizant audit and other federal agencies and is not intended to be and should not be used by anyone other than these specified parties.

Deloitte & Touche

August 13, 2002

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Programs Selected for Audit
in Accordance with OMB Circular A-133
Year Ended September 30, 2001

The following list specifies programs selected for detailed compliance testing in accordance with applicable OMB Circular A-133 requirements.

<u>Grantor</u>	<u>CFDA #</u>	<u>Description</u>	<u>Amount of Expenditures</u>
U.S. Department of the Interior	15.875	Capital Improvement Projects	\$ 27,833,021
	15.875	Technical Assistance Grants	1,327,594
	15.875	Commonwealth Development Authority	233,656
	15.875	Public Works	<u>72,719</u>
			29,466,990
U.S. Department of Agriculture	10.551	Nutrition Assistance Program	6,115,843
U.S. Department of Transportation	20.205	Highway Planning and Construction	2,669,778
U.S. Department of Health and Human Services	93.778	Medical Assistance Program	<u>4,024,652</u>
Total program expenditures tested			\$ <u>42,277,263</u>
Total federal program expenditures			\$ <u>59,220,553</u>
% of total federal program expenditures tested			<u>71%</u>

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Agriculture						
Meat Inspection CFDA #10.475						
Meat-Poultry Inspection	A34750	\$ 394,911	\$ (31,609)	\$ -	\$ -	\$ (31,609)
Nutrition Assistance CFDA #10.551						
NAP - Admin	A0551A	-	59,188	74,058	18,404	3,534
Program Benefits	A0551B	-	398,325	493,094	(113)	(94,882)
Management Evaluation Unit	A0551C	-	17,979	17,958	1,048	1,069
Retail & Redemption Unit	A0551D	-	9,715	21,283	12,225	657
NAP - Admin 09/01	A1551A	883,990	-	697,077	758,803	61,726
Program Benefits 09/01	A1551B	4,953,380	-	4,499,873	4,989,770	489,897
Manage. Eval. Unit 09/01	A1551C	226,870	-	172,904	184,889	11,985
Retail & Redemption Unit 09/01	A1551D	168,495	-	130,981	150,817	19,836
Program Income/NAP 09/01	A1551P	-	-	4,735	-	(4,735)
Management Evaluation Unit	A4561C	-	3	-	-	3
NAP Administration	A4561A	-	99	-	-	99
NAP Program Benefit	A4561B	-	911	-	-	911
Program Benefit	A5551B	-	389	-	-	389
NAP Administration	A6551A	821,348	160	-	-	160
Management Evaluation Unit	A6551C	190,124	9	-	-	9
Retail & Redemption	A6551D	160,384	1,600	-	-	1,600
NAP Administration	A7551A	696,603	1,350	-	-	1,350
Retail & Redemption	A7551D	139,349	1	-	-	1
NAP - Admin	A8551A	166,725	216	220	-	(4)
Program Benefits	A8551B	1,027,500	26	-	-	26
Management Evaluation Unit	A8551C	37,444	(23,374)	-	-	(23,374)
NAP - Admin	A9551A	-	(3,650)	(220)	-	(3,430)
Program Benefits	A9551B	3,984,598	(51,166)	-	-	(51,166)
Management Evaluation Unit	A9551C	175,102	(1,185)	-	-	(1,185)
Retail & Redemption Unit	A9551D	163,819	(704)	-	-	(704)
Sub-total CFDA #10.551		13,795,731	409,892	6,111,963	6,115,843	413,772
Elderly Nutrition CFDA #10.570						
Elderly Feed FY00	A05701	-	21,335	21,335	-	-
Elderly Feed FY01	A15701	-	-	39,967	54,305	14,338
Elderly Feed FY99	A95701	190,646	(4,375)	864	-	(5,239)
Sub-total CFDA #10.570		190,646	16,960	62,166	54,305	9,099
Cooperative Forestry Assistance CFDA #10.664						
U&C Forestry - Saipan	A0664A	-	6,775	54,455	64,070	16,390
U&C Forestry - Rota	A0664B	-	9,069	15,583	9,998	3,484
FSP-ROATA	A0664C	-	9,728	17,748	9,250	1,230
U&C Forest - Tinian	A0664D	-	2,134	4,987	4,352	1,499
Forest Stewrd Prog	A0664E	-	-	-	1,766	1,766
Pacific Island Comm	A0664F	-	-	2,510	2,510	-
Forest Stewrd Prog.	A0664S	-	-	4,873	9,488	4,615
State Fire Asst.	A06640	-	7,365	117,102	110,717	980
U&C Forestry - Saipan 09/02	A1664A	-	-	-	7,813	7,813
U&C Forestry - Rota 09/02	A1664B	-	-	-	8,763	8,763
U&C Forestry - Tinian 09/02	A1664D	-	-	-	2,699	2,699
Wildland Interface 05/02	A1664I	-	-	-	4,388	4,388
For. Steward Prog. - Saipan 09/02	A1664S	-	-	-	177	177
State Fire Asst. 05/02	A16640	-	-	4,486	23,498	19,012
Agriculture Experiment	A16647	-	10,903	-	-	10,903
Meat - Poultry Inspection	A34750	-	(97,758)	38,508	24,177	(112,089)
Rural Fire Prevention	A46642	-	7,094	-	-	7,094
ATB Urban Forestry	A46643	126,100	(367)	-	-	(367)
Seedling Improvement	A46644	11,000	173	-	-	173

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
<u>U.S. Department of Agriculture, Continued</u>						
<u>Cooperative Forestry Assistance</u>						
<u>CFDA #10.664, Continued</u>						
Balance Forwarded		137,100	(44,884)	260,252	283,666	(21,470)
Forest Pest Management	A46647	10,000	28	-	-	28
Conservation Education Prog.	A4664A	4,000	166	-	-	166
ATB/Urban Forestry	A6664A	43,710	(1)	-	-	(1)
Fire Protection - Saipan	A66641	11,977	18,088	-	-	18,088
U&C Forestry - Saipan	A7664A	50,516	(1,193)	-	-	(1,193)
U&C Forestry - Rota	A7664B	15,852	(1,340)	-	-	(1,340)
Seedling - Rota	A7664C	3,000	(249)	-	-	(249)
Fire Protection - Rota	A7664R	4,000	(275)	-	-	(275)
Fire Protection - Tinian	A7664T	6,000	(487)	-	-	(487)
Fire Protection - Saipan	A76641	39,997	(19,038)	-	-	(19,038)
H2O-Shed Pro & Flol	A7904S	-	(175,036)	-	-	(175,036)
U&C Forestry - Saipan	A8664A	-	(391)	-	-	(391)
U&C Forestry - Rota	A8664B	-	(9)	-	-	(9)
Fire Protection	A86641	-	(424)	-	-	(424)
U&C Forestry - Saipan	A9664A	77,406	14,220	15,704	1,427	(57)
U&C Forestry - Rota	A9664B	-	2,110	2,979	867	(2)
Seedling - Rota	A9664C	-	1,383	1,383	-	-
U&C Forest - Tinian	A9664D	-	795	3,725	2,930	-
Seedling - Tinian	A9664E	-	1,897	1,897	-	-
Fire Protection	A96641	90,000	66,049	66,270	-	(221)
Sub-total CFDA #10.664		493,558	(138,591)	352,210	288,890	(201,911)
<u>Soil & H2O Survey CFDA #10.903</u>						
Soil Survy-Northern Island	A9903S	90,000	54,600	54,600	-	-
Kagman Watershed (Waterway)	A9903T	-	84,385	203,095	223,170	104,460
Sub-total CFDA #10.903		90,000	138,985	257,695	223,170	104,460
<u>Watershed Protection CFDA #10.904</u>						
H2O - Shed Pro & Flood	A7904S	-	175,038	-	-	175,038
<u>EQIP Ed. Prog. Soil & H2O Conserv</u>						
<u>CFDA #10.912</u>						
EQIP Ed. Prog. Rota	A8912R	-	-	1,300	2,443	1,143
EQIP Ed. Prog. Tinian	A8912T	-	1,542	1,542	1,700	1,700
Sub-total CFDA #10.912		-	1,542	2,842	4,143	2,843
<u>National Agriculture Statistic</u>						
<u>CFDA #10.950</u>						
Census of Agriculture	A8950C	20,000	6,248	-	-	6,248
Total U.S. Department of Agriculture		14,984,846	578,465	6,786,876	6,686,351	477,940
<u>U.S. Department of Commerce</u>						
<u>Census 2000</u>						
<u>CFDA #10.527</u>						
Census 2000	C0105A	3,515,964	(1,072,810)	(761,232)	311,578	-
<u>Interjurisdictional Fisheries Act</u>						
<u>CFDA #11.407</u>						
Bottom Fish Studies	C7407B	-	(1)	-	-	(1)

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
 Federal Grants Fund
 Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
<u>U.S. Department of Commerce, Continued</u>						
<u>Sea Grant Support CFDA #11.417</u>						
Pacific Island Sea Grant Ext.	C2417A	20,000	5	-	-	5
Pacific Island Sea Grant Ext.	C3417A	20,000	2,127	-	-	2,127
Pacific Island Sea Grant Ext.	C4417A	-	(4,559)	-	-	(4,559)
Sub-total CFDA #11.417		40,000	(2,427)	-	-	(2,427)
<u>Coastal Zone Mgmt. CFDA #11.419</u>						
Base Grant	C0419A	-	156,153	168,923	87,287	74,517
FY00 CRM Program Income	C0419P	-	(22,495)	200	22,395	(300)
NPS Pollution	C04191	-	13,877	13,875	-	2
Coastal Hazard	C04192	-	26,843	26,843	(65,359)	(65,359)
Imple. Nonpoint Plan	C04193	-	1,720	10,220	9,481	981
Base Grant 03/02	C1419A	-	-	-	601,011	601,011
NPS Pollution 03/02	C1419B	-	-	-	37,223	37,223
FY01 CRM Program Income	C1419P	-	-	98,110	63,866	(34,244)
CRM Base Grant	C14190	487,333	(193)	-	-	(193)
FY91 Program Income	C14191	521,143	(434,291)	-	-	(434,291)
Coastal Hazard 03/02	C14192	-	-	-	44,994	44,994
CRM Base Grant	C24192	-	(1,083)	-	-	(1,083)
CRM Program Income FY93	C34192	132,950	13,359	-	-	13,359
CRM Program Income FY94	C4419A	-	(1,220)	-	-	(1,220)
CRM Base Grant	C44190	-	14,958	-	-	14,958
Non-Point Source	C54191	84,000	(1)	-	-	(1)
Legal Counsel	C54193	-	1,054	-	-	1,054
FY95 Program Income	C5419A	303,305	(1)	-	-	(1)
CRM Base Grant	C64190	543,000	7,026	-	-	7,026
NPS Pollution	C64191	105,000	1,561	-	-	1,561
Coastal Hazard	C64192	44,000	4,828	-	-	4,828
AD&C H. Mngr	C64193	27,000	1,094	-	-	1,094
FY96 Program Income	C6419A	366,841	98	-	-	98
CRM Base Grant	C74190	570,000	142,835	-	-	142,835
Coastal Hazard	C74192	75,860	16,246	-	-	16,246
FY97 Program Income	C7419A	407,802	(1,602)	-	-	(1,602)
Base Grant	C84190	548,916	(503,602)	(503,603)	-	1
Coastal Hazard	C84192	63,999	(61,804)	(61,804)	-	-
FY98 Program Income	C8419A	-	(32,335)	-	-	(32,335)
Base Grant	C9419A	572,820	(1)	-	-	(1)
FY00 CRM Program Income	C9419P	154,073	(100)	-	100	-
NPS Pollution	C94191	45,448	(2)	-	-	(2)
Coastal Hazard	C94192	93,552	(1)	-	-	(1)
Sub-total CFDA #11.419		5,147,042	(657,079)	(247,236)	800,998	391,155
<u>Fisheries Development CFDA #11.427</u>						
West Pacific Fish Info.	C24271	80,000	18,026	-	-	18,026
Marianas Fishery Data Coll.	C2427A	52,130	(125)	-	-	(125)
Sub-total CFDA #11.427		132,130	17,901	-	-	17,901
<u>Pacific Fisheries Data CFDA #11.437</u>						
CRM/Coral Reef 08/01	C0426A	-	-	16,858	40,684	23,826
West Pac Fisheries	C0437A	-	25,256	61,563	39,746	3,439
CRM/Coral Reef 08/02	C1426A	-	-	-	3,353	3,353
West Pac Fish 06/02	C1437A	-	-	-	42,746	42,746
West Pacific Fish	C44371	-	(4,853)	-	-	(4,853)
West Pacific Fish	C44372	108,307	(6,612)	-	-	(6,612)
West Pacific Fish Info.	C64372	45,000	(2,945)	-	-	(2,945)
West Pacific Fisheries	C8437A	-	(15,220)	-	-	(15,220)

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Commerce, Continued						
<u>Pacific Fisheries Data CFDA #11.437, Continued</u>						
Balance Forwarded		153,307	(4,374)	78,421	126,529	43,734
West Pacific Fisheries	C9437A	135,000	(114)	-	-	(114)
Sub-total CFDA #11.437		288,307	(4,488)	78,421	126,529	43,620
Total U.S. Department of Commerce		9,123,443	(1,718,904)	(930,047)	1,239,105	450,248
U.S. Department of Education						
<u>Inst. of Museum & Library Ser</u>						
<u>CFDA #45.310</u>						
LSTA/Lib. Tech.	F0310B	-	-	17,866	59,355	41,489
LSTA/Literacy - Lib.	F9310A	-	14,296	15,598	1,302	-
LSTA/Lib. Tech.	F9310B	-	3,679	3,937	32,338	32,080
Sub-total CFDA #45.310		-	17,975	37,401	92,995	73,569
<u>Public Library Services CFDA #84.034</u>						
Title I Library Services	E5034A	51,750	1,350	-	-	1,350
Title I Library Services	E6034A	53,157	712	-	-	712
Title I Library Services	E7034A	54,314	1,509	-	-	1,509
Sub-total CFDA #84.034		159,221	3,571	-	-	3,571
<u>Interlibrary Cooperation CFDA #84.035</u>						
Title I LSCA	E3035A	-	(1)	-	-	(1)
T-III Coop. & Resources	E5035A	9,993	(1,081)	-	-	(1,081)
T-III Interlibrary	E6035A	2,360	(759)	-	-	(759)
Sub-total CFDA #84.035		12,353	(1,841)	-	-	(1,841)
<u>Rehabilitation Services Basic Support</u>						
<u>CFDA #84.126</u>						
Voc. Rehab./Admin. 09/01	E0126B	-	-	-	355,284	355,284
VR./ConumServ. 09/01	E0126C	-	-	-	170,622	170,622
VR./S.R.C. 09/01	E0126D	-	-	-	22,438	22,438
Voc. Rehab./Admin. 09/02	E1126C	-	-	-	30,824	30,824
VocRehab/Cons. Svs 09/02	E1126D	-	-	-	2,590	2,590
Voc. Rehab. (Case)	E3126B	340,886	(943)	-	-	(943)
Voc. Rehab. - Admin.	E6126A	272,689	4,972	-	-	4,972
VR Case Service	E6126B	260,474	(1,261)	-	-	(1,261)
Voc. Rehab. Admin.	E7126A	168,448	132,074	18,482	-	113,592
Voc. Rehab. - Admin.	E8126A	198,705	(23)	-	-	(23)
VR Case Service	E8126B	311,682	(2)	-	-	(2)
VR. Admin/C-SERV.	E9126A	-	-	428,608	137,899	(290,709)
VR Admin/C-SERV	E9126C	788,661	290,718	-	-	290,718
Sub-total CFDA #84.126		2,341,545	425,535	447,090	719,657	698,102
<u>Library Construction CFDA #84.154</u>						
Title II LSCA	E3154A	21,851	8,476	-	-	8,476
T-II LSCA Construction	E4154A	22,031	357	-	-	357
Sub-total CFDA #84.154		43,882	8,833	-	-	8,833
<u>Independent Living - State Grants</u>						
<u>CFDA #84.169</u>						
VR Indep. Lvng 09/01	E0169A	-	-	-	12,509	12,509
VR Indep. Lvng/CS 09/01	E0169B	-	-	-	9,104	9,104
VR Indep. Lvng 09/02	E1169A	-	-	-	10,996	10,996

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Education, Continued						
<u>Independent Living - State Grants</u>						
<u>CFDA #84.169, Continued</u>						
Balance Forwarded		-	-	-	32,609	32,609
VR-Consumer SVS 09/02	E1169B	-	-	-	9,097	9,097
VR-Independent Living	E7169A	43,407	2,002	2,003	-	(1)
VR-Independent Living 09/99	E8169A	54,102	10,104	15,004	4,900	-
VR-Independent Living 09/00	E9169A	-	6,814	-	5,045	11,859
VR-Ind. Liv./Consumers 09/00	E9169B	-	679	-	12,096	12,775
Sub-total CFDA #84.169		97,509	19,599	17,007	63,747	66,339
<u>Independent Living/Old. Blind</u>						
<u>CFDA #84.177</u>						
Ind. Lvng/Older Blind	E0177B	-	13,440	-	12,633	26,073
Ind. Lvng/Older Blind 09/02	E1177B	-	-	-	273	273
Sub-total CFDA #84.177		-	13,440	-	12,906	26,346
<u>Supported Employment Services</u>						
<u>CFDA #84.187</u>						
VR-Supported Employ.	E7187A	47,690	(4,104)	5,115	10,873	1,654
VR-Supported Employ.	E8187A	-	(116)	-	-	(116)
Sub-total CFDA #84.187		47,690	(4,220)	5,115	10,873	1,538
<u>Technology Assistance CFDA #84.224</u>						
Assistance for Disabled 09/02	E0224A	-	31,799	-	9,868	41,667
Assist. for Disabled 09/02	E1224A	-	-	-	91,660	91,660
Assist. for Disabled 09/02	E2224A	-	-	-	1,399	1,399
Assistance for Disabled	E6224A	150,000	(318)	-	-	(318)
Assistance for Disabled	E7224A	152,813	2	-	-	2
Assistance for Disabled	E9224A	150,000	931	-	(629)	302
Sub-total CFDA #84.224		452,813	32,414	-	102,298	134,712
<u>Rehabilitation Training CFDA #84.265</u>						
VR Service Training	E1265A	-	-	-	4,367	4,367
Voc. Rehab. - ISTP	E4265A	8,865	(1,795)	-	-	(1,795)
VR In-Service Training	E7265A	19,795	9,897	-	-	9,897
VR Service Training 09/00	E8265A	-	17,926	-	2,598	20,524
Sub-total CFDA #84.265		28,660	26,028	-	6,965	32,993
Total U.S. Department of Education		3,183,673	541,334	506,613	1,009,441	1,044,162
U.S. Department of Energy						
<u>State Energy Conser. CFDA #81.041</u>						
State Energy Program 09/00	N0041A	-	41,012	72,629	31,615	(2)
State Energy Prog.	N1041A	-	-	132,922	146,976	14,054
FY95 SECP	N50041	107,400	(1)	-	-	(1)
State Energy Program	N7041A	216,784	(1)	-	-	(1)
State Energy Program	N8041A	166,000	(1)	-	-	(1)
State Energy Program	N9041A	-	(135)	-	-	(135)
Sub-total CFDA #81.041		490,184	40,874	205,551	178,591	13,914
<u>Energy Conservation for Institutional Building CFDA #81.052</u>						
ICP C-XVI	N40520	32,990	(1)	-	-	(1)
ICP - Administration	N60510	22,473	(1,140)	-	-	(1,140)

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Energy, Continued						
<u>Energy Conservation for Institutional Building CFDA #81.052, Continued</u>						
Balance Forwarded		55,463	(1,141)	-	-	(1,141)
Closed Out Grant - Conversion	N60526	-	1	-	-	1
ICP Administrative Grant	N80520	30,000	2,002	-	-	2,002
ICP Admin. CYC. XIV	N90500	29,497	(12,600)	-	-	(12,600)
ICP Administrative Grant	N90520	3,439	(9,038)	-	-	(9,038)
Sub-total CFDA #81.052		118,399	(20,776)	-	-	(20,776)
<u>Consolidated Grant CFDA #81.074</u>						
Closed Account Ref. N60740	N00740	-	(1,056)	-	-	(1,056)
Direct Charge FY93	N30740	50,500	39,429	-	-	39,429
Energy Grant	N6074A	25,275	(167)	-	-	(167)
Photovoltaic (PV) Elect.	N6074B	15,822	48,060	-	-	48,060
Diamond Shamrock	N00741	112,398	(93)	-	-	(93)
Oil Warner Fund	N70742	2,000	686	-	-	686
Amateur Radio Club	N6074C	-	4,744	-	-	4,744
Sub-total CFDA #81.074		205,995	91,603	-	-	91,603
Total U.S. Department of Energy		814,578	111,701	205,551	178,591	84,741
U.S. Department of Defense						
<u>Defense Environmental Restoration CFDA #12.113</u>						
Department of Defense Grant	P46005	-	(16,214)	-	-	(16,214)
DERP Funds (DSMOA)	P8113D	59,240	29,209	-	819	30,028
Total U.S. Department of Defense		59,240	12,995	-	819	13,814
U.S. Environmental Protection Agency						
<u>Consolidated Grant CFDA #66.600</u>						
D. Schmidt (IPA) 09/00	P0600A	-	-	78,420	78,420	-
Kimiko Link (IPA) 09/00	P0600B	-	-	35,295	35,295	-
IAG Agreement	P0600E	-	-	72,616	72,616	-
FY 00 DEQ Base Grant 09/00	P06000	-	277,568	345,101	67,531	(2)
FY 00 DEQ Program Income	P06002	-	(170,382)	-	168,005	(2,377)
D. Schmidt (IPA)	P1600A	-	-	48,606	48,606	-
Env Justice Project	P1600M	-	-	-	1,400	1,400
FY 01 DEQ Base Grant	P16000	-	-	756,801	1,048,304	291,503
FY 01 DEQ Program Income	P06002	-	-	196,988	191,921	(5,067)
CRM/DEQ Wetland Project	P46001	54,000	1,940	-	-	1,940
Rm. Dept. of Defense	P46005	50,000	16,472	-	-	16,472
EPA Base Grant	P56000	688,041	(620)	-	-	(620)
FY95 Program Income	P56002	77,245	(29,438)	-	-	(29,438)
Isley Project	P56003	-	1,113	-	-	1,113
NPS/Marine Monitor	P56004	117,686	1	-	-	1
LauLau Watershed	P56006	123,000	7,785	-	-	7,785
FY96 DEQ Program Income	P66002	194,054	1,891	-	(300)	1,591
DEQ/CRM Watershed Atlas	P6600G	65,500	1	-	-	1
FY97 EPA Base Grant	P76000	885,701	1	-	-	1
FY97 DEQ Program Income	P76002	138,818	29,061	-	(29,060)	1
LauLau Revegetation	P76003	31,500	250	343	94	1
Wetland Demonstration	P8600G	110,000	1	-	-	1
Comm-Educ. Project	P8600H	17,463	60	8,202	9,210	1,068
Marine Monitoring - NPS	P8600I	-	(1)	-	-	(1)
Pesticide Containment	P8600K	-	-	19,341	19,341	-
FY98 EPA Base Grant FSR	P86000	-	1	-	-	1

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Environmental Protection Agency, Continued						
<u>Consolidated Grant CFDA #66.600, Continued</u>						
Balance Forwarded		2,554,008	135,704	1,561,713	1,711,383	285,374
FY98 DEQ Program Income	P86002	-	46,931	-	(46,932)	(1)
Road Drainage Proj.	P9600A	-	-	64,723	64,723	-
Compost. Animal Bedding	P9600C	-	813	2,688	1,962	87
Garapan Watershed Proj.	P9600F	-	-	8,543	12,349	3,806
EPA/DEQ Base Grant	P96000	1,187,214	(1,545)	-	-	(1,545)
FY00 DEQ Program Income	P96002	291,137	20,533	-	(20,532)	1
Sub-total CFDA #66.600		4,032,359	202,436	1,637,667	1,722,953	287,722
<u>Environmental Education Grants CFDA #66.951</u>						
EPA Education Prog.	P5951A	10,000	1,095	-	-	1,095
Total U.S. Environmental Protection Agency		4,042,359	203,531	1,637,667	1,722,953	288,817
U.S. Federal Emergency Management Agency						
<u>CFDA #83.000</u>						
SARA	M80110	21,334	(5,811)	-	-	(5,811)
DPI	M85050	100,000	(19,656)	-	-	(19,656)
Hurricane	M85200	73,700	(4,895)	-	-	(4,895)
Earthquake	M85210	83,300	(24,266)	-	-	(24,266)
SLA	M8534A	43,000	(20,301)	-	-	(20,301)
SLA	M85340	170,000	(107,589)	-	-	(107,589)
SHMP	M85350	107,140	(24,477)	-	-	(24,477)
Sub-total CFDA #83.000		598,474	(206,995)	-	-	(206,995)
<u>SARA Title III Training CFDA #83.011</u>						
SARA Haz. Mat. Training	M70110	12,000	(1)	-	-	(1)
SARA	M80110	5,333	5,811	-	-	5,811
CERCLA	M9011A	-	-	10,000	10,458	458
SARA	M90110	13,000	(571)	-	-	(571)
Sub-total CFDA #83.011		30,333	5,239	10,000	10,458	5,697
<u>CFDA #83.012</u>						
CERCLA	M60120	14,000	1	-	-	1
Sub-total CFDA #83.012		14,000	1	-	-	1
<u>Civil Defense-Emergency Management Assistance CFDA #83.503</u>						
Emergency Mgmt. Asst.	M25030	85,000	(7,649)	-	-	(7,649)
Emergency Mgmt. Asst.	M45030	144,060	105	-	-	105
Sub-total CFDA #83.503		229,060	(7,544)	-	-	(7,544)
<u>Disaster Preparedness Program CFDA #83.505</u>						
D.P.I.	M65050	50,000	949	-	-	949
D.P.I.	M85050	50,000	19,655	-	-	19,655
D.P.I.G.	M95050	50,000	(2,281)	-	-	(2,281)
Sub-total CFDA #83.505		150,000	18,323	-	-	18,323

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Federal Emergency Management Agency, Continued						
Disaster Assistance CFDA #83.516						
Gen. Admin. Cost-Saipan	M03090	-	(223,757)	-	-	(223,757)
Protective Measures	M03092	-	145,512	-	-	145,512
Road System	M03093	-	46,822	-	-	46,822
Public Facilities	M03098	-	16,313	-	-	16,313
Gen-Admin. Cost-Rota	M03099	-	157	-	-	157
Protective Measures	M03101	-	27,885	-	-	27,885
Public Facilities	M03104	-	2,276	-	-	2,276
Protective Measures	M03107	-	31,032	-	-	31,032
Typhoon Roy - Admin.	M83051	525,000	(81,056)	-	-	(81,056)
Debris Cleanup - Rota	M83067	-	1	-	-	1
Gen. Admin. Cost - Tinian	M03105	-	599	-	-	599
Sub-total CFDA #83.516		525,000	(34,216)	-	-	(34,216)
HMGP State Management Costs CFDA #83.519						
Hazard Mitigation	M45190	213,503	(80,309)	-	-	(80,309)
HMGP S/Management Cost-Keith	M9519A	26,352	7,967	13,816	13,524	7,675
Grantee Admin	M9519B	-	(2,836)	180	180	(2,836)
S/Management Cost-Paka	M95190	48,212	10,260	18,590	16,120	7,790
S/Management Grantee Adm.	M95191	-	-	-	425	425
HMGP H2O Supply - CUC	M95486	-	34,546	34,546	-	-
Grantee Admin	M95488	-	2,746	7,363	4,617	-
Sub-total CFDA #83.519		288,067	(27,626)	74,495	34,866	(67,255)
Hurricane CFDA #83.520						
Hurricane Program	M85200	23,000	11,909	-	-	11,909
Hurricane Program	M95200	50,700	(1,711)	-	-	(1,711)
Sub-total CFDA #83.520		73,700	10,198	-	-	10,198
Earthquake CFDA #83.521						
Earthquake Program	M65210	49,820	600	-	-	600
Earthquake Program	M75210	58,300	(1)	-	-	(1)
Earthquake Program	M85210	25,000	21,453	-	-	21,453
Earthquake Program	M95210	58,300	(710)	-	-	(710)
Sub-total CFDA #83.521		191,420	21,342	-	-	21,342
Terrorism/Non-Terrorism EMPG CFDA #83.522						
EMPG Non-Terrorism 12/00	M0552A	-	122,063	180,418	58,354	(1)
EMPG Terrorism 12/00	M0552B	-	11,186	29,175	17,988	(1)
Sub-total CFDA #83.522		-	133,249	209,593	76,342	(2)
Food and Shelter CFDA #83.523						
DYS - Food & Shelter	M45230	2,000	33	-	-	33
DYS - Food & Shelter	M65230	-	141	-	-	141
DYS - Food & Shelter	M75230	2,000	(3)	-	-	(3)
AG/Dom. Abuse Task Force	M8523A	-	(6,076)	-	-	(6,076)
Mayor/Emer. Food & Shelter	M8523B	-	6,074	-	-	6,074
DYS - Food & Shelter	M95230	2,000	(13)	-	-	(13)
Sub-total CFDA #83.523		6,000	156	-	-	156
State and Local Asst. CFDA #83.534						
SLA-100	M8534A	5,000	20,301	-	-	20,301
SLA-50	M85340	-	104,335	-	-	104,335

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Federal Emergency Management Agency, Continued						
<u>State and Local Asst. CFDA #83.534, Continued</u>						
Balance Forwarded		5,000	124,636	-	-	124,636
SLA-100	M9534A	15,000	(781)	-	-	(781)
Y2K	M9534Y	-	(30)	-	-	(30)
SLA-50	M95340	170,000	(7,522)	-	-	(7,522)
Sub-total CFDA #83.534		190,000	116,303	-	-	116,303
<u>Mitigation Assistance CFDA #83.535</u>						
SHMP	M85350	53,570	24,477	-	-	24,477
M.A.P.	M95350	53,570	(2,435)	-	-	(2,435)
Sub-total CFDA #83.535		107,140	22,042	-	-	22,042
<u>Individual and Family Grants</u>						
<u>CFDA #83.543</u>						
Typhoon Keith IFGP - Admin.	M8543A	-	(9,541)	-	-	(9,541)
Typhoon PAKA IFGP - Admin.	M8543R	-	433	-	-	433
Typhoon Keith PA Sub/Grant	M8544H	76,496	(6,297)	5,744	2,636	(9,405)
Sub-total CFDA #83.543		76,496	(15,405)	5,744	2,636	(18,513)
<u>Public Assistance Grants</u>						
<u>CFDA #83.544</u>						
T-Keith IFGP - Base Grant	M8544B	250,000	253,036	(2,428)	(821)	254,643
T-Keith PA Base Grant	M8544C	-	272,936	486,538	361,277	147,675
T-Keith PA Grantee Admin.	M8544D	4,981	3,571	11,227	8,082	426
T-Keith State Admin. Cost	M8544E	-	143,998	262,181	204,471	86,288
T-PAKA State Admin. Cost	M8544F	-	10,267	9,120	17,079	18,226
T-PAKA Sub/Grant Admin.	M8544G	-	7,756	9,672	1,916	-
T-Keith PA Sub/Grant Admin.	M8544H	-	9,490	-	-	9,490
T-PAKA IFG-B/Grant-Ro	M8544R	50,000	(92,817)	-	-	(92,817)
T-PAKA PA Base Grant	M8544S	-	(519,149)	-	136,746	(382,403)
T-PAKA PA Grantee Admin.	M8544T	1,777	784	4,833	4,353	304
Sub-total CFDA #83.544		306,758	89,872	781,143	733,103	41,832
<u>Hazard Mitigation Grant CFDA #83.548</u>						
HMGP - Is. Power - EMO	M9548A	48,600	-	(954)	-	954
HMGP Sub-Grantee EMO 6/99	M9548B	-	477	954	-	(477)
HMGP-Hrdn/Tower-EMO 12/00	M9548D	-	24,524	24,524	-	-
HMGP Sub-Grantee EMO 12/00	M9548E	-	198	398	200	-
HMGP-Grantee Adm.	M9548F	-	-	2,260	2,260	-
T-Shutters Admin Bldg 12/00	M9548J	-	24,197	108,697	84,500	-
Grantee Adm.	M9548L	-	-	1,191	1,301	110
Warning Spkrs-Rota	M9548M	-	-	5,114	5,114	-
Grantee Admin.	M9548O	-	-	-	115	115
HMGP-East Harbor/Rota	M95480	-	-	49,257	80,161	30,904
HMGP-H2O Supply-CUC 3/01	M95481	-	310,688	642,220	332,703	1,171
HMGP Sub-Grantee Admin 3/01	M95482	-	10,941	14,942	4,001	-
HMGP - Grantee Admin 3/01	M95483	15,172	-	5,342	5,382	40
Sub-total CFDA #83.548		63,772	371,025	853,945	515,737	32,817
<u>Terrorism/Non Terrorism Grant</u>						
<u>CFDA #83.552</u>						
EMPG Non-Terror	M1552A	-	-	254,589	331,740	77,151
EMPG Terrorism	M1552B	-	-	33,146	38,451	5,305
Sub-total CFDA #83.552		-	-	287,735	370,191	82,456
Total U.S. Federal Emergency Management Agency		2,850,220	495,964	2,222,655	1,743,333	16,642

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Health and Human Services						
Aging - Supportive Services CFDA #93.044						
Support Services - Saipan 09/00	H0044A	-	18,292	169,260	144,989	(5,979)
Support Services - Rota	H0044R	-	-	-	284	284
Support Services - Tinian	H0044T	-	-	-	223	223
C/Geriatric	H06104	60,785	382	-	-	382
Supportive Service - Saipan	H06105	137,325	28,779	-	-	28,779
Support Services - Saipan	H1044A	-	-	1,000	30,493	29,493
Supportive Service	H26330	187,024	62,000	-	-	62,000
Supportive Service	H36330	127,696	134,577	-	-	134,577
Support Serv. - Tinian	H563TN	10,335	1	-	-	1
Supportive Services	H6044A	-	(2)	-	-	(2)
Support Services - Rota	H6044R	-	3,355	-	-	3,355
Support Serv. - Tinian	H6044T	-	1,269	-	-	1,269
Support Services - Saipan	H7044A	168,146	(1)	-	-	(1)
Support Services - Rota	H7044R	-	(471)	-	-	(471)
Support Services - Saipan	H7044H	2,945	471	-	-	471
Support Services - Rota	H8044R	7,560	471	1,982	-	(1,511)
Support Services - Tinian	H8044T	-	1,413	1,595	-	(182)
Support Services - Saipan	H9044A	180,873	47,167	36,535	2	10,634
Support Services - Rota	H9044R	2,945	1,275	483	932	1,724
Support Services - Tinian	H9044T	-	-	2,006	2,006	-
Sub-total CFDA #93.044		885,634	298,978	212,861	178,929	265,046
Aging - Nutrition Services CFDA #93.045						
Home Del. Meals - Saipan 09/00	H0045A	-	(17,105)	2,131	19,236	-
Home Del. Meals - Rota 09/00	H0045B	-	2,515	15,554	13,141	102
Home Del. Meals - Tinian 09/00	H0045C	-	(294)	12,940	14,767	1,533
Congregate Meals - Rota 09/00	H0045R	-	5,533	12,951	6,793	(625)
Congregate Meals - Saipan 09/00	H0045S	-	(11,944)	126,232	172,368	34,192
Congregate Meals - Tinian 09/00	H0045T	-	249	8,449	9,404	1,204
Home Del. Meal - Saipan	H1045A	-	-	8,040	7,173	(867)
Home Del. Meal - Rota	H1045B	-	-	-	15,660	15,660
Home Del. Meal - Tinian	H1045C	-	-	-	95	95
Congregate Meals - Rota	H1045R	-	-	-	4,767	4,767
Congregate Meals - Saipan	H1045S	-	-	-	(3,433)	(3,433)
Congregate Meals - Tinian	H1045T	-	-	-	(2,478)	(2,478)
Congregate Meals	H2633A	235,373	(4,202)	-	-	(4,202)
Home Delivered Meals	H46350	52,061	4,500	-	-	4,500
Home Delivered Meals	H56104	48,166	33	-	-	33
Home Delivered Meals	H5635A	55,569	3,654	-	-	3,654
Home Delivered Meals	H5635B	25,200	(1)	-	-	(1)
Home Delivered Meals	H5635C	24,520	1	-	-	1
Home Deliver Meals - Saipan	H9045A	39,882	20,288	20,185	7,117	7,220
Home Deliver Meals - Rota	H9045B	15,059	9,271	10,462	558	(633)
Home Deliver Meals - Tinian	H9045C	15,059	8,214	11,599	3,837	452
Congregate Meals - Rota	H9045R	18,339	4,190	4,650	24	(436)
Congregate Meals - Saipan	H9045S	202,390	102,101	154,859	44,347	(8,411)
Congregate Meals - Tinian	H9045T	18,338	8,662	12,702	81	(3,959)
Sub-total CFDA #93.045		749,956	135,665	400,754	313,457	48,368
Aging - In Home Services CFDA #93.046						
Support Services - Rota	H6044R	-	(3,355)	-	-	(3,355)
Support Services - Tinian	H6044T	-	(1,269)	-	-	(1,269)
Congregate Meals - Rota	H6046R	18,338	1	-	-	1
Congregate Meals - Tinian	H6046T	18,339	1	-	-	1
Home Delivered Meals - Saipan	H7046B	36,090	(1)	(10,629)	-	10,628
Home Delivered Meals - Tinian	H7046D	13,858	2	-	-	2
Congregate Meals - Saipan	H8046A	202,393	(2)	-	-	(2)
Home Deliver Meal - Saipan	H8046B	40,284	2,308	21,934	-	(19,626)

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Health and Human Services, Continued						
<u>Aging - In Home Services CFDA #93.046, Continued</u>						
Balance Forwarded		329,302	(2,315)	11,305	-	(13,620)
Home Deliver Meal - Tinian	H8046D	14,858	(2,707)	-	-	(2,707)
Congregate Meal - Tinian	H8046T	18,338	9,503	6,662	-	2,841
Sub-total CFDA #93.046		362,498	4,481	17,967	-	(13,486)
<u>Title IV - Aging CFDA #93.048</u>						
Title IV-Training Ed.	H01580	15,000	1,857	-	-	1,857
Title IV-1 Training Ed.	H26680	18,599	(14,175)	-	-	(14,175)
Title IV Ed. & Training	H91630	15,000	6,247	-	-	6,247
Sub-total CFDA #93.048		48,599	(6,071)	-	-	(6,071)
<u>Aging Title III CFDA #93.052</u>						
T-III/NFCSP	H1046A	-	-	-	11,182	11,182
<u>Maternal and Child Health Federal</u>						
<u>Consolidated Programs CFDA #93.110</u>						
SSDI Program	H0110W	-	-	73,893	76,156	2,263
Comm. Based Family	H6110A	170,885	(100)	-	-	(100)
State System Development	H8110B	175,364	1	-	-	1
SSDI Program 9/29/00	H91100	-	54,304	76,493	22,190	1
Sub-total CFDA #93.110		346,249	54,205	150,386	98,346	2,165
<u>Tuberculosis Control CFDA #93.116</u>						
TB Control	H01160	-	151,506	245,322	93,815	(1)
TB Control	H11160	-	-	166,483	216,244	49,761
TB Control	H61160	168,052	78	-	-	78
TB Control	H61160	108,150	32,860	-	-	32,860
TB Control	H71160	144,450	(32,860)	-	-	(32,860)
TB Control	H81160	87,339	(1)	-	-	(1)
TB Control	H91160	138,769	(2)	-	-	(2)
Sub-total CFDA #93.116		646,760	151,581	411,805	310,059	49,835
<u>Mental Health Services CFDA #93.119</u>						
Mental Health Data	H6119A	36,987	1	-	-	1
<u>Emergency Medical Services for Children CFDA #93.127</u>						
EMS Planning (Ops.)	H5127A	49,986	(2)	-	-	(2)
<u>PATH Project CFDA #93.150</u>						
PATH Homeless Program	H0150A	-	-	18,759	20,677	1,918
PATH Homeless Program	H1150A	-	-	-	2,250	2,250
PATH Homeless Program	H5150A	50,000	1,253	-	-	1,253
PATH Homeless Program	H6150A	35,700	2	-	-	2
PATH Homeless Program	H7150A	-	2	-	-	2
PATH Homeless Program	H8150A	50,000	(845)	(846)	-	1
PATH Homeless Program	H9150A	-	4,956	2,631	(2,324)	1
Sub-total CFDA #93.150		135,700	5,368	20,544	20,603	5,427
<u>Office of Adv. Of Telehealth CFDA #93.211</u>						
Telemedicine	H1211A	-	-	-	9,135	9,135
<u>Family Planning Services CFDA #93.217</u>						
Family Planning 12/00	H0217F	-	21,465	52,308	30,842	(1)
Family Planning	H1217F	-	-	40,068	62,698	22,630
Family Planning	H2217A	49,097	24,387	-	-	24,387

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
<u>U.S. Department of Health and Human Services, Continued</u>						
<u>Family Planning Services CFDA #93.217, Continued</u>						
		49,097	45,852	92,376	93,540	47,016
Family Planning	H22170	-	(1)	-	-	(1)
Family Planning	H42170	82,328	(501)	-	-	(501)
Family Planning	H6217A	75,136	(1)	-	-	(1)
Family Planning	H7217A	76,581	(2)	-	-	(2)
Family Planning	H86105	63,920	4,589	-	-	4,589
Family Planning	H9217F	96,642	(1)	-	-	(1)
Family Planning	H92170	-	(1)	-	-	(1)
		443,704	49,934	92,376	93,540	51,098
<u>Community Health Centers CFDA #93.224</u>						
CHC Planning & Dev.	H52240	25,000	562	-	-	562
<u>Childhood Immunization CFDA #93.268</u>						
Immunization Prog.	H1268A	-	-	122,602	165,180	42,578
Immunization Program	H22680	83,139	1,621	-	-	1,621
Immunization Program	H6268A	459,659	(239)	-	-	(239)
Immunization Program	H7268A	244,484	(2)	-	-	(2)
Immunization Program	H8268A	163,406	(1)	-	-	(1)
Immunization Program	H9268A	256,756	86,056	141,071	55,014	(1)
Immunization Project	H9635A	10,689	(8,361)	-	-	(8,361)
		1,218,133	79,074	263,673	220,194	35,595
<u>CDC Technical Assistance CFDA #93.283</u>						
Tobacco Prevention 5/01	H0283A	-	4,918	48,368	43,449	(1)
Tobacco Prevention 05/02	H1283A	-	-	6,976	8,450	1,474
Tobacco Prevention 5/00	H9635A	-	(4)	-	-	(4)
		-	4,914	55,344	51,899	1,469
<u>Family Preservation CFDA #93.556</u>						
Train & Admin. - DYS 09/01	H0556E	-	31,558	99,343	73,104	5,319
Train & Admin. - DYS 09/02	H1556E	-	-	18,199	18,778	579
Family Support Services	H45560	80,323	(105)	-	-	(105)
Admin. & Training	H5556E	-	4,104	-	-	4,104
Swim & Safety Club	H6556C	6,200	(1)	-	-	(1)
Training & Admin. DYS	H6556E	23,714	1	-	-	1
Village Cntr. Act	H6556G	9,447	(1)	-	-	(1)
Literacy - JK Library	H7556A	-	(1)	-	-	(1)
Training & Admin. DYS	H7556E	-	(1)	-	-	(1)
Village Cntr. Act	H7556G	-	1	-	-	1
Literacy - JK Library	H8556A	35,000	(1)	-	-	(1)
Joeten Kiyu Lib. - DYS 09/00	H9556A	-	9,801	17,214	7,412	(1)
Teen Bound Proj. 09/00	H9556B	-	3,473	15,000	11,527	-
Swim & Safety Club - DYS	H9556C	-	3,397	4,862	1,466	1
Training & Admin. DYS	H9556E	28,000	7,739	9,773	2,034	-
Family Enc. Proj. (Karidat)	H9556F	-	2,250	15,000	12,750	-
Village Cent. Acts. 09/00	H9556G	-	12,742	13,269	527	-
		182,684	74,956	192,660	127,598	9,894
<u>Low Income Home Energy Assistance CFDA #93.568</u>						
Low Income (LIHEAP)	H0568A	-	-	19,741	18,291	(1,450)
Low Income (LIHEAP)	H0568B	-	-	-	1,450	1,450
Low Income (LIHEAP)	H1568A	-	-	3,411	3,411	-
Low Income (LIHEAP)	H1568B	-	-	1,328	1,328	-
Low Income (LIHEAP)	H1568C	-	-	2,559	2,559	-

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Health and Human Services, Continued						
<u>Low Income Home Energy Assistance</u>						
<u>CFDA #93.568, Continued</u>						
Balance Forwarded		-	-	27,039	27,039	-
Low Income (LIHEAP)	H1568D	-	-	23,409	23,409	-
Low Income (LIHEAP)	H1568E	-	-	-	20,238	20,238
Low Income Energy	H46650	23,161	23,161	-	-	23,161
Contingency Fund (LIHEAP)	H7568A	2,578	(13,965)	(13,965)	-	-
Low Income Energy (LIHEAP)	H7568B	16,543	13,965	13,965	-	-
Sub-total CFDA #93.568		42,282	23,161	50,448	70,686	43,399
<u>CFDA #93.610</u>						
Family Services	A2561D	180,073	34,085	-	-	34,085
Family Serv/Child DYS	H16104	355,362	48,607	-	-	48,607
Child Protective	H16105	106,291	8,895	-	-	8,895
Comm. Serv/Child	H16106	147,204	(86,305)	-	-	(86,305)
Child & Family Services	H26104	809,372	17,390	-	-	17,390
Child & Family Services	H26105	-	(1)	-	-	(1)
DYS/C&F Svces	H36104	230,592	(205)	-	-	(205)
DYS/C&F Svces	H46104	206,512	(45,921)	-	-	(45,921)
Community Service Child	H4714C	136,822	117,026	-	-	117,026
Family Services	H5610A	361,454	(570)	-	-	(570)
Child & Family Services	H56100	-	1	-	-	1
Family Services	H6610A	206,908	388,143	-	-	388,143
Child Protective Service	H6610B	201,161	156,053	-	-	156,053
Community Service	H6610C	192,497	39,512	-	-	39,512
Sub-total CFDA #93.610		3,134,248	676,710	-	-	676,710
<u>Admin. Runaway CFDA #93.623</u>						
Runaway Youth - DYS	H6623A	40,623	(1)	-	-	(1)
Runaway Youth - DYS	H7623A	-	50	-	-	50
Runaway Youth - DYS	H8623A	45,000	10,325	-	-	10,325
Closed Out Account	H86230	-	(1)	-	-	(1)
Sub-total CFDA #93.623		85,623	10,373	-	-	10,373
<u>Developmental Disabilities CFDA #93.630</u>						
DD Plan & Admin 09/02	H0630A	-	7,447	16,558	9,111	-
DD Services 09/02	H0630B	-	21,896	41,952	20,055	(1)
DD Plan & Admin	H1630A	-	-	28,209	35,000	6,791
DD Services	H1630B	-	-	110,512	139,097	28,585
Program Income FY92	H25503	-	(156)	-	-	(156)
DD Services	H45501	168,394	306	-	-	306
Planning and Admin.	H6630A	51,818	21	-	-	21
Council Services	H6630B	174,384	(1)	-	-	(1)
Planning and Admin.	H7630A	32,482	1	-	-	1
DD Planning & Admin.	H8630A	52,359	(35)	-	-	(35)
DD Services	H8630B	159,085	1	-	-	1
DD Planning & Admin.	H9630A	-	24	-	-	24
DD Services	H9630B	156,929	(76,054)	(76,056)	-	2
Sub-total CFDA #93.630		795,451	(46,550)	121,175	203,263	35,538
<u>PIP Is. Style Proj. CFDA #93.631</u>						
PIP Is. Style Proj. 01/01	H9631A	-	14,242	51,571	34,749	(2,580)
<u>Social Services Consolidated Grant CFDA #93.667</u>						
Child Family Serv. 09/01	H0667A	-	27,059	422,310	502,534	107,283
Child Protect. Serv. 09/01	H0667B	-	3,338	131,791	176,831	48,378
Comm. Servs. 09/01	H0667C	-	2,243	106,706	137,731	33,268

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Health and Human Services, Continued						
Social Services Consolidated Grant CFDA #93.667, Continued						
Balance Forwarded		-	32,640	660,807	817,096	188,929
Child Family Serv. 09/02	H1667A	-	-	2,068	51,855	49,787
Child Protect. Serv. 09/02	H1667B	-	-	-	3,424	3,424
Community Svcs-DYS 09/02	H1667C	-	-	-	6,856	6,856
Family Services	H6610A	85,934	(162,306)	-	-	(162,306)
Child Protective Service	H6610B	28,250	(49,988)	-	-	(49,988)
Community Service	H6610C	9,758	(23,287)	-	-	(23,287)
Family Services	H7667A	204,537	(274,357)	-	-	(274,357)
Child Protection Service	H7667B	211,554	(124,017)	-	-	(124,017)
Community Services -DYS	H7667C	138,421	(29,669)	-	-	(29,669)
Family Services DYS	H86350	317,113	(81,268)	-	-	(81,268)
Child Family Service	H8667A	-	(5,472)	-	-	(5,472)
Child Protection Service	H8667B	221,672	(5,188)	-	-	(5,188)
Community Services -DYS	H8667C	214,631	(749)	-	-	(749)
Family Services	H96330	240,882	18,400	-	-	18,400
Child Protective Services	H96350	102,776	(4,232)	-	-	(4,232)
Child Protective Services	H9635B	102,776	(11)	-	-	(11)
Child Family Service 09/00	H9667A	230,096	304,819	250,742	916	54,993
Child Protect Serv. 09/00	H9667B	-	150,076	122,845	-	27,231
Community Svcs - DYS 09/00	H9667C	-	72,844	58,358	-	14,486
LIHEAP Program	H9667D	-	18,323	38	-	18,285
Sub-total CFDA #93.667		2,108,400	(163,442)	1,094,858	880,147	(378,153)
Child Abuse Prevention CFDA #93.669						
Child & Family Svcs	H16680	35,692	2,046	-	-	2,046
Medicaid - Local Match	H86680	-	(1)	-	-	(1)
Sub-total CFDA #93.669		35,692	2,045	-	-	2,045
Medicaid Child Ins. Prog. (CHIP) CFDA #93.767						
CHIP - M.A.P. 09/00	H0767B	-	493,762	493,762	-	-
CHIP - M.A.P. 09/00	H1767B	-	-	-	493,763	493,763
CHIP - M.A.P. 09/98	H8767B	-	118,113	118,113	-	-
CHIP - M.A.P. 09/99	H9767B	-	469,562	469,562	-	-
Sub-total CFDA #93.767		-	1,081,437	1,081,437	493,763	493,763
Medical Assistance CFDA #93.778						
Medicaid Admin. 09/00	H07780	-	54,459	59,608	5,148	(1)
MAP 09/00	H07781	-	1,090,023	1,090,023	-	-
Medicaid Admin. 09/01	H17780	156,000	1,000	142,728	153,180	11,452
Medicaid/MAP	H17781	1,854,000	-	1,486,998	1,853,998	367,000
Medicaid - M.A.P.	H27780	476,310	47,004	-	-	47,004
Medicaid - Admin.	H27781	62,000	(3,711)	-	-	(3,711)
Medicaid - M.A.P.	H37780	689,995	238,353	-	-	238,353
Medicaid - M.A.P.	H57780	1,066,516	(372)	4,284	-	(4,656)
Medicaid - Admin.	H57781	93,390	(1)	-	-	(1)
Medicaid - M.A.P.	H67780	-	11,396	11,396	-	-
Medicaid - Admin.	H67781	-	2,089	2,067	-	22
Midicaid Admin.	H77780	-	-	4,510	-	(4,510)
Medicaid - M.A.P.	H77781	1,232,000	108,220	106,577	-	1,643
Medicaid - M.A.P.	H86106	439,933	23,681	-	-	23,681
Medicaid - Admin.	H87780	61,400	3,454	3,459	-	(5)
Medicaid - M.A.P.	H87781	849,600	48,159	47,864	-	295
Medicaid - Admin.	H97780	-	(2,849)	(2,848)	-	(1)
Medicaid - M.A.P.	H97781	1,681,500	150,046	150,046	-	-
Medicaid - Local Match	N/A	-	-	-	2,012,326	2,012,326
Sub-total CFDA #93.778		8,662,644	1,770,951	3,106,712	4,024,652	2,688,891

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Health and Human Services, Continued						
<u>Real Choice Sys./Starter Grant CFDA #93.779</u>						
Starter Grant 12/02	H1779A	-	-	-	25,750	25,750
<u>Community Youth Program CFDA #93.871</u>						
Com. Youth Program	H28180	-	(5,000)	-	-	(5,000)
<u>T-II/HIV Emerg. Relief Grant CFDA #93.917</u>						
HIV Relief	H1917A	-	-	-	6,062	6,062
<u>AIDS/HIV-Title III Grant CFDA #93.918</u>						
AIDS/HIV Grant	H19180	-	-	-	4,701	4,701
AIDS/HIV Grant	H99180	-	-	-	20,015	20,015
Sub-total CFDA #93.918		-	-	-	24,716	24,716
<u>Cooperative Agreements for State-Based Comprehensive Breast Cancer CFDA #93.919</u>						
Diabetes Task Force	H0612A	-	-	11,506	14,777	3,271
Breast/Cer Cancer	H09190	-	-	293,353	359,900	66,547
HIV Prevention 12/31/00	H0940A	-	10,184	64,537	54,351	(2)
Diabetes Task Force	H1612A	-	-	-	942	942
HIV Prevention	H1940A	-	-	58,683	76,532	17,849
Breast Cancer	H69190	179,537	(1)	-	-	(1)
Breast/Cer Cancer	H79190	-	(1)	-	-	(1)
Breast/Cer Cancer	H89190	441,029	(2)	-	-	(2)
Breast/Cer Cancer	H99190	347,033	69,081	79,850	10,767	(2)
Sub-total CFDA #93.919		967,599	79,261	507,929	517,269	88,601
<u>HIV Prevention Activities CFDA #93.940</u>						
HIV Prevention	H7940A	194,622	1	-	-	1
HIV Prevention	H8940A	117,202	(1)	-	-	(1)
HIV Prevention	H9940A	117,202	(4)	-	-	(4)
Sub-total CFDA #93.940		429,026	(4)	-	-	(4)
<u>Community Mental Health CFDA #93.958</u>						
Communit Mntl Hlth 09/00	H0958A	-	2,644	29,476	30,284	3,452
Community Mntl Hlth	H1958A	-	-	5,542	15,860	10,318
Comm. Mental Health	H3958A	49,600	297	-	-	297
Comm. Mental Health	H7958A	-	(2,500)	-	-	(2,500)
Comm. Mental Health	H8958A	25,000	(42)	-	-	(42)
Comm. Mental Health	H9958A	50,000	2,135	3,165	262	(768)
Sub-total CFDA #93.958		124,600	2,534	38,183	46,406	10,757
<u>Substance Abuse Block Grant CFDA #93.959</u>						
Substance Abuse 09/01	H09590	-	22,889	177,622	171,453	16,720
Substance Abuse	H19590	-	-	-	38,724	38,724
Program Income	H4959P	4,200	(13,157)	-	1,652	(11,505)
Substance Abuse Program	H59590	189,955	(2)	-	-	(2)
Substance Abuse Prevention	H69590	192,534	1	-	-	1
Substance Abuse	H79590	29,150	1	-	-	1
Substance Abuse	H89590	-	(1,320)	-	-	(1,320)
Substance Abuse	H99590	243,965	40,025	32,972	(9,905)	(2,852)
Sub-total CFDA #93.959		659,804	48,437	210,594	201,924	39,767

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Health and Human Services, Continued						
<u>STD Control CFDA #93.977</u>						
Venereal Disease Project	H39770	15,383	372	-	-	372
Venereal Disease Project	H59770	31,508	(2,854)	-	-	(2,854)
Sexually Transmitted Disease	H79770	35,895	7,993	-	-	7,993
Venereal Disease Project	H76105	-	5,063	-	-	5,063
Sub-total CFDA #93.977		82,786	10,574	-	-	10,574
<u>Diabetes Control CFDA #93.988</u>						
State Based Prog.	H09880	-	-	72,276	77,609	5,333
State Based Prog.	H19880	-	-	2,422	24,085	21,663
State Based Program	H69880	95,016	1	-	-	1
State Based Program	H79880	85,000	(1)	-	-	(1)
State Based Program	H99880	86,700	(2)	-	-	(2)
Sub-total CFDA #93.988		266,716	(2)	74,698	101,694	26,994
<u>Preventive Health Services CFDA #93.991</u>						
Prev. Hlth Serv.	H0991A	-	-	30,257	50,735	20,478
Prev. Hlth Serv.	H1991A	-	-	-	374	374
Health Services	H4991A	48,581	(557)	-	-	(557)
Preventive Health Service	H6991A	4,639	(1,099)	-	-	(1,099)
Preventive Health Service	H7991A	-	(4,345)	-	-	(4,345)
Preventive Health Service	H8991A	67,281	(410)	-	-	(410)
Venereal Disease	H99910	31,508	3,241	-	-	3,241
Preventive Health Service	H9991A	50,986	42,274	42,389	95	(20)
Sub-total CFDA #93.991		202,995	39,104	72,646	51,204	17,662
<u>Alcohol & Drug Block CFDA #93.992</u>						
Alcohol & Drug	H99920	100,000	(2,344)	-	-	(2,344)
<u>Maternal & Child Block CFDA #93.994</u>						
Maternal & Child Health 09/01	H0994A	-	6,477	289,112	390,555	107,920
Mat'l Child Hlth.	H1994A	-	-	-	3,542	3,542
Maternal & Child	H4994A	189,066	(20,916)	-	-	(20,916)
Maternal & Child	H5994A	424,326	2,344	-	-	2,344
Maternal & Child Health	H6994A	481,693	618,705	(65)	-	618,770
Maternal & Child Health	H7994A	22,314	(651,841)	65	-	(651,906)
Maternal & Child Health	H8994A	59,380	(3,253)	-	-	(3,253)
Maternal & Child Health	H9994A	489,794	161,272	213,964	51,327	(1,365)
Sub-total CFDA #93.994		1,666,573	112,788	503,076	445,424	55,136
<u>CFDA #93.997</u>						
STD Prevention 12/00	H0997A	-	45,721	71,630	25,909	-
STD Prevention	H1997A	-	-	51,455	69,330	17,875
Sexually Trans. Disease	H69970	130,973	(74)	-	-	(74)
STD Prevention	H79970	90,558	(1)	-	-	(1)
STD Prevention	H99970	114,093	1	-	-	1
Sub-total CFDA #93.997		335,624	45,647	123,085	95,239	17,801
Total U.S. Department of Health and Human Services		24,831,953	4,553,568	8,854,782	8,657,890	4,356,676
<u>U.S. Department of the Interior</u>						
<u>CFDA #15.145</u>						
Qtrly Labor Force Survey	I6145A	52,500	(1)	-	-	(1)

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of the Interior, Continued						
Sports Fish Restoration CFDA #15.605						
Tuna - Data - S.W. Region	C2605E	7,500	7,269	-	-	7,269
Aquatic Educ. Prog.	I0605A	-	-	59,938	59,938	-
F&W Coordination 09/00	I0605B	-	39,862	48,697	8,835	-
Fisheries Program 10/00	I0605C	-	69,562	89,653	20,090	(1)
Boating Access Prog.	I0605F	-	-	61,678	65,361	3,683
FY00 Prog. Income (Marina (O&M))	I0605P	-	40,657	49,635	7,381	(1,597)
Sportfish Restoration AT	I06051	646,500	43,743	-	-	43,743
Aquatic Educ. Prog.	I1605A	-	-	43,564	46,734	3,170
F&W Coordination	I1605B	-	-	162,079	182,572	20,493
Fisheries Program	I1605C	-	-	283,324	298,822	15,498
Aggregating Device	I1605E	-	-	95,818	130,843	35,025
Boating Access Prog.	I1605F	-	-	862	945	83
FY01 Prog. Income	I1605P	-	-	115,029	197,413	82,384
Aquatic & Hunter	I2605A	45,147	(4,553)	-	-	(4,553)
Sportfish Program	I2605D	261,879	11,300	-	-	11,300
Sportfish Program	I3605D	281,794	77,803	-	-	77,803
Aquatic Hunter & Ed.	I5605A	129,968	(1)	-	-	(1)
Fisheries & Research	I5605D	413,631	5,684	-	-	5,684
S/Cove Prog. Income Carryover	I5605P	-	117,506	-	-	117,506
F&W Office Building	I5611A	60,000	34,326	71,330	37,631	627
Aquatic Education	I6605A	-	(1)	-	-	(1)
Sportfish Research	I6605D	-	(4,482)	-	-	(4,482)
S/Cove Program Income FY96	I6605P	-	516	-	-	516
F&W Coordination	I6610C	-	(67)	-	-	(67)
Wildlife Research	I6611P	162,717	(3,680)	-	-	(3,680)
Aquatic & Wildlife Education	I7605A	-	334	-	-	334
F&W Coordination	I7605B	142,444	(1)	-	-	(1)
Sportfish Research	I7605C	561,171	17,693	-	-	17,693
O&M Marina (fens/pave)	I7605M	-	-	7,828	7,828	-
FY97 Prog. Income (Marina)	I7605P	-	87,243	-	-	87,243
Aquatic Education	I8605A	-	1,481	-	-	1,481
FY98 Program Income	I8605P	-	(87,245)	-	-	(87,245)
Aquatic Education	I9605A	76,189	450	450	-	-
F&W Coordination	I9605B	-	113	-	-	113
Fisheries Program	I9605C	-	481	-	-	481
Aggregating Device	I9605E	227,240	56,391	56,518	125	(2)
Boating Access Program	I9605F	401,368	58,039	257,554	199,606	91
FY00 Program Inc. Marina	I9605P	125,498	20,000	20,000	-	-
Sub-total CFDA #15.605		3,543,046	590,423	1,423,957	1,264,124	430,590
Wildlife Research & Restoration						
CFDA # 15.611						
Fish & Wildlife Coordinator	I0610C	74,438	(40)	-	-	(40)
Wildlife Program 09/00	I0611A	-	64,782	73,512	8,729	(1)
Northern Island Project 12/01	I0611B	-	33,647	53,948	21,249	948
Wildlife Program	I1611A	-	-	297,379	314,335	16,956
Wildlife Research	I2611P	271,200	14,122	-	-	14,122
F&W Research Program	I3611P	268,926	8,126	-	-	8,126
F&W Office Building	I5611A	390,000	(627)	-	-	(627)
N-Is. Fruit Bat	I5611B	-	-	15,000	15,000	-
F&W Coordination	I6610C	-	116	-	-	116
Wildlife Research	I6611P	-	4,975	-	-	4,975
Wildlife Research	I7611A	451,394	(69)	-	-	(69)
Wildlife Program	I9611A	-	67	-	-	67
Sub-total CFDA #15.611		1,455,958	125,099	439,839	359,313	44,573

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of the Interior, Continued						
Development of TTPI Islands						
CFDA #15.875						
1990 Census Monog.	C40010	-	6,739	-	-	6,739
Pac Bar III	D9001A	9,210	123	-	-	123
PIRAAP Range Training	I1579I	15,000	1	-	-	1
Buddy System Train.	I0875A	-	-	2,451	2,451	-
Infor. System-CHC	I0875C	-	-	-	11,094	11,094
Dog Unit Building - Customs	I0875D	-	905	66,005	65,100	-
Computer Purchase - EDP 12/00	I0875E	-	65,642	100,278	34,635	(1)
Impl. JDE/HR Modules 12/00	I0875F	-	15,532	15,532	-	-
FMIP Mngmt-Gov/SOF	I0875G	-	-	25,000	25,000	-
Heri Ecotour Symp 02/01	I0875L	-	20,789	20,789	-	-
CNMI Auto Tax Sys	I0875T	-	-	50,000	150,000	100,000
Y2K Remedn Supp	I0875Y	-	-	383,904	479,880	95,976
Labor Force Surveys	I08758	-	-	25,402	25,402	-
00 Brown Tree Snake	I08759	-	14,071	104,278	88,576	(1,631)
Brown Tree Snake	I1875A	-	-	102,858	193,594	90,736
Canine Program	I1875N	197,308	432	-	-	432
Tax Adm. Conference-DOF	I1875R	-	-	3,150	3,150	-
AITAA Conference-SOF	I1875T	-	-	-	14,999	14,999
Booklet for MMScouts	I1875W	-	-	-	25,000	25,000
Secure Faxnet	I18755	3,000	150	-	-	150
Brown Tree Snake Control	I18759	147,600	588	-	-	588
Closed Out Grant - Conversion	I2875H	-	1	-	-	1
CNMI Seismic Lab.	I3875I	43,568	(6,224)	-	-	(6,224)
Revenue Enh. Project	I38756	250,000	54,488	-	-	54,488
Junior Statesmen	I3875I	-	1	-	-	1
US Army Ranger Training	I3875N	12,000	6,224	-	-	6,224
PIALA Ann. Conf.	I38768	19,836	(1,057)	-	-	(1,057)
Stat. Training/1990 Census	I40010	10,808	(9,384)	-	-	(9,384)
Criminal Rec. Improv.	I48731	150,000	69,536	-	-	69,536
Alternate Youth Activity	I48757	-	11,624	-	-	11,624
Brown Tree Snake	I48759	55,000	(588)	-	-	(588)
Impact/Miti. - CHC	I4875J	200,000	(2)	-	-	(2)
Sta. Pro. Tr & P/Diem	I5043A	25,500	2,757	-	-	2,757
Brown Tree Snake	I58759	-	(12,447)	-	-	(12,447)
EPA Science T/Books	I66029	8,500	(808)	-	-	(808)
1997 Census of Income	I7875E	-	(1)	-	-	(1)
Economic Census/NMI	I7875H	-	(2,648)	-	-	(2,648)
Survey Coordination	I7875K	-	6,138	-	-	6,138
Brown Tree Snake	I78759	152,371	1,271	-	-	1,271
Fin. Management Assistant	I81431	-	17,173	-	-	17,173
Enhance Project	I8875E	-	760	-	-	760
Quarterly Labor Force	I8875G	-	5,623	10,266	29,199	24,556
Manpower Res. Dev.	I88754	25,000	(10,100)	-	-	(10,100)
FIS & MIS MOU32	I88757	172,852	(40,998)	(19,021)	63,076	41,099
Brown Tree Snake	I88759	-	928	-	-	928
Solid Waste Management	I88765	100,000	(27,694)	-	-	(27,694)
Computer Study-CHC	I9875A	-	-	23,777	27,927	4,150
OMIP/Plant Engineer/CHC	I9875B	-	1,420	31,962	43,169	12,627
Detector Dog Unit - Customs	I9875D	175,000	49,321	52,053	2,732	-
CRM - Coral Reef Initiative	I9875F	40,000	11,115	12,942	9,854	8,027
Quarterly Labor Force	I9875G	87,000	18,592	-	-	18,592
Fixed Asset P&S - DOF	I9875P	-	80,100	40,000	20,000	60,100
Tax Admin. Conference - DOF	I9875R	10,000	1,359	-	-	1,359
CNMI Y2K Remediation	I9875Y	-	-	12,756	12,756	-
DLNR Ass. of Agr.	I98750	14,438	95	-	-	95
Brown Tree Snake	I98759	248,000	56,568	57,499	-	(931)
Dev. of Hosp. Fin. System	M24002	25,000	10,000	-	-	10,000

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of the Interior, Continued						
Development of TTPI Islands						
CFDA #15.875, Continued						
Balance Forwarded		2,196,991	418,115	1,121,881	1,327,594	623,828
Upgrading Nurses Program	M2403A	25,000	10,000	-	-	10,000
Civil Defense (DPI)	M25050	50,000	(112)	-	-	(112)
Sub-total CFDA #15.875		2,271,991	428,003	1,121,881	1,327,594	633,716
CFDA #15.876						
Criminal Record Improvement	I48731	(132,442)	(29,885)	-	-	(29,885)
Alternate Youth Activity	I48757	(15,000)	(9,776)	-	-	(9,776)
DARE Training Material (DPS)	I58701	-	(4,456)	-	-	(4,456)
Criminal Prosecution Program	I58702	15,000	-	5,601	5,601	-
Anti-Drug Training	I58703	-	171	171	-	-
Anti-Drug Enforcement	I58704	30,000	29,970	-	-	29,970
Law enforce. Exp. DYS.	I58705	30,000	3,418	-	-	3,418
Substance Abuse-Mental Health	I5871A	-	12,484	25,014	15,314	2,784
Substance Abuse Parole Boat	I5871B	14,892	1,334	1,334	280	280
Substance Abuse Superior C	I5871C	14,892	4,949	4,949	-	-
Ice Drug Awareness (Ayuda)	I58713	-	599	600	-	(1)
Pilot Bike Patrol	I58716	16,000	799	3,978	3,978	799
Substance Abuse Treat Ind.	I58717	-	1,039	-	-	1,039
Sub-total CFDA #15.876		(26,658)	10,646	41,647	25,173	(5,828)
Historic Preservation CFDA #15.904						
FY 00 HPO Grant 09/01	I0904A	-	95,443	198,252	99,853	(2,956)
FY92 Initial HPO	I1904A	190,546	111,384	-	-	111,384
FY01 HPO Grant	I1904B	-	-	56,992	144,424	87,432
HPO Survey/Plan	I2904A	155,574	12,285	-	-	12,285
HPO Continuation	I4904B	118,430	1	-	-	1
Historic Pres. Carryover	I5904A	97,503	(20,194)	-	-	(20,194)
FY96 HPO Grant	I6904A	133,833	455	-	-	455
FY97 HPO Grant	I7904A	53,310	69,276	-	-	69,276
FY98 HPO Grant	I8904A	-	(69,293)	-	-	(69,293)
FY99 HPO Grant 09/00	I9904A	199,549	5,125	15,160	9,859	(176)
FY99 HPO Grant 12/00	I9904B	-	6,134	10,451	4,316	(1)
Sub-total CFDA #15.904		948,745	210,616	280,855	258,452	188,213
Outdoor Recreation CFDA #15.916						
Tewkesberry B. Park	I1916A	25,000	1,214	-	-	1,214
Paupau Beach Park	I1916P	-	-	426	13,906	13,480
Sub-total CFDA #15.916		25,000	1,214	426	13,906	14,694
Total U.S. Department of the Interior		8,270,582	1,366,000	3,308,605	3,248,562	1,305,957
U.S. Department of Justice						
Alcohol & Drug Training CFDA #16.004						
Drug Law Enforcement	J00044	7,803	3,156	-	-	3,156
Police Research & Evaluation	J10041	150,000	390	-	-	390
Special Project Unit	J10042	90,000	225	-	-	225
CNMI Youth Foc.	J10045	49,089	(475)	-	-	(475)
Drug Res./Eval.	J20047	300,000	91	-	-	91
Criminal Justice System/DPS	J50046	5,257	8,933	-	-	8,933
Sub-total CFDA #16.004		602,149	12,320	-	-	12,320

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Justice, Continued						
Public Education on Drug Abuse						
CFDA #16.005						
Task Force/AG/DPS	J40050	50,000	1	-	-	1
Task Force/AG/DPS/CHC	J50050	58,000	22,319	-	-	22,319
Sub-total CFDA #16.005		108,000	22,320	-	-	22,320
Drug Enforcement CFDA #16.047						
STOP - AG	J0586D	-	-	-	612	612
STOP - DPS	J0586F	-	-	-	6,265	6,265
Juv Pros. AG (JAIBG)	J05893	-	-	-	572	572
Admin. CJPA	J0592A	-	-	6,018	2,795	(3,223)
Customs Enfor-ROTA	J0592B	-	-	1,500	-	(1,500)
Burglary Inv DPS Spn	J0592C	-	-	5,650	-	(5,650)
Enhanced Custom SPN	J0592D	-	-	71,675	30,224	(41,451)
Adult Proba SCourt	J0592E	-	-	39,300	4,865	(34,435)
Viol Crim Inves/TRG-Spn	J0592F	-	-	17,566	4,275	(13,291)
Law Enforcement/DPS-Spn	J0592G	-	-	4,100	2,592	(1,508)
Kagman Policing DPS-Spn	J0592H	-	-	6,200	848	(5,352)
DARE DPS-Spn	J0592I	-	-	10,930	-	(10,930)
Policing Koban-DPS	J0592J	-	-	3,000	-	(3,000)
PSafety Impro Rota	J0592R	-	-	13,661	-	(13,661)
Commu/Equip Prog Tinian	J0592T	-	-	21,000	-	(21,000)
Admin. CJPA	J1592A	-	-	5,183	-	(5,183)
Enhanced Custom Enf.	J1592D	-	-	56,634	-	(56,634)
Adult Probation	J1592E	-	-	63,646	-	(63,646)
Law Enf/Tin-Spn	J1592G	-	-	6,300	-	(6,300)
Psafety Imp Prj Tin	J1592T	-	-	16,000	-	(16,000)
Wcol Cinv Enh Trg-PAudl	J1592W	-	-	25,000	-	(25,000)
Criminal Justice Information Sys.	J40046	-	(1)	-	-	(1)
Drug Task Force/AG	J4047C	143,381	(1)	-	-	(1)
Planning & Admin	J45790	-	(3,520)	-	-	(3,520)
Criminal Justice System/DPS	J50046	-	(15,444)	-	-	(15,444)
Task/AG/DPS/CHC	J50050	-	(22,321)	-	-	(22,321)
Drug Enforce Customs	J5047A	24,666	20,000	-	-	20,000
Drug Enforcement DPS	J5047B	66,141	1	-	-	1
Drug Enforcement AG	J5047C	97,354	(1)	-	-	(1)
Planning & Admin	J55790	-	(35,194)	-	-	(35,194)
Info. System - DPS	J65795	-	(40,679)	-	-	(40,679)
Court Program Probation Officer	J65796	-	(16,963)	-	-	(16,963)
Crime Victim Program	J75756	179,664	(26,148)	-	-	(26,148)
Admin. CJPA 09/98	J7592A	-	2,106	-	-	2,106
DPS Improvement Project	J7592B	-	81,210	-	-	81,210
Guma Esperansa-Karidat	J85756	-	-	-	10,675	10,675
Gumata Shelter	J85757	88,765	25,198	25,198	-	-
Admin. CJPA 01/01	J85890	-	(13,710)	-	8,419	(5,291)
Juv Drug Test/Training 01/01	J85891	-	(16,097)	-	-	(16,097)
Enh Pros Training/Tech 01/01	J85892	-	(7,098)	-	3,120	(3,978)
Juv Pros, AG 01/01	J85893	-	(64,389)	-	-	(64,389)
Juv Det Sys Impr Program	J85894	-	(2,044)	-	689	(1,355)
Juv Sup Pro. DYS 01/01	J85895	-	(1,754)	-	666	(1,088)
Alt Inter Pro. DYS 01/01	J85896	-	(4,211)	-	3,040	(1,171)
Enhanced Court Sec.	J8592C	-	1	-	-	1
Enhanced Custom Enf.	J8592D	63,203	(6,748)	-	-	(6,748)
Rural Fam Viol 09/00	J95231	-	196	196	-	-
Family Court Med Prog	J95798	-	-	289	20,639	20,350
Planning & Admin	J9586B	-	-	892	4,992	4,100
STOP - AG 02/01	J9586D	-	583	9,938	37,379	28,024
STOP - CHC 02/01	J9586E	-	642	10,951	39,000	28,691
STOP - DPS 02/01	J9586F	-	852	11,913	41,236	30,175

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Justice, Continued						
Drug Enforcement CFDA #16.047, Continued						
Balance Forwarded		663,174	(145,534)	432,740	222,903	(355,371)
STOP - Karidat	J9586G	-	-	8,041	26,005	17,964
Admin. CJPA	J95890	-	-	-	17,897	17,897
Enh Pros Trng/Tech	J95892	-	-	-	3,638	3,638
Juv Pros. AG (JAIBG)	J95893	-	-	-	30,395	30,395
Juv Det Sys Impr Program	J95894	-	-	-	19,211	19,211
Juv Sup Pro. DYS	J95895	-	-	-	32,205	32,205
Alt Inter Pro. DYS	J95896	-	-	-	32,614	32,614
Juv Justice Inf	J95897	-	-	-	2,898	2,898
Planning & Admin 09/00	J9592A	-	2,785	-	1,424	4,209
Enhanced Court Sec. 09/00	J9592C	-	5,945	-	1,668	7,613
Enhanced Custom Enf. 09/00	J9592D	-	11,407	-	3,684	15,091
Adult Probation	J9592E	29,500	7,455	-	874	8,329
Crime Scene - DPS 09/00	J9592F	-	3,350	-	-	3,350
Community Pol. Serv. 09/00	J9592G	-	2,733	-	-	2,733
Operation Equipment - ROP	J9592R	17,569	1,621	-	-	1,621
Operation Equipment - TIQ	J9592T	25,397	958	-	-	958
Sub-total CFDA #16.047		735,640	(109,280)	440,781	395,416	(154,645)
Juvenile Justice & Delinquency Prevention						
CFDA #16.540						
Technical Assistance	J05402	-	1	-	-	1
Juvenile Unit (Tinian)	J05405	-	1	-	-	1
State Advisory Group	J05426	-	-	-	351	351
Technical Assist. Juvenile	J2540A	-	2,179	-	-	2,179
Planning and Admin.	J25401	75,000	2,477	-	-	2,477
Juvenile Unit (Tinian)	J25402	30,040	(1,966)	-	-	(1,966)
Juvenile Diversion	J25407	13,769	3,091	-	-	3,091
Pro Help/CHC	J25409	9,000	9,000	-	-	9,000
Plan & Admin	J35401	-	(396)	-	-	(396)
Probation Training DYS	J45408	1,112	(8)	-	-	(8)
DPS Juvenile Unit - Saipan	J45409	7,743	1	-	-	1
Planning and Admin.	J55401	7,500	117	-	-	117
Technical Assistance	J55402	9,200	1,479	-	-	1,479
Juvenile Rehab. Program DYS	J55403	28,375	7,962	-	-	7,962
Saipan DPS Juv.	J55409	9,844	2,477	-	-	2,477
Rainbow/Children	J5540I	-	140	-	-	140
Planning & Admin.	J55401	-	(257)	-	-	(257)
Technical Assist. Juvenile	J55402	(9,200)	(1,480)	-	-	(1,480)
Juvenile Rehab. DYS	J55403	(28,375)	(7,962)	-	-	(7,962)
Saipan DPS Juvenile	J55409	(9,288)	(2,478)	-	-	(2,478)
Juvenile Rehab. - DYS	J65403	20,000	1	-	-	1
Juv. Police - Saipan	J65409	6,700	(1)	-	-	(1)
Touch/Grace Girls	J7540A	4,165	(1)	-	-	(1)
Parent Helpline - DYS	J7540D	1,620	147	-	-	147
Youth Work Train	J7540F	-	1,233	-	-	1,233
Juvenile Rehab. Serv.	J7540I	-	-	-	(227)	(227)
Planning & Admin.	J75401	10,300	(1)	-	-	(1)
Technical Asst.	J75402	-	-	-	(198)	(198)
State Advis Group	J75406	-	-	-	(92)	(92)
Juv. Police - Saipan	J75409	9,300	3,208	-	-	3,208
Parent Helpline - DYS	J8540D	-	916	-	2,426	3,342
Juv Detention-DYS	J8540G	-	-	-	600	600
Teens in Tinian	J8540H	-	4,000	-	-	4,000
After School Y-Dev.	J8540M	-	-	-	907	907
LRC (Para Hita/Ghisch)	J8540P	-	2,580	-	-	2,580
Juv Rehab Ser (DYS)	J8540Q	-	6,325	-	999	7,324
Juv Police - Tin DPS	J8540R	-	1,234	-	120	1,354

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Justice, Continued						
Juvenile Justice & Delinquency Prevention						
CFDA #16.540, Continued						
Balance forwarded		196,805	34,019	-	4,886	38,905
Juv Rehab Edu PSS	J8540S	-	427	-	272	699
Youth Haven-Tin	J8540T	-	2,369	-	1,000	3,369
Youth Haven (Tin)	J8540V	-	1,190	-	1,410	2,600
Touch/Grace Grls Hme	J8540Y	-	884	-	400	1,284
Planning & Admin.	J85401	-	2,597	-	(649)	1,948
Technical Assist.	J85402	-	6,264	-	3,620	9,884
Family Serv. - Kari	J85405	-	4,995	-	-	4,995
State Advis Group	J85406	-	-	-	85	85
Juv. Police - Tinian	J85407	-	2,236	-	1,380	3,616
Parent Helpline-DYS	J9540D	-	-	-	14,756	14,756
Teens in Tinian	J9540H	-	-	-	4,500	4,500
LRC (Para Hita/Ghisch)	J9540P	-	-	-	2,211	2,211
JDU Rehab (DYS)	J9540Q	-	-	-	14,191	14,191
DPS Juv Police-Tin	J9540R	-	-	-	3,926	3,926
Youth Haven (Tin)	J9540V	-	-	-	2	2
Y Diversion-Karidat	J9540W	-	-	-	2,135	2,135
Grief Rec Trg Pro	J9540X	-	-	-	3,620	3,620
Plan & Admin	J95401	-	-	4,166	4,165	(1)
Technical Assist.	J95402	-	-	4,940	5,138	198
Teen at Risk Prog	J95403	-	-	-	685	685
Family Serv. - Kari	J95405	-	-	-	614	614
State Advisory Group	J95406	-	-	2,637	5,000	2,363
Juv. Police Trg Tin	J95407	-	-	-	3,731	3,731
NM Sport Challenge	J95408	-	-	-	878	878
Juv. Police - Saipan	J95409	-	-	-	1,361	1,361
Sub-total CFDA #16.540		196,805	54,981	11,743	79,317	122,555
Technical Assistance CFDA #16.541						
CJPA Plan & Admin	J05410	-	-	-	228	228
Planning & Admin.	J05411	41,000	3,473	-	134	3,607
Technical Training	J05412	30,275	388	-	-	388
Juvenile Unit - Tinian	J05417	2,000	266	-	-	266
Youth Worker	J05419	3,000	50	-	-	50
Project Succ.	J25411	39,655	10,524	-	-	10,524
Removal Juvenile	J25413	7,927	1,184	-	-	1,184
Youth Dev. Training	J25414	4,000	(4,000)	-	-	(4,000)
Juv. Diversion 3516	J25415	4,073	(3,585)	-	-	(3,585)
Juvenile Unit - Rota	J25416	3,000	(1,562)	-	-	(1,562)
Planning & Admin.	J35411	46,543	(572)	-	-	(572)
Planning & Admin. CJPA	J45411	40,739	408	-	-	408
Youth Develop. - Karidat	J45414	16,000	25	-	-	25
Planning & Administration	J55411	40,739	21,521	-	-	21,521
Technical Assistance	J55412	800	800	-	-	800
Juvenile Rehab. DYS	J55413	18,950	7,316	-	-	7,316
Youth Dev. Karidat	J55414	6,326	6,326	-	-	6,326
Fam. Srvs. Project Karidat	J55415	-	3,118	-	-	3,118
Rota DPS Police	J55416	6,000	3,903	-	-	3,903
Tinian DPS Juvenile	J55419	5,776	3,597	-	-	3,597
Planning & Admin	J55411	-	(19,682)	-	-	(19,682)
Technical Assistance	J55412	-	(800)	-	-	(800)
Juvenile Rehab. DYS	J55413	(6,641)	(7,316)	-	-	(7,316)
Youth Dev. Karidat	J55414	-	(6,326)	-	-	(6,326)
Fam Srvs Proj Kar.	J55415	-	(3,118)	-	-	(3,118)
Rota DPS Police	J55416	-	(3,904)	-	-	(3,904)
Tinian DPS Juvenile	J55419	-	(3,597)	-	-	(3,597)
Youth Center Music	J6541C	19,247	(1)	-	-	(1)

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Justice, Continued						
Technical Assistance CFDA #16.541, Continued						
Balance forwarded		329,409	8,436	-	362	8,798
CJPA Plan & Admin.	J65411	-	(1)	-	-	(1)
Parent Ed. - DYS	J7541C	-	-	-	194	194
Parent Helpline - DYS	J7541D	5,580	(1)	-	-	(1)
Parent Support - DYS	J7541E	4,420	62	-	-	62
JJ System Train	J7541F	10,983	(2,714)	-	-	(2,714)
Touch by Grace Home	J7541Y	-	(1)	-	-	(1)
DPS Juv Police - Saipan	J75410	4,748	3,278	-	-	3,278
CJPA Plan & Admin.	J75411	28,969	3,898	-	2,571	6,469
Sys. Impro. Tech. Assis.	J75412	5,000	675	-	-	675
Juv Detention - DYS	J8541G	-	4,602	5,911	1,309	-
Juvenile Correction - DYS	J8541H	5,000	2,173	2,173	-	-
Juvenile Correction DYS	J8541J	-	5,244	5,244	-	-
Talab Menstickdancer	J8541M	-	753	933	180	-
Juv Rehab TBE PSS	J8541P	-	385	385	-	-
DPS Juv Police - Saipan	J85410	-	384	947	563	-
CJPA Plan & Admin	J85411	-	13,112	23,458	11,213	867
Sys. Impro. Tech. Assis.	J85412	-	2,423	2,423	-	-
Youth Develop. - Karidat	J85414	-	6,013	11,120	5,107	-
Parent Ed.-DYS	J9541C	-	-	-	264	264
DPS Juv Police - Saipan	J95410	-	-	-	5,048	5,048
CJPA Plan & Admin	J95411	-	4,865	7,005	10,459	8,319
Sys. Impro. Tech. Assis.	J95412	-	-	2,625	4,783	2,158
Youth at Risk-Kari	J95414	-	-	-	16,958	16,958
Vil Outreach Pro DYS	J95415	-	-	-	4,225	4,225
Juvenile Unit - Rota	J95416	-	-	-	3,099	3,099
JDU Reh Serv Prog DYS	J95418	-	-	-	2,458	2,458
Tin Juv Pol Unit DPS	J95419	-	-	-	1,492	1,492
Sub-total CFDA #16.541		394,109	53,586	62,224	70,285	61,647
T-V Delinquency Prevention CFDA #16.548						
Planning & Admin.	J5548A	1,650	(351)	-	-	(351)
Planning & Admin.	J6548A	1,650	1,267	-	-	1,267
Teen Center - Karidat	J6548B	31,350	30,342	-	-	30,342
Planning & Admin.	J8548A	-	(102)	(102)	-	-
Teen Center - Karidat	J8548B	-	8,621	8,621	-	-
Planning & Admin.	J9548A	-	-	-	445	445
Teen Center - Karidat	J9548B	-	-	-	17,348	17,348
Delinquency Prev Prog	J9548C	-	-	-	7,279	7,279
Sub-total CFDA #16.548		34,650	39,777	8,519	25,072	56,330
Criminal Justice Statistics						
CFDA #16.550						
State ANA Center	J15501	50,000	4,579	-	-	4,579
Crime Victim Asst. CFDA #16.575						
Vic Hotline Karidat	J05755	-	-	-	38,350	38,350
Victims Advocacy	J15751	43,186	(1,614)	-	-	(1,614)
Project Help (CHC)	J15753	30,180	(2,963)	-	-	(2,963)
Victims Hotline Karidat	J25750	65,432	11,277	-	-	11,277
VOCA Karidat	J25751	84,558	25,093	-	-	25,093
Victim Help Project - CHC	J45753	28,438	2	-	-	2
Victims Help - CHC	J55753	18,140	(3,059)	-	-	(3,059)
Domestic Abuse T-fors	J55754	40,450	(1)	-	-	(1)
Planning & Admin.	J75750	26,000	5,587	5,588	-	(1)
Vic. Help Proj/CHC	J75753	16,500	(1)	-	-	(1)

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Justice, Continued						
Crime Victim Asst. CFDA #16.575, Continued						
Balance forwarded		352,884	34,321	5,588	38,350	67,083
Vic. Hotline Karidat	J75755	53,987	20,444	49,500	29,056	-
Crime Victim Program Planning & Admin.	J75756 J85750	89,832 -	26,148 2,713	- 2,713	- 7,726	26,148 7,726
Vic. Help Proj/CHC	J85753	35,000	9,235	12,779	7,035	3,491
Sub-total CFDA #16.575		531,703	92,861	70,580	82,167	104,448
Drug Control and System Improvement- Formula Grant CFDA #16.579						
Victim Advocacy	J05751	-	-	-	35,443	35,443
Guma Esperansa	J05752	-	-	-	5,325	5,325
Victim Help Proj	J05753	-	-	-	711	711
Family Prot (Tinian)	J05754	-	-	-	1,920	1,920
Planning & Admin.	J05790	35,343	(4,270)	-	-	(4,270)
Interagency (AG)	J05791	-	-	-	580	580
Planning & Admin.	J25790	39,204	10,644	-	-	10,644
Planning & Admin.	J45790	36,492	3,520	-	-	3,520
Planning & Admin.	J55790	42,545	35,196	-	-	35,196
Planning & Admin.	J65790	-	(1,112)	-	-	(1,112)
Drug Task Force-AG	J65791	71,838	(1)	-	-	(1)
Drug Task Force-Customs	J65792	-	1	-	-	1
Prison Prog. - DPS-DOC	J65793	37,042	2	-	-	2
Drug Task Force - DPS	J65794	85,348	3,430	-	-	3,430
Info System - DPS	J65795	55,889	40,678	-	-	40,678
Court Prog-Prob. Office	J65796	50,000	16,963	-	-	16,963
Drug Abuse (DARE) DPS	J7579C	14,053	(1)	-	-	(1)
Drug Task Force - AG	J75791	-	(9)	-	-	(9)
Drug Task Force - Cus	J75792	66,666	(1)	-	-	(1)
Druk Task Force - DPS	J75794	66,667	1	-	-	1
Garapan Neighbor Pro.	J8579A	-	3,581	-	1,187	4,768
Batterer's Ed. Prog.	J8579D	-	5,878	-	6,521	12,399
Planning & Admin.	J85790	-	12,865	-	1,455	14,320
Drug Task Force - AG	J85791	67,567	20,779	-	(3,888)	16,891
Drug Task Force - Customs	J85792	-	29,569	-	6,131	35,700
Diversion Prog - Court	J85793	-	4,223	-	2,233	6,456
Drug Task Force - DPS	J85794	-	12,986	-	321	13,307
CJIS (DPS)	J85795	-	10,028	-	17,278	27,306
Court Case Management/Imag.	J85797	-	3,796	-	-	3,796
Fam Court Med. Pro	J85798	-	12,378	-	16,320	28,698
Drug Abuse (DARE) DPP	J85799	-	11,900	-	425	12,325
Planning & Admin.	J95750	-	-	1,306	1,778	472
Victim Advocacy	J95751	-	19,906	48,979	39,248	10,175
Victim Help Proj	J95753	-	-	-	2,451	2,451
Gumata Shelter	J95757	-	-	19,530	77,427	57,897
Batterer's Ed. Prog.	J9579D	-	2,422	3,250	6,296	5,468
Planning & Admin.	J95790	-	148	9,568	36,494	27,074
Interagency (AG)	J95791	-	-	7,871	59,575	51,704
Interagency (Custom)	J95792	-	-	28,889	61,498	32,609
Court Diversion	J95793	-	-	-	27,547	27,547
Interagency (DPS)	J95794	-	5,000	32,844	49,089	21,245
CJPA Info Sys	J95795	-	-	2,413	13,408	10,995
Court Mngt	J95797	-	263	8,349	39,334	31,248
Sub-total CFDA 16.579		668,654	260,763	162,999	506,107	603,871
CFDA #16.583						
Plan. & Admin - CJPA	J6583A	-	661	661	1,442	1,442
Residential Drug - DPS	J65830	-	21,134	26,532	34,150	28,752

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Justice, Continued						
CFDA #16.583, Continued						
Balance forwarded		-	21,795	27,193	35,592	30,194
Plan & Admin	J7583A	-	-	-	2,860	2,860
RSAT Program	J75830	-	22,110	40,581	33,000	14,529
RSAT Program	J85830	-	-	-	121,986	121,986
Sub-total CFDA 16.583		-	43,905	67,774	193,438	169,569
Domestic Violence CFDA #16.586						
Planning & Admin.	J5586B	7,035	463	-	-	463
Stop Task Force CHC	J5586E	24,488	(5,958)	-	-	(5,958)
Planning & Admin.	J6548A	-	(1,267)	-	-	(1,267)
Teen Ctr - Karidat	J6548B	-	(30,342)	-	-	(30,342)
Planning & Admin.	J6586B	6,000	36	-	-	36
Stop Special Program - CJPA	J6586C	41,617	1	-	-	1
Stop Task Force AG	J6586D	5,000	(1)	-	-	(1)
Planning & Admin.	J7586B	-	134	-	-	134
Stop Spec Pro. - CJPA	J7586C	42,009	1,703	-	-	1,703
Stop Task Force AG	J7586D	42,009	(1,606)	-	-	(1,606)
Stop Task Force - CHC	J7586E	-	5,427	-	-	5,427
Planning & Admin.	J8586B	-	275	4,097	3,871	49
Stop Fam Viol - Karidat	J8586C	-	17,569	23,909	7,691	1,351
Stop Task Force AG	J8586D	42,009	10,091	8,224	(1,867)	-
Stop Task Force - CHC	J8586E	42,009	9,986	10,325	338	(1)
Stop Task Force - DPS	J8586F	-	11,927	9,624	(1,903)	400
Sub-total CFDA #16.586		252,176	18,438	56,179	8,130	(29,611)
Local Enforcement Block CFDA #16.592						
Admin. CJPA	J7592A	6,007	(2,106)	-	-	(2,106)
DPS Improvement Project	J7592B	194,215	(77,055)	-	-	(77,055)
Enhanced Custom Enf.	J8592D	-	6,748	-	-	6,748
Law Enforce. Train -CJPA	J85920	-	4,867	4,867	-	-
Sub-total CFDA #16.592		200,222	(67,546)	4,867	-	(72,413)
Residential Substance Abuse CFDA #16.593						
Residential Drug-DPS	J65830	18,544	5,397	-	-	5,397
Cops (Universal Hiring Program) CFDA #16.710						
Cops (Universal Hire)	J7710A	1,017,834	92,945	828,726	849,984	114,203
Total U.S. Department of Justice		4,810,486	525,046	1,714,392	2,209,916	1,020,570
U.S. Department of Labor						
Senior Community Service Employment Program CFDA #17.235						
T-V SCSEP Enrol Wage	L0235A	-	68,481	299,892	243,820	12,409
T-V SCSEP Other Enrol.	L0235B	-	-	11,737	11,858	121
(SCSEP) Admin. Cost	L02350	-	-	19,550	20,023	473
Title-V Admin.	L1235A	307,986	12,923	-	-	12,923
T-V SCSEP Enrol Wage	L12352	-	-	59,682	78,653	18,971
Title V Enroll Wages	L32350	54,290	(1,214)	-	-	(1,214)
Enrollees Cost	L3235A	327,405	(6,170)	-	-	(6,170)
Title V Enroll Cost	L3235B	22,259	1,530	-	-	1,530
Title V Enroll Wages	L4235A	367,444	(1)	-	-	(1)
Title V SCSEP Enrol. Wage	L6235A	340,470	1	-	-	1
(SCSEP) Admin. Cost	L72350	18,000	1	-	-	1
T-V SCSEP Enrol.	L8235A	-	1,554	-	-	1,554
T-V SCSEP Other Enrol.	L8235B	-	(486)	-	-	(486)
(SCSEP) Admin. Cost	L82350	-	396	-	-	396
T-V SCSEP Enrol. Wage	L9235A	374,293	10,115	11,674	-	(1,559)

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Labor, Continued						
Senior Community Service Employment Program CFDA #17.235, Continued						
Balance forwarded		1,812,147	87,130	402,535	354,354	38,949
T-V SCSEP Other Enrol.	L9235B	-	1	-	-	1
(SCSEP) Admin. Cost	L92350	-	(1)	-	-	(1)
Sub-total CFDA #17.235		1,812,147	87,130	402,535	354,354	38,949
Job Training Partnership Act CFDA #17.250						
Administration JTPA	L22460	179,045	(513)	-	-	(513)
Admin. JTPA FY92	L2246A	6,070	(130)	-	-	(130)
Training #69-023	L2246B	118,151	2,897	-	-	2,897
JTPA FY95 Training	L52461	259,064	(1)	-	-	(1)
Trainees Summer Only	L52462	22,195	221	-	-	221
FY96 JTPA Training	L62461	163,697	(2)	-	-	(2)
FY97 JTPA Admin	L72460	76,675	8,027	8,027	-	-
FY97 JTPA Training	L72461	232,500	30	-	-	30
FY97 SYETP	L7250A	30,931	(1)	-	-	(1)
FY98 JTPA Admin	L82460	80,751	4,024	4,024	-	-
FY98 JTPA Training	L82461	-	73,004	73,004	-	-
FY98 (SYETP) JTPA	L8250A	-	967	967	-	-
PY 99 JTPA Admin.	L92460	82,393	34,097	34,097	-	-
FY 99 JTPA Training	L92461	-	27,050	68,391	41,342	1
PY 99 (SYETP) JTPA	L9250A	-	8,505	8,505	-	-
Sub-total CFDA #17.250		1,251,472	158,175	197,015	41,342	2,502
Workforce Investment Act (WIA) CFDA # 17.255						
WIA Adult	L0255A	-	-	-	374	374
WIA Youth	L0255Y	-	-	37,157	43,991	6,834
State Adm. Cost	L02551	-	-	23,539	23,539	-
Local Admin	L02552	-	-	2,071	14,690	12,619
Dislocate Wrk (Adv)	L1255H	-	-	-	5,208	5,208
Adult Wrkr (Adv)	L12551	-	-	11,254	9,087	(2,167)
State Adm. Cost	L12551	-	-	-	163	163
WIA/JTPA Local Adm	L92552	-	-	-	2,002	2,002
Sub-total CFDA #17.255		-	-	74,021	99,054	25,033
Total U.S. Department of Labor		3,063,619	245,305	673,571	494,750	66,484
U.S. National Foundation on the Arts and Humanities						
Arts Promotion CFDA #45.007						
Underserved Comm.-Art	F0007B	-	37,742	-	696	38,438
Arts Council B-Grant	F00070	-	170,931	-	2,180	173,111
Arts Education	F1003A	-	-	-	10,178	10,178
Underserved Comm.-Art	F1007B	-	-	-	34,788	34,788
Arts Council B-Grant	F10070	-	-	-	175,418	175,418
Arts Council B-Grant	F2007A	-	-	-	1,096	1,096
Arts Council B-Grant	F70070	245,468	(83,428)	-	-	(83,428)
Arts Education	F8003A	16,500	(1)	-	-	(1)
Arts Council B-Grant	F80070	200,500	60,313	-	-	60,313
Arts Education	F9003A	16,500	15,936	-	-	15,936
Underserved Comm. - Art	F9007B	49,800	26,051	-	-	26,051
Arts Council B-Grant	F90070	200,500	103,070	-	-	103,070
Sub-total CFDA #45.007		729,268	330,614	-	224,356	554,970
Arts Promotion CFDA #45.025						
Council for Arts	F20070	201,000	125,863	-	-	125,863
CN Council for Arts	F30070	200,000	(1,684)	-	-	(1,684)
CN Council for Arts	F40070	200,000	(1)	-	-	(1)
CNMI Arts Council	F50070	58,750	10,966	-	-	10,966
Arts Council B-Grant	F60070	152,074	920	-	-	920

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. National Foundation on the Arts and Humanities, Continued						
Arts Promotion CFDA #45.025, Continued						
Balance forwarded		811,824	136,064	-	-	136,064
Arts Council B-Grant	F70070	241,286	83,431	-	-	83,431
Sub-total CFDA #45.025		1,053,110	219,495	-	-	219,495
Total U.S. National Foundation on the Arts and Humanities		1,782,378	550,109	-	224,356	774,465
U.S. Department of Transportation						
Boating Safety Asst. CFDA #20.005						
RBS - Admin	T0005A	-	-	40,632	298,073	257,441
Closed Out Grant - Conversion	T0205S	-	266,263	-	-	266,263
RBS - Admin	T1005A	-	-	-	43,800	43,800
RBS - Law Enforc	T1005B	-	-	-	105,483	105,483
RBS - Titling	T1005D	-	-	-	11,256	11,256
Boating Safety	T20050	166,159	(857)	-	-	(857)
Boating Safety	T40050	234,453	(182)	-	-	(182)
Rec. Boating Safety	T5005A	60,332	(171)	-	-	(171)
Rec. Boating Safety	T5205E	80,928	(8,139)	-	-	(8,139)
Closed Out Grant - Conversion	T5205F	-	65,825	-	-	65,825
FY96 R-Boat Safety	T6005A	145,199	2,385	-	-	2,385
Recre. Boat Safe	T8005A	-	7,871	14,094	-	(6,223)
Recre. Boat Safe	T9005A	-	127,384	175,421	48,038	1
Sub-total CFDA #20.005		687,071	460,379	230,147	506,650	736,882
Motor Carrier Safety CFDA #20.218						
Motor Carrier	T00218	-	167,786	-	23,375	191,161
Motor Carrier	T10218	-	-	-	246,282	246,282
Motor Carrier	T50218	436,827	2,711	-	-	2,711
Motor Carrier	T60218	408,262	(549)	-	-	(549)
MCSAP Traf. Enfor.	T7021A	4,485	20,407	-	-	20,407
Motor Carrier	T70218	291,139	80,939	-	-	80,939
Motor Carrier	T80218	175,040	129,416	-	-	129,416
Motor Carrier	T90218	469,262	232,302	-	(1,070)	231,232
Sub-total CFDA #20.218		1,785,015	633,012	-	268,587	901,599
Highway Safety CFDA #20.600						
NHTSA - Admin	T0600A	-	7,319	608	608	7,319
NHTSA - O.P/C.R	T0600B	-	35,904	5,775	5,775	35,904
Police Traffic Mgmt	T0600C	-	76,802	4,579	4,578	76,801
Alcohol PI&E	T0600G	-	68,469	14,143	14,493	68,819
Youth Alcohol	T0600L	-	318	-	-	318
NHTSA - E.M.S.	T0600M	-	31,406	2,233	2,232	31,405
Safe Community	T0600N	-	556	115	115	556
Road Safety - FHWA	T0600P	-	-	298	298	-
NHTSA - Spec. Occupant	T0600Q	-	843	223	223	843
Hgwy Safe Data Imprv	T0600R	-	(2,087)	-	2,087	-
OP Incentive	T0600S	-	-	10,702	11,406	704
Child Passenger Prot.	T0600T	-	8,489	5,088	5,089	8,490
NHTSA - Admin	T1600A	-	-	11,001	33,275	22,274
NHTSA - O.P/C.R.	T1600B	-	-	810	33,063	32,253
Police Traffic Mgmt	T1600C	-	-	3,283	59,121	55,838
Alcohol PI&E	T1600G	-	-	21,777	147,420	125,643
Youth Alcohol	T1600L	-	-	-	11	11
NHTSA - E.M.S.	T1600M	-	-	-	66,811	66,811
Safe Community	T1600N	-	-	-	24	24
Plan. & Admin. - FHWA	T1600O	-	-	-	57	57
Road Safety - FHWA	T1600P	-	-	-	28	28
NHTSA - Spec. Occupant	T1600Q	-	-	-	530	530
NHTSA/HwyData Improv.	T1600R	-	-	-	117,235	117,235

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Federal Grants Fund
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Transportation, Continued						
Highway Safety CFDA #20.600, Continued						
Balance forwarded		-	228,019	80,635	504,479	651,863
OP Incentive	T1600S	-	-	-	30,331	30,331
Child Passenger Prot.	T1600T	-	-	-	12,831	12,831
PM-Paid Advertise.	T1600U	-	-	-	8,600	8,600
Planning & Administration	T2600A	49,500	1,214	-	-	1,214
Planning/Admin. FHWA	T2600B	99,832	(8,063)	-	-	(8,063)
PTS Management	T2600T	126,090	3,027	-	-	3,027
Traffic Records	T2600Y	21,747	3,174	-	-	3,174
Planning Admin/FHWA	T3600B	-	1	-	-	1
Saipan Traffic TM	T3600E	90,000	48,837	-	-	48,837
Police Traffic Services	T3600T	45,000	(11,990)	-	-	(11,990)
DUI Team - Saipan	T5600F	61,500	(1)	-	-	(1)
Planning & Admin. - NHTSA	T6600A	30,285	704	-	-	704
Alcohol PI&E	T6600V	10,550	(283)	-	-	(283)
NHTSA - Admin.	T7600A	37,942	1	-	-	1
Occupant Protection	T7600B	101,080	(1)	-	-	(1)
DUI Team - Saipan	T7600I	20,311	1	-	-	1
DUI Team - Rota	T7600J	11,899	1	-	-	1
DUI Team - Tinian	T7600K	10,855	1	-	-	1
Emergency Med. Serv.	T7600M	2,838	(1)	-	-	(1)
FHWA - Admin.	T7600O	67	(1)	-	-	(1)
Pedestrian Safety	T7600P	33,340	1,014	-	-	1,014
Occupant Protection	T8600B	50,000	(1)	-	-	(1)
Police Traffic Mgmt.	T8600C	23,532	(1)	-	-	(1)
Alcohol PI&E	T8600G	75,340	1	-	-	1
Youth Alcohol Program	T8600L	-	(3,838)	-	-	(3,838)
emergency Med. Serv.	T8600M	10,000	3,836	-	-	3,836
NHTSA - Admin.	T9600A	-	1,059	-	-	1,059
Occupant Protection	T9600B	86,503	(1)	-	-	(1)
Police Traffic Mgmt.	T9600C	179,749	(1)	-	-	(1)
Alcohol PI&E	T9600G	-	73	-	-	73
Youth Alcohol Prog.	T9600L	-	(12,456)	-	-	(12,456)
Emergency Med. Serv.	T9600M	59,475	12,455	-	-	12,455
Sub-total CFDA #20.600		1,237,435	266,780	80,635	556,241	742,386
Hazardous Material Training CFDA #20.703						
HMEP-Training	T1703A	-	-	661	12,788	12,127
HMEP-Planning	T17030	-	-	12,566	13,883	1,317
Haz. Matrl. Planning	T67030	9,018	2,981	-	-	2,981
Haz. Matrl. Training	T6703A	4,000	3,657	-	-	3,657
Haz. Matrl. Training	T7703A	-	(741)	-	-	(741)
Haz. Matrl. Planning	T77030	-	(788)	-	-	(788)
Haz. Matrl. Planning	T87030	17,915	1	-	-	1
HMEP - TRAINING	T9703A	-	16,517	17,792	1,275	-
HMEP - PLANNING	T97030	-	7,402	8,815	1,413	-
Sub-total CFDA #20.703		30,933	29,029	39,834	29,359	18,554
Total U.S. Department of Transportation		3,740,454	1,389,200	350,616	1,360,837	2,399,421
U.S. Department of Veterans Affairs						
CFDA #64.203						
VA Cemetery	V7203A	200,000	150,000	-	-	150,000
Total U.S. Department of Veterans Affairs		200,000	150,000	-	-	150,000
Unallocated cash receipts/expenditures		-	(2,269,120)	5,634,790	(3,580)	(7,907,490)
Total Federal Grants Fund		\$ 81,757,831	\$ 6,735,194	\$ 30,966,071	\$ 28,773,324	\$ 4,542,447

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
 Capital Projects - U.S. Department of the Interior
 Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of the Interior						
Capital Improvement Programs CFDA #15.875						
Second Covenant						
Kagman II Waterline	4710	\$ 769,751	\$ (1,351)	\$ -	\$ -	\$ (1,351)
Kagman II Waterline - Local	4710	280,249	28,904	-	-	28,904
Carolina Heights Waterline	4712	293,238	1,540	-	-	1,540
Carolina Heights Waterline - Local	4712	106,762	54,883	-	-	54,883
Immigration/Labor IDs	4830	1,500,000	132,505	3,196	4,124	133,433
Sea Corp Project Mgmt	4831	-	(87,285)	-	-	(87,285)
AG Invest. Unit/Imm. & Labor	4834	487,000	2,579	-	14,460	17,039
Criminal Att./Imm. & Labor	4836	230,000	992	-	-	992
Protect. Serv./Imm. & Labor	4837	120,000	(1,850)	-	-	(1,850)
Labor Code Rev./Imm. & Labor	4838	83,000	6,000	-	-	6,000
Administrative Cost	4840	67,349	7,717	-	-	7,717
Renovate PSS Classrooms	4843	-	165	-	-	165
Immigration Advisor	4844	132,000	52,857	-	-	52,857
Deportation Program - Rota	4845	77,000	2,263	-	-	2,263
Employment Service Advisor	4846	153,958	9,460	-	-	9,460
Partnership Agmt. Strght. CUC	4849	1,011,250	82,500	-	-	82,500
Adm Hearing Office Project	4850	20,000	71,096	127,697	74,127	17,526
American Memorial Park	4860	3,000,000	5,376	-	-	5,376
Intergrade Computer Tax Sys.	4863	-	(231,702)	-	6,600	(225,102)
Policy, Legislation, R.	4864	93,827	39,278	43,293	5,126	1,111
Enforcement, Collection	4865	93,827	57,462	112,444	66,963	11,981
Paralegal Assistant	4866	-	(5,883)	47,190	42,587	(10,486)
Labor & Immigration, Criminal	4867	94,387	29,391	53,908	32,689	8,172
Labor & Immigration, Inter.	4869	70,980	2,119	2,120	-	(1)
FY00 IALR Dept. - Public Health	4871	320,000	(130,282)	237,051	187,703	(179,630)
FY00 IALR CNMI - FBI Task Force	4872	60,000	(3)	-	-	(3)
FY00 IALR AG's Investigation	4874	245,000	67,272	102,724	40,781	5,329
INTGT COM Tax System Y2K	4876	-	218,551	-	-	218,551
AAG: Policy, Legislation,	4878	-	-	-	5,867	5,867
Labor & Immig., Crimi	4879	-	20,998	50,994	39,994	9,998
Enforcement, Collection	4880	-	18,737	24,132	14,288	8,893
DOLI, Health & Safety Insp	4884	-	-	-	7,819	7,819
DOLI, Job Develop. Speciali	4885	-	-	38,394	46,472	8,078
DOLI, Employment Counselin	4886	-	-	20,992	18,658	(2,334)
X-Ray Machines-Customs DI	4887	-	-	-	124,000	124,000
DOLI, Hearing Officer	4888	-	-	-	1,460	1,460
Unallocated	N/A	-	59,436	-	(36,282)	23,154
Total Second Covenant		9,309,578	513,725	864,135	697,436	347,026
FY93 and FY94 Appropriations Act Grants - Federal Portion						
Rota Health Center FY94	4781	1,550,000	296,037	61,624	30,000	264,413
Rota Health Center Expansion	4782	500,000	8,100	8,100	-	-
Marpi Solid Waste Landfill	4803	5,000,000	65,470	1,444,105	1,556,654	178,019
Electric Power Trans. Sub.	4901	4,005,637	(87,095)	32,041	30,690	(88,446)
Sinapalu to Gampapa/Dugi	4909	500,000	1,887	-	113	2,000
Kagman II Homestead Waterline	4910	1,722,776	(209,619)	7,939	7,652	(209,906)
A/E Design Oleai Waterline	4912	439,858	198,755	-	-	198,755
Const. Sinapalu II Waterline	4914	293,238	(25,403)	-	35,038	9,635
Garapan Drainage Improvement	4916	152,661	6,577	-	-	6,577
Waterline Sinapalo 20%	4920	356,250	34,632	-	(34,632)	-
Chalan Pale Arnold Waterline	4922	1,395,070	(20,951)	-	-	(20,951)
Chalan Kiya Waterline 20%	4924	244,217	6,142	-	-	6,142

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
 Capital Projects - U.S. Department of the Interior
 Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of the Interior, Continued						
<u>Capital Improvement Programs CFDA #15.875, Continued</u>						
<u>FY93 and FY94 Appropriations Act Grants - Federal Portion, Continued</u>						
Balance forwarded		16,159,707	274,532	1,553,809	1,625,515	346,238
Beach Rd/Qtrmaster Waterline	4926	615,801	17,356	-	-	17,356
Songsong Vill. Waterline Ph. II	4930	1,136,299	52,832	-	(1,677)	51,155
Isley San Vicente Waterline	4932	623,132	10,861	-	-	10,861
Saipan Obyan Waterline	4934	1,612,811	120,621	-	-	120,621
A/E Design San Jose Water	4936	1,583,024	90,290	267,780	266,278	88,788
Tatachog SongSong Water	4938	513,167	11,165	5,473	4,808	10,500
Sinapalu to Chugai Waterline	4939	-	62,305	222,310	377,334	217,329
DPW - Traffic Lights	4940	321,446	(1,237)	-	-	(1,237)
Sinapalo/SongSong Village Rota	4943	650,000	275,381	2,041	41	273,381
Road Improvement/Puerto Rico	4944	(158,568)	67,478	1,934	167	65,711
Chalan Pale Arnold Phase V	4945	2,130,000	270,890	563,060	516,097	223,927
Qtr. Master/Gualo Rai Traff	4946	-	-	48,791	65,826	17,035
Tinian Rd. Resurfacing	4947	1,667,794	56,969	-	2,000	58,969
Afetna Road to Isabel Cabr.	4948	516,384	5,349	-	951	6,300
Kagman Elem. & Sec. School	4952	3,200,000	272,947	532,614	521,438	261,771
Tinian High School - A&E Ph. II	4957	315,078	23,883	404,359	500,000	119,524
Tinian High Sch. Ph. II - Mngt.	4959	205,500	4,594	-	-	4,594
Lib. Bldg. San Ant./San Vic. 20%	4963	40,000	1,718	-	-	1,718
ADA Improv. Garapan Sch.	4967	246,320	378	27,288	59,526	32,616
Modification MHS Spec. Ed.	4970	44,000	2,235	-	-	2,235
Oleai Elem. School Project	4972	320,000	48,815	-	-	48,815
Rota Public Library	4973	-	105,120	329,409	224,423	134
Design & Construction - 60 Cla.	4974	1,300,000	250,000	-	-	250,000
Des. & Const. Beach Rd. Sewer	4980	4,105,338	22,072	223,069	223,069	22,072
Power Expansion Marpo Well	4993	-	-	172,555	176,862	4,307
Power Distribution Obyan	4994	-	-	88,204	90,204	2,000
Power Distrib. San Antonio	4995	-	-	88,932	90,486	1,554
Power Dist. As Lito Fina S	4996	-	-	-	762	762
Chalan Pale Arnold Sewer T	4997	-	457	338,720	438,324	100,061
Koblerville/As Gonno/Karma	5001	-	42,175	216,836	180,634	5,973
Basketball Courts San Roque	5002	-	-	71,300	71,300	-
Marianas High School Gym	5003	-	1,862	2,848	1,352	366
Sinapalo II Road Improvement	5004	-	500	300	2,000	2,200
DPS Detention Facility Rota	5005	-	14,862	56,691	52,985	11,156
San Vicente Basketball Court	5006	-	4,850	-	4,850	9,700
San Vicente Headstart Repa	5007	-	2,000	-	-	2,000
Youth Center Precinct III	5008	-	-	-	1,629	1,629
Unallocated	N/A	-	(466,160)	-	(2,058)	(468,218)
Total FY93 and FY94 Appropriations Act Grants - Federal Portion		37,147,233	1,647,100	5,218,323	5,495,126	1,923,903
<u>FY95 Appropriations Act Grant - Federal Portion</u>						
As Matuis Road Paving & Drain	5803	1,380,000	403,202	41,418	87,006	448,790
Upgrade Feeder 4 - Elect. Power	5804	1,152,000	138,679	60,496	84,450	162,633
Solid Waste Management - Sa	5805	3,674,154	121,903	166,333	240,404	195,974
Design & Const. Tanapag Re.	5806	450,000	72,224	-	-	72,224
Police & Fire Sub-Sta. Tan	5807	-	11,629	287,307	416,508	140,830
Chalan Msgr. Guerrero Drainage	5808	2,019,946	222,920	601,108	772,108	393,920
Veteran's Building - Saipan	5810	-	5,298	53,283	82,652	34,667
Construction of Drainage - Garapan	5811	450,000	125,858	-	21	125,879
Lighting-DanDan Baseball F	5812	-	-	48,514	70,330	21,816

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
Capital Projects - U.S. Department of the Interior
Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of the Interior, Continued						
Capital Improvement Programs CFDA #15.875, Continued						
FY95 Appropriations Act Grant - Federal Portion, Continued						
Balance forwarded		9,126,100	1,101,713	1,258,459	1,753,479	1,596,733
Repair & Upgrade of Variou	5813	100,000	28,889	-	-	28,889
Paving of Saipan Public School	5814	100,000	32,847	-	24	32,871
PSS 60 Classrooms Project	5815	2,280,000	786,484	-	-	786,484
Road & Drainage - Grace Chris	5817	100,000	38,699	-	-	38,699
Tinian Power Distrib. Syst	5819	-	-	25,956	43,860	17,904
Road Resurface - Carolina Heights	5820	540,000	192,602	-	-	192,602
Design & Const. Tinian NMC	5821	-	66,537	169,035	236,400	133,902
Renov. & Rewiring - Tinian Elem.	5823	183,375	56,684	-	-	56,684
Village Electrical Upgrade	5825	1,200,000	459,802	111,858	443,443	791,387
Renovation & Construction	5827	-	-	133,816	189,300	55,484
SongSong Village Road Pavi.	5828	2,283,375	735,197	-	1,360	736,557
Rota High School JROTC	5829	1,700,000	275,948	584,384	827,220	518,784
Marpo Maui Water Well - Tinian	5831	-	-	233,408	330,186	96,778
DPS Detention Facility - Tinian	5832	-	18,374	36,595	50,286	32,065
Unallocated		-	281,556	(4)	(595,563)	(314,003)
Total FY95 Appropriations Act Grant - Federal Portion		17,612,850	4,075,332	2,553,507	3,279,995	4,801,820
FY96 - FY02 Appropriations Act Grant - Federal Portion						
New Prison & Corrections Facility	5101	2,040,000	630,928	1,362,364	1,568,502	837,066
Rota Health Center Expansion	5102	-	-	-	430	430
Road Improv. Songsong/Sinapalo	5104	-	11,321	331,499	364,573	44,395
Nang Ocha Road	5106	-	56,567	197,076	519,850	379,341
China Town Sewerage System	5107	-	42,000	42,000	84,652	84,652
As-Matuis-Homestead New Po	5109	-	-	46,178	126,303	80,125
Existing Prison Facilities	5110	1,540,000	288,923	-	1,750	290,673
New Man-Amko Center Sinapalo	5116	-	2,875	528,655	748,623	222,843
High Rise Fire Engine and	5119	-	-	920,605	970,000	49,395
New Public Health Building	5121	-	-	204,376	479,422	275,046
Kagman Homestead-Wastewater	5122	-	-	93,500	187,000	93,500
Kagman Homestead-Booster S	5124	-	-	30,920	104,635	73,715
Garapan Tourist District R	5125	-	-	70,291	125,175	54,884
New Saipan Cemetary	5126	-	-	27,414	116,615	89,201
Susupe Sports Complex Park	5129	-	-	53,930	112,728	58,798
Capitol Hill Road Improvement	5130	-	-	3,125	6,538	3,413
Rota Power Generation/Dist	5132	-	-	-	238	238
Precinct III Road Paving a	5133	-	-	86,235	172,471	86,236
New Adult Prison/Juvenile	5170	-	-	1,167,032	2,373,169	1,206,137
Unallocated		-	(1,317,950)	(1,373,588)	340,785	396,423
Total FY96 - FY02 Appropriations Act Grant - Federal Portion		3,580,000	(285,336)	3,791,612	8,403,459	4,326,511
Public School System P.L. 11-89						
Marianas High School Gymnasium	5111	-	29,172	1,532,493	1,413,107	(90,214)
Air Conditioning Rota High School	5112	-	11,000	-	-	11,000
Sinapalu Elem. School Compl.	5153	-	89,352	1,206,924	1,313,135	195,563
Rota Public Library - Tatach	5156	-	854	60,648	131,419	71,625
New Tinian Shower/Restroom	5160	-	-	192,655	192,655	-
New Saipan High School	5164	-	-	5,792,616	5,796,761	4,145

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
 Capital Projects - U.S. Department of the Interior
 Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of the Interior, Continued						
Capital Improvement Programs CFDA #15.875, Continued						
Public School System P.L. 11-89, Continued						
Balance forwarded		-	130,378	8,785,336	8,847,077	192,119
New Kagman Junior High School	5165	-	111,175	253,534	215,436	73,077
New Saipan Classrooms, Lab	5166	-	-	478,802	478,802	-
New Saipan Shower/Restroom	5167	-	25,920	281,042	255,122	-
Modernization (Part I) Rot	5169	-	-	-	43,315	43,315
Total Public School System P.L. 11-89		-	267,473	9,798,714	9,839,752	308,511
CDA CIP Bond App. Act 2000 P.L. 11-119						
Carolinas Homestead Waterline	5113	-	-	58,626	117,253	58,627
Total DOI Capital Projects Fund		\$ 67,649,661	\$ 6,218,294	\$ 22,284,917	\$ 27,833,021	\$ 11,766,398

Reconciliation of expenditures to the CNMI's general purpose financial statements for the year ended September 30, 2001:

Federal awards expenditures, as above	\$ 27,833,021
Debt service related:	
Principal repayment	8,175,240
Interest	2,150,571
Bond issuance costs	3,210,104
	<u>\$ 41,368,936</u>

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
 Capital Projects - Commonwealth Development Authority Fund
 Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of the Interior						
Capital Improvement Programs CFDA #15.875						
CDA Project Series-I Revenue Bonds						
A&E Const. of Primary Road	P61034	\$ 40,000	\$ (18,744)	\$ -	\$ -	\$ (18,744)
Design Beach Road Phase II	P61007	140,000	(140,005)	-	-	(140,005)
Secondary Road Improvement	P61035	87,000	71,869	-	-	71,869
A&E Multi-Purpose Gym	P61002	377,300	(10,138)	-	-	(10,138)
Rev & Tax Reno. Civic Ctr.	P81002	144,000	2,400	-	-	2,400
Village Disp. Renovation	P64032	5,000	4,815	-	-	4,815
Const. & Reno. of Classrooms	P61036	148,500	(42,642)	-	-	(42,642)
Headstart Bldg. at WSR School	P61005	42,500	(37,784)	-	-	(37,784)
Const. Elem. School Cafe.	P61026	52,800	(6,600)	-	-	(6,600)
Var. School Related Const.	P61038	57,900	(10,964)	-	-	(10,964)
San Vicente Waterline Impr.	P61011	-	7,510	-	-	7,510
Exten & Upgrading Water	P61028	-	103	-	-	103
Water Exploration & Bridge	P61029	-	30,359	-	-	30,359
Mayor's Community Hall Reno.	P61012	29,100	(72)	-	-	(72)
Garapan Elem. Sch. Fen. Pro.	P61008	6,900	(1,566)	-	-	(1,566)
Tanapag School Replacement	P61006	55,000	(20,200)	-	-	(20,200)
Campus Fencing Garapan	P61037	121,515	(9,999)	-	-	(9,999)
Const. High School Phase II	P63030	375,000	72,517	-	-	72,517
A&E Phase of Voc. Building	P62019	15,000	(1,500)	-	-	(1,500)
Const. of School Fencing	P62020	40,000	(4,000)	-	-	(4,000)
Const. Reno. of Classrooms	P62017	104,000	(10,000)	-	-	(10,000)
A&E Phase of Cafetorium	P62018	24,000	(3,000)	-	-	(3,000)
Construction of Classrooms	P64033	250,000	(2,500)	-	-	(2,500)
Utility Dist. Homestead	P91063	1,173,000	4,440	-	-	4,440
Tanapag School Admin. Bldg.	P61004	16,000	(40)	-	-	(40)
Proc. to Install 2 Generators	P62014	485,000	20	-	-	20
Chalan Kiya Road & Drainage	PE1024	239,098	17,175	-	-	17,175
San Vicente School Fencing	PE1010	31,248	5,878	-	-	5,878
San Vicente School Septic Tank	PE1007	37,749	(33,181)	-	-	(33,181)
Nor. Islands Water Tank Renov.	PE4011	20,000	6,556	-	-	6,556
Total CDA Project Series-I Revenue Bonds		4,117,610	(129,293)	-	-	(129,293)
CDA/Governor's Grant No. 2						
Marpo Village	P92060	1,500,000	(71,284)	-	-	(71,284)
San Jose Village-Water/Power	P92061	1,260,000	46,130	-	-	46,130
As Lito Road	P91037	2,300,000	(13,066)	-	-	(13,066)
As Perdido Road	P91038	1,500,000	(448)	-	-	(448)
San Jose Village Roads	P92051	1,000,000	9	-	-	9
Chalan Lailau Basketball Co.	P91042	35,000	624	-	-	624
S.V. Tennis Crt. Lights	P91043	35,000	1	-	-	1
Con. TTPI Apt. to Off. Space	P91045	416,000	(401)	-	-	(401)
Juv. Detention Fac. Kagman	P81008	150,000	(11)	-	-	(11)
Elementary School Fencing-Rota	PC3004	43,540	(18,642)	-	-	(18,642)
San Jose Village Gym	P92052	700,000	(4,647)	-	-	(4,647)
Phase I Archaeological Work	P73003	10,000	2,350	-	-	2,350
Tinian High School	P92056	1,795,000	(462,732)	-	-	(462,732)
Total CDA/Governor's Grant No. 2		10,744,540	(522,117)	-	-	(522,117)
1st Covenant						
CFDA #15.875						
Rota Health Center	4026	-	70,331	-	-	70,331
School Building Renov. Oleai	4079	-	76,001	-	-	76,001
Saipan International School Ro	4096	49,000	24,761	-	-	24,761
A&EC Multi-Purpose Gym	4150	-	5,500	-	-	5,500
Marpo/Maui Well	4160	-	219,465	323,551	104,086	-
Total 1st Covenant		49,000	396,058	323,551	104,086	176,593

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
 Capital Projects - Commonwealth Development Authority Fund
 Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of the Interior, Continued						
Capital Improvement Programs CFDA #15.875, Continued						
Other						
Reno. of Agrigan Disp.	P62021	-	1,079	-	-	1,079
Const. 2 Classrooms Rota HS	PA3007	-	(2,224)	-	-	(2,224)
Renov. Tinian Elem. & HS	PD2001	-	(900)	-	-	(900)
Garapan Flood Control Proj.	P81013	10,150	89,850	-	-	89,850
Appraisal Texas Rd. Project	P91064	30,000	1	-	-	1
Exp./Upgrade Water System	P11024	-	(64,632)	-	-	(64,632)
Water Trans. Line-Rota	CD4458	-	(3,515)	-	-	(3,515)
Unallocated		-	(199,899)	-	129,570	(70,329)
Total Other		40,150	(180,240)	-	129,570	(50,670)
Total Commonwealth Development Authority Capital Projects Fund		\$ 14,951,300	\$ (435,592)	\$ 323,551	\$ 233,656	\$ (525,487)

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
 Capital Projects - Commonwealth Medical Center Fund
 Year Ended September 30, 2001

<u>Federal Grantor/Program Title/ Federal CFDA Number</u>	<u>Cost Center</u>	<u>Program or Award Amount</u>	<u>Receivable From Grantor (Deferred Revenue) at October 1, 2000</u>	<u>Cash Receipts FY01</u>	<u>Expenditures FY01</u>	<u>Receivable From Grantor (Deferred Revenue) at September 30, 2001</u>
U.S. Department of the Interior						
<u>Commonwealth Medical Center CFDA #15.875</u>						
Const. Cost for CHC	P61025	\$ 1,000,000	\$ 279,801	\$ -	\$ -	\$ 279,801
Total Commonwealth Medical Center Capital Projects Fund		\$ 1,000,000	\$ 279,801	\$ -	\$ -	\$ 279,801

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
 Capital Projects - Public Works Grants Fund
 Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Environmental Protection Agency						
CFDA #66.418						
Wastewater Renov.	P54182	\$ -	\$ 274	\$ -	\$ -	\$ 274
EPA Const. Grant	P04180	-	(5,074)	-	-	(5,074)
Sub-total CFDA #66.418		-	(4,800)	-	-	(4,800)
U.S. Department of Transportation						
Highway Planning & Const. CFDA #20.205						
Rota Hill-Burtn DI	H4224A	-	(40,516)	-	-	(40,516)
10% DOE Share to DPW-TSD	N60TSD	-	(8,887)	-	-	(8,887)
Traffic Signal - Saipan	T0205A	-	53,704	218,449	292,789	128,044
Pedes Path Light - Spn	T0205B	-	-	57,001	57,660	659
Design of Airport Rd	T0205C	-	-	125,000	125,000	-
Design of Broadway	T0205D	-	-	65,000	65,000	-
Navy Hill Rd Reconstr	T0205E	-	-	59,721	120,357	60,636
Navy Hill	T0205N	-	-	13,000	13,000	-
Drainage Route 36 - Saipan	T0205Q	-	(5,044)	-	3,987	(1,057)
Hazard Elimination/Overlay	T0205R	237,547	(69,800)	-	-	(69,800)
Chalan Pale Arnold (010)	T0205S	664,867	(266,363)	-	-	(266,363)
Chalan Pale Arnold (141)	T0205T	593,540	83,072	-	-	83,072
Chalan Pale Arnold Phase 2	T0205V	2,003,759	193,550	-	-	193,550
Reconstruct P-V	T0205I	-	-	162,900	423,369	260,469
Chalan Pale Arnold	T2205F	442,780	459,420	-	-	459,420
Chalan Pale Arnold	T2205G	1,703,813	(662,574)	-	-	(662,574)
Chalan Pale Arnold	T2205H	490,473	(139,798)	-	-	(139,798)
Mapping Saipan/T/R	T2205Z	56,012	(540)	-	-	(540)
Beach Road Phase IV	T3205B	103,641	80,000	-	-	80,000
Chalan Pale Arnold Phase A1	T3205L	1,275,880	(164,606)	-	-	(164,606)
Chalan Pale Arnold Phase 5	T3205M	-	(5,000)	-	-	(5,000)
Cross Island Road	T3205N	693,000	760	-	-	760
Survey & Geotechnical Serv.	T3205O	184,275	270	-	-	270
Urban Mass Transit Admin.	T4205A	-	6,033	-	-	6,033
Fina Sisu Road Phase I	T4205P	313,142	(27,799)	-	-	(27,799)
Traffic Signal Light	T4205S	245,674	1,237	-	-	1,237
Highway Master Plan	T4205T	484,869	2	-	-	2
Design Airport Rd Improve	T5205B	-	15,200	-	-	15,200
A&E Chalan Pale Arnold Ph. 6	T5205D	-	61,593	5,248	5,248	61,593
P#8 Beach Road Const.	T5205F	611,098	(71,140)	-	-	(71,140)
Traffic Signal Inst.	T62050	258,276	(55,346)	-	-	(55,346)
Chalan Pale Arnold Phase	T62051	-	262,514	657	-	261,857
Beach Road Phase V Design	T6205A	112,000	19,301	-	-	19,301
Tech. Transfer/High. Plan.	T6205E	-	(7,213)	-	-	(7,213)
Phase XI Primary H.E.	T6205K	-	(2,352)	-	-	(2,352)
Achugao Bridge	T6205L	142,393	(26,080)	-	-	(26,080)
Chalan Pale Arnold Phase V	T72051	2,469,814	644,691	-	-	644,691
Tech. Transfer/High. Plan.	T7205E	-	18,796	2,865	-	15,931
Traffic Light Inst.	T72050	-	58,324	-	-	58,324
B.R. Phase XIII (141 H.E.)	T7205P	407,754	(59,230)	-	-	(59,230)
Traffic Signals Improv	T8205A	-	54,222	-	-	54,222
Pathway Light-Beach Road	T8205B	-	-	375	-	(375)
Chaln Monsignor P-III-Saipan	T8205C	-	317,639	539,564	533,619	311,694
Hi-way Plan & Tech. Traffic	T8205E	51,800	6,805	15,000	576	(7,619)
Teneto Overlook - Rota	T8205R	283,270	111,847	154,739	105,780	62,888
Suicide Cliff Road - Timian	T8205T	400,000	1,501	-	-	1,501
Traffic Light Installation - As Lito	T82050	69,404	(2,775)	-	-	(2,775)
Chalan Pale Arnold Phase V	T82051	1,053,097	(453,066)	184,845	130,640	(507,271)
Hi-way Plan & Tech. Traffic	T82057	50,000	25,054	19,671	2,727	8,110
Road Clean-up - Rota	T85161	-	50,000	-	-	50,000
Culvert Replace - Rota	T85164	3,644,236	283,832	551,956	591,110	322,986

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
 Capital Projects - Public Works Grants Fund
 Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Transportation, Continued						
Highway Planning & Const. CFDA #20.205, Continued						
Balance Forwarded		19,046,414	741,238	2,175,991	2,470,862	1,036,109
Replace Traffic Signs - TIQ	T85165	25,000	1	5,000	-	(4,999)
Reconst. Of Road - Saipan	T85168	349,600	1	-	-	1
Traffic Signals Improv	T9205A	-	82,574	174,095	129,069	37,548
Pedestrian Pathway - Saipan	T9205B	270,000	85,400	27,985	27,985	85,400
Anti-Skid Overlay - Saipan	T9205C	-	(41,547)	-	-	(41,547)
CNMI - Highway Master Plan	T9205E	-	12,686	-	-	12,686
Public Works	T9205Q	169,010	84,143	-	-	84,143
Reconstruct P-V	T9205I	-	60,285	-	-	60,285
Hi-way Plan & Tech. Traffic	T92057	210,000	(13,771)	21,000	41,862	7,091
Sub-total CFDA #20.205		20,070,024	1,011,010	2,404,071	2,669,778	1,276,717
U.S. Department of the Interior						
Development of TTPI Islands CFDA #15.875						
Solid Waste 2000-1	I08765	-	(4,461)	97,988	71,436	(31,013)
Solid Waste Plan	I2875M	32,650	22,179	-	25	22,204
Sanitary Landfill	I2875N	50,000	50,000	-	-	50,000
Solid Waste Management Pro.	I88765	146,185	27,416	7,759	1,258	20,915
Sub-total CFDA #15.875		228,835	95,134	105,747	72,719	62,106
U.S. Department of Commerce						
CFDA #11.300						
Rota Water Cave	C9300A	-	1,220	-	-	1,220
Unallocated		-	(651,023)	1	(361,945)	(1,012,969)
Total Public Works Grants Capital Projects Fund		\$ 20,298,859	\$ 451,541	\$ 2,509,819	\$ 2,380,552	\$ 322,274

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
 Capital Projects - NMHC Grants Fund
 Year Ended September 30, 2001

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2000	Cash Receipts FY01	Expenditures FY01	Receivable From Grantor (Deferred Revenue) at September 30, 2001
U.S. Department of Housing and Urban Development						
<u>Community Development Block Grant</u>						
<u>CFDA #14.219</u>						
NMC Multi-Purpose Facility	U52190	\$ -	\$ 2	\$ -	\$ -	\$ 2
Multi-Purpose Center Exten.	U52191	-	(2)	-	-	(2)
Emergency Shelter FFSR	U52310	-	(40,000)	-	-	(40,000)
Island Wide Path - Saipan FFSR	U6219A	-	33,134	-	-	33,134
Sec. 8 Septic Tank - Rota FFSR	U6219B	-	(1)	-	-	(1)
Pinatang & Swimming Pool - ROP FFSR	U6219C	-	(29,140)	-	-	(29,140)
Pinatang Park - Rota	U7219R	250,000	(27,936)	-	-	(27,936)
Baseball Field Light - TIQ	U7219T	500,000	2	-	-	2
Kagman Comm. Center - Saipan	U72190	800,000	1	-	-	1
DanDan Comm. Restroom - Saipan	U72191	57,000	(11,880)	-	-	(11,880)
Gym & Park Renovation - Rota	U8219R	120,000	42,566	-	-	42,566
Unallocated	N/A	-	29,277	-	-	29,277
Sub-total CFDA #14.219		1,727,000	(3,977)	-	-	(3,977)
<u>HUD Unknown CFDA #14.231</u>						
Emergency Shelter FFSR	U62310	60,000	(17,972)	-	-	(17,972)
Emergency Shelter 09/99	U72310	30,000	13,296	-	-	13,296
Emergency Shelter 09/99	U82310	-	5,950	5,662	-	288
Sub-total CFDA #14.231		90,000	1,274	5,662	-	(4,388)
<u>Home Program Grant CFDA #14.239</u>						
FY 93 Home Program	U32390	-	14,340	-	-	14,340
FY 96 Home Program	U62390	-	27,053	-	-	27,053
FY 97 Home Program Admin.	47239A	96,600	48,300	-	-	48,300
FY 97 Home Program	U72390	547,400	18,852	-	-	18,852
FY 98 Home Program Admin.	U8239A	51,750	103,500	-	-	103,500
FY 98 Home Program	U82390	293,250	(47,986)	-	-	(47,986)
Sub-total CFDA #14.239		989,000	164,059	-	-	164,059
Total NMHC Grants Capital Projects Fund		\$ 2,806,000	\$ 161,356	\$ 5,662	\$ -	\$ 155,694

Note: U.S. Department of Housing and Urban Development, Community Development block grants (CDBG) are made to the CNMI Government which records all revenues and expenditures for financial statement purposes. The Northern Marianas Housing Corporation (NMHC) administers the funds and is responsible for ensuring compliance with applicable laws and regulations. All activity of the CDBG programs in the Schedule of Expenditures of Federal Awards are considered to have been subgranted to NMHC. The CDBG program was selected for audit and was tested in accordance with OMB Circular A-133 in the A-133 audit of NMHC for the year ended September 30, 2001. CDBG activity is presented to agree with general purpose financial statement presentation.

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Notes to the Schedule of Expenditures of Federal Awards
Year Ended September 30, 2001

(1) Scope of Review

The Commonwealth of the Northern Mariana Islands (CNMI) is a governmental entity governed by its own Constitution. All significant operations of the CNMI are included in the scope of the OMB Circular A-133 audit (the "Single Audit"). The U.S. Department of the Interior has been designated as the CNMI's cognizant agency for the Single Audit.

Programs Subject to Single Audit

Schedule of Expenditures of Federal Awards are presented for each Federal program related to the following agencies:

- . U.S. Department of Agriculture
- . U.S. Department of Commerce
- . U.S. Department of Defense
- . U.S. Department of Education
- . U.S. Department of Energy
- . U.S. Department of Health and Human Services
- . U.S. Department of Housing and Urban Development
- . U.S. Department of the Interior
- . U.S. Department of Justice
- . U.S. Department of Labor
- . U.S. Department of Transportation
- . U.S. Department of Veteran Affairs
- . U.S. Environmental Protection Agency
- . U.S. Federal Emergency Management Agency
- . U.S. National Foundation on the Arts and Humanities

(2) Summary of Significant Accounting Policies

a. Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the CNMI and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133. For federal direct assistance grants, authorizations represent the total allotment or grant award received. All expenses and capital outlays are reported as expenditures.

b. Reporting Entity

The CNMI, for purposes of the general purpose financial statements, includes all of the funds of the primary government as defined by Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*. The Schedule of Expenditures of Federal Awards excludes the following component units that receive federal awards as these entities have separately satisfied the audit requirements of OMB Circular A-133:

Commonwealth Ports Authority
Commonwealth Development Authority

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Notes to the Schedule of Expenditures of Federal Awards
Year Ended September 30, 2001

(2) Summary of Significant Accounting Policies, Continued

b. Reporting Entity, Continued

No questioned costs were reported for completed Single Audits of the above entities for the year ended September 30, 2001.

The following entities have not satisfied audit requirements of OMB Circular A-133:

Public School System
Northern Marianas College
Commonwealth Utilities Corporation

The CNMI is considered to have responsibility for any questioned costs relating to pass-through of federal funds, which the CNMI is grantee, which could result from Single Audits of these entities.

c. Subgrantees

Certain program funds are passed through the CNMI to subgrantee organizations. The Schedule of Expenditures of Federal Awards does not contain separate schedules disclosing how the subgrantees, outside of the CNMI's control, utilized the funds. The following is a summary of program funds that are passed through to subgrantee organizations:

Commonwealth Ports Authority

The Commonwealth Ports Authority (CPA), a Component Unit - Proprietary Fund, receives funds in a subrecipient capacity through the CNMI. CPA's Single Audit report includes the following pass-through programs on their Schedule of Expenditures of Federal Awards for the year ended September 30, 2001:

<u>Program Title</u>	<u>Grantor Agency</u>	<u>CFDA Number</u>	<u>Funds Received</u>	<u>Funds Expended</u>
CIP Covenant Grant Funds Fiscal Years 1996 - 2002 Capital Development Projects	U.S. Department of the Interior	15.875	\$ 1,785,091	\$ 1,748,535

No findings were reported in the Single Audit of CPA for the year ended September 30, 2001.

d. Indirect Cost Allocation

The CNMI has negotiated an indirect cost plan with the U.S. Department of the Interior for fiscal year 2001. It is applicable to all federal grant programs, except typhoon assistance, and was 11.54% of all direct expenditures for the year ended September 30, 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs
Year Ended September 30, 2001

Section I - Summary of Auditor's Results

1. The Independent Auditors' Report on the general purpose financial statements expressed a qualified opinion.
2. Reportable conditions in internal control over financial reporting were identified, some of which are considered to be material weaknesses.
3. Instances of noncompliance considered material to the general purpose financial statements were disclosed by the audit.
4. Reportable conditions in internal control over compliance with requirements applicable to major federal award programs were identified, some of which are considered to be material weaknesses.
5. The Independent Auditors' Report on compliance with requirements applicable to major federal award programs expressed a qualified opinion.
6. The audit disclosed findings required to be reported by OMB Circular A-133.
7. The CNMI's major programs were:

<u>Name of Federal Program</u>	<u>CFDA Number</u>
Capital Improvement Projects and Technical Assistance Grants	15.875
Nutrition Assistance Program	10.551
Highway Planning and Construction	20.205
Medical Assistance Program	93.778

8. A threshold of \$1,776,617 was used to distinguish between Type A and Type B programs as those terms are defined in OMB Circular A-133.
9. The CNMI did not qualify as a low-risk auditee as that term is defined in OMB Circular A-133.

Section II - Financial Statement Findings

<u>Reference Number</u>	<u>Findings</u>	<u>Refer Page #</u>
2001-1	External Financial Reporting	49
2001-2 - 4	Receivables	50 - 52
2001-5	Inventories	53
2001-6 - 7	Advances	54 - 55
2001-8	Property and Equipment	56
2001-9	Other Liabilities and Accruals	57
2001-10	Fund Balance	58
2001-11 - 12	CNMI Local Noncompliance	59 - 60

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Section III - Federal Award Findings and Questioned Costs

<u>Reference Number</u>	<u>Findings</u>	<u>Questioned Costs</u>	<u>Refer Page #</u>
2001-13	Davis-Bacon Act	\$ -	61
2001-14	Procurement and Suspension and Debarment	\$ 145,572	62
2001-15 - 16	Davis-Bacon Act	\$ -	63 - 64
2001-17	Cash Management	\$ -	65
2001-18	Equipment and Real Property Management	\$ -	66
2001-19 - 20	Procurement and Suspension and Debarment	\$ -	67 - 68
2001-21 - 25	Reporting	\$ -	69 - 73
2001-26 - 29	Special Tests and Provisions	\$ -	74 - 77

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Section II - Financial Statement Findings

External Financial Reporting

Finding No. 2001-1

Criteria: Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, requires that the general purpose financial statements of the reporting entity include component units for which the primary government is either financially accountable for, or for which exclusion would cause the reporting entity's general purpose financial statements to be misleading or incomplete.

Condition: As of September 30, 2001, the following component units were excluded from the CNMI's general purpose financial statements:

Component Units - Proprietary Funds

Commonwealth Utilities Corporation

University and College Fund Type - Higher Education Fund

Northern Marianas College

Component Unit - School District

Public School System

Component Unit - Governmental Fund

Commonwealth Government Employees' Credit Union

Cause: The cause of the above condition is the lack of audited financial statements for the respective entities.

Effect: The effect of the above condition is nonconformity with GASB Statement No. 14 resulting in a qualification in the opinion on the general purpose financial statements of the CNMI.

Recommendation: We recommend that the CNMI conform with GASB Statement No. 14 by obtaining audited financial statements of the above entities for inclusion within the CNMI's general purpose financial statements.

Prior Year Status: Lack of compliance with GASB Statement No. 14 was reported as a finding in the Single Audits of the CNMI for fiscal years 1998 through 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Receivables

Finding No. 2001-2

Criteria: Receivables of the CNMI should reflect amounts actually owed.

Condition: As of September 30, 2001, receivables from federal agencies include many balances outstanding for several years. Many of these balances have not had any recent activity and the CNMI has not evaluated the ultimate collectibility of these balances or determined whether such represent valid receivables. Receivables from federal agencies, summarized by fund, are as follows:

Federal Grants Fund	\$ 4,542,447
DOI Capital Projects Fund	11,766,398
Commonwealth Medical Center Fund	279,801
Public Works Grants Fund	322,274
NMHC Grants Fund	155,694
Autonomous Agencies Pass Through Fund	<u>888,713</u>
	\$ <u>17,955,327</u>

The CNMI has not quantified an amount considered necessary to establish an estimated allowance for uncollectible accounts. This condition results in a qualification in the opinion on the general purpose financial statements.

Cause: The cause of the above condition is the lack of procedures performed to evaluate the propriety and collectibility of recorded receivables.

Effect: The effect of the above condition is the possibility of misstatement of receivables from federal agencies resulting in a qualification in the opinion on the general purpose financial statements of the CNMI.

Recommendation: We recommend that the CNMI's Department of Finance review all outstanding receivables from federal agencies for propriety and collectibility. All valid receivables should be submitted to the various federal agencies for collection. All other balances should be written off in the General Fund.

Prior Year Status: The lack of procedures to evaluate the propriety and collectibility of recorded receivables was reported as a finding in the Single Audits of the CNMI for fiscal years 1997 through 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Receivables

Finding No. 2001-3

Criteria: Receivables for services rendered by the Commonwealth Health Center (CHC) should be billed on a timely basis, and follow-up collection procedures undertaken for outstanding accounts.

Condition: As of September 30, 2001, the receivable balance at CHC was \$73,734,827. Based on our review of the subsidiary ledger, this balance represents accounts outstanding in excess of 120 days. The large receivable balance, the many aged individual balances, and the backlog of billing files all reflect inadequate billing and collection procedures.

Cause: The cause of the above condition is a lack of adequate policies and procedures related to the billing and collection of CHC revenues.

Effect: The effect of the above condition is the possibility of misstatement of CHC receivable balances; however, this effect is mitigated by a corresponding allowance for uncollectible accounts of \$73,734,827.

Recommendation: We recommend that CHC implement procedures to ensure that all billings are processed on a timely basis, and that standard procedures be implemented to follow-up on aged accounts. Accounts determined to be uncollectible should be written off.

Prior Year Status: Inadequate controls over receivables at CHC was reported as a finding in the Single Audits of the CNMI for fiscal years 1995 through 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Receivables

Finding No. 2001-4

Criteria: Receivables from other agencies should be supported by a detailed subsidiary ledger reconciled to the general ledger with follow-up procedures undertaken for outstanding amounts.

Condition: As of September 30, 2001, the General Fund recorded receivables from other agencies (A/c # 12020-1015, totaling \$1,971,831) that were not supported by a detailed subsidiary ledger. Furthermore, the General Fund recorded a receivable from the Tinian Casino Gaming Control Commission (TCGCC) (A/c #12340-1010, totaling \$3,153,600) that should have been paid in full during fiscal year 2001 in accordance with a Memorandum of Agreement between the Office of the Governor and the TCGCC.

Cause: The cause of the above condition is unknown.

Effect: The effect of the above condition is the possibility of a misstatement of receivable balances resulting in the total amounts being reserved as related assets and a qualification in the opinion on the general purpose financial statements.

Recommendation: We recommend that the CNMI's Department of Finance ensure detailed subsidiary ledgers properly support receivable balances and that receivables are collected in accordance with established repayment plans.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Inventories

Finding No. 2001-5

Criteria: Inventory balances recorded in the general ledger should reflect amounts per physical counts.

Condition: As of September 30, 2001, the CHC general ledger inventory balances were not adjusted to reflect results of year end physical inventory counts. Variances between the general ledger and the physical inventory balances are summarized as follows:

	<u>General Ledger A/c #</u>	<u>Physical Inventory Balances</u>	<u>General Ledger Balances</u>	<u>Variances</u>
Medical Supply	14110-1012	\$ 1,340,270	\$ 3,777,037	\$ (2,436,767)
Central Supply	14120-1012	\$ 20,745	\$ 27,967	\$ (7,222)
Pharmacy Storage	14130-0102	\$ 512,087	\$ (1,004,203)	\$ 1,516,290
Inpatient Pharmacy	14140-1012	\$ 132,665	\$ (939,598)	\$ 1,072,263

Audit adjustments were proposed to correct general ledger balances to reflect year end physical inventory counts.

Cause: The cause of the above condition is the lack of reconciliation of general ledger balances and adjustment of general ledger balances to reflect year end physical counts.

Effect: The effect of the above condition is the possibility of misstatement of inventory balances.

Recommendation: We recommend that CHC establish policies and procedures to ensure timely reconciliation of physical inventory counts with the general ledger.

Prior Year Status: The lack of reconciliation of CHC's inventories with the general ledger was reported as a finding in the Single Audits of the CNMI for fiscal years 1994 through 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Advances

Finding No. 2001-6

Criteria: Advances to vendors should be properly supported by a reconciled subsidiary ledger and be liquidated in a timely manner.

Condition: As of September 30, 2001, a subledger for Advances to Vendors (A/c #12431.1010), totaling \$4,296,093, was not made available. Furthermore, as of September 30, 2001, the CNMI recorded advances to vendors (A/c # 12430.1010), totaling \$3,837,099. Of five advances tested, totaling \$138,434, all represented payments to vendors made in prior years for which liquidation has not occurred.

Cause: The cause of the above condition is unknown.

Effect: The effect of the above condition is the possibility of a misstatement of expenditures and related advances and resulted in a qualification in the opinion on the general purpose financial statements.

Recommendation: We recommend that the CNMI's Department of Finance ensure that a detailed subsidiary ledger properly supports advances to vendors.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Advances

Finding No. 2001-7

Criteria: Advances to government employees for travel-related purposes should be liquidated in a timely manner, through the submission of adequate documentation or the return of unexpended funds.

Condition: As of September 30, 2001, the General Fund recorded travel advances to government employees in the amount of \$1,799,897, which primarily represent advances outstanding and unliquidated for more than ninety days. Of three balances tested, the supporting documents for all three employees (employee #s 100777, 100783 and 120304) were not made available. Furthermore, we noted that one balance for employee # 120304 indicated no movement from the prior year.

Cause: The cause of the above condition is the lack of adequate policies and procedures regarding the liquidation of outstanding advances. In addition, individual files are not readily accessible for review.

Effect: The effect of the above condition is the possibility of a misstatement of expenditures and related advances and results in a qualification in the opinion on the general purpose financial statements.

Recommendation: We recommend that the CNMI's Department of Finance review all advances outstanding for more than one year, evaluate their collectibility, and write off any amounts deemed uncollectible. In addition, we recommend that the CNMI's Department of Finance consider payroll deductions as a way of collecting long outstanding advances and that policies and procedures be implemented and enforced requiring the timely liquidation of all travel advances.

Prior Year Status: Liquidation of advances was reported as a finding in the Single Audits of the CNMI for fiscal years 1987 through 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Property and Equipment

Finding No. 2001-8

Criteria: General fixed assets do not represent financial resources available for expenditure but are items for which financial resources have been used and for which accountability should be maintained.

Condition: The CNMI has established a General Fixed Assets Account Group (GFAAG) containing certain fixed asset acquisitions for fiscal years 1998 through 2001. However, this account group excludes all previously acquired assets.

Cause: The cause of the above condition is unknown.

Effect: The effect of the above condition is that the CNMI is not presenting general purpose financial statements which account for all items for which resources have been used. This effect results in a qualification in the opinion on the general purpose financial statements.

Recommendation: We recommend that the CNMI perform an inventory of its fixed assets as a basis for recording all assets in the General Fixed Assets Account Group.

Prior Year Status: The lack of a complete General Fixed Assets Account Group was reported as a finding in the Single Audits of the CNMI for fiscal years 1987 through 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Other Liabilities and Accruals

Finding No. 2001-9

Criteria: A proper system of internal control requires that accounts payable be reconciled to the general ledger in a timely manner and represent valid liabilities.

Condition: As of September 30, 2001, the General Fund recorded liabilities (A/c #s 20120.1010 and 20120.1012, totaling \$3,271,065 and \$3,427,798, respectively) representing goods received by the CNMI's Division of Procurement and Supply for which the corresponding payable was not recorded in the accounts payable system. Subsidiary ledgers indicated unreconciled variances of \$181,864 and \$34,765, respectively. As these amounts were not considered material to the general purpose financial statements, no audit adjustments were proposed. Of nine items tested, eight items (OV #s 207155, 207451, 207456, 207801, 208159, 208688, 209178 and 209235 for \$40,264, \$40,264, \$11,118, \$40,264, \$27,436, \$19,253, \$29,964 and \$18,371, respectively) represented advances to vendors made prior to year end.

Cause: The cause of the above condition is unknown.

Effect: The effect of the above condition is the possibility of a misstatement of expenditures and related other liabilities and accruals and results in a qualification in the opinion on the general purpose financial statements of the CNMI.

Recommendation: We recommend that the CNMI's Department of Finance establish policies and procedures to ensure adequate recording of liabilities for goods received by the CNMI's Division of Procurement and Supply.

Prior Year Status: The lack of established policies and procedures to ensure adequate recording of liabilities for goods received by the CNMI's Division of Procurement and Supply was reported as a finding in the Single Audits of the CNMI for fiscal years 1999 and 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Fund Balance

Finding No. 2001-10

Criteria: Balances appropriated without fiscal year limit should be reserved for as continuing appropriations, as they represent portions of fund balance legally segregated for a specific future use.

Condition: As of September 30, 2001, no detailed schedule of outstanding local construction projects was made available for reconciliation to the Local Capital Projects Fund (Fund 4042) reserve for continuing appropriations, which totaled \$1,844,404. In addition, the Local Capital Projects Fund recorded a corresponding unreserved deficit of \$1,797,036.

Cause: The cause of the above condition is the lack of appropriate documentation supporting the status of ongoing construction projects.

Effect: The effect of the above condition is the possibility of a misstatement of the reserve for continuing appropriations and results in a qualification in the opinion on the general purpose financial statements.

Recommendation: We recommend that all ongoing construction projects be monitored and documented by the CNMI's Department of Finance, and that a quarterly report be prepared for the Secretary of Finance.

Prior Year Status: The lack of appropriate documentation supporting the status of ongoing construction projects was reported as a finding in the Single Audits of the CNMI for fiscal years 1997 through 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

CNMI Local Noncompliance

Finding No. 2001-11

Criteria: Public Law No. 12-61 requires that all deposits of public funds be 100% collateralized by U.S. Government securities.

Condition: As of September 30, 2001, compliance with the collateralization requirement for CNMI deposits in five banks, totaling \$30,917,675, was unable to be verified.

Cause: The cause of the above condition is the lack of adequate documentation to demonstrate full compliance with statutory requirements.

Effect: The effect of the above condition is the possibility of noncompliance with Public Law No. 12-61.

Recommendation: We recommend that the CNMI's Department of Finance ensure that sufficient documentation is obtained and periodically updated to demonstrate compliance with Public Law No. 12-61 requirements.

Prior Year Status: The lack of documentation to demonstrate compliance with collateralization requirements was reported as a finding in the Single Audits of the CNMI for fiscal years 1996 through 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

CNMI Local Noncompliance

Finding No. 2001-12

Criteria: Budgets are a vital tool for establishing public policy and maintaining control over the management of public resources.

Condition: During the year ended September 30, 2001, the CNMI operated under a continuing resolution based on Public Law No. 11-41, the Appropriations and Budget Authority Act of 1999. The following activity levels reported expenditures in excess of budget allotments for the year ended September 30, 2001:

	Budgeted <u>Expenditures</u>	Actual <u>Expenditures</u>	Over- <u>Expenditure</u>
Department of Public Health	\$ 38,024,926	\$ 43,906,736	\$ (5,881,810)
Department of Public Safety	\$ 11,312,599	\$ 16,323,285	\$ (5,010,686)
Department of Finance	\$ 10,703,895	\$ 11,884,328	\$ (1,180,433)
Department of Lands and Natural Resources	\$ 4,014,469	\$ 4,213,403	\$ (198,934)
Department of Community and Cultural Affairs	\$ 3,007,616	\$ 3,033,460	\$ (25,844)
Office of the Public Defender	\$ 565,198	\$ 575,251	\$ (10,053)
First Senatorial District – Rota	\$ 13,037,127	\$ 13,295,612	\$ (258,485)
Second Senatorial District – Tinian	\$ 13,062,163	\$ 13,381,710	\$ (319,547)
Office of the Mayors - Northern Islands	\$ 670,825	\$ 677,278	\$ (6,453)
Office of the Washington Representative	\$ 1,264,633	\$ 1,407,013	\$ (142,380)
Legislative Bureau	\$ 1,834,248	\$ 2,086,954	\$ (252,706)
Government utilities	\$ 6,000,833	\$ 11,336,454	\$ (5,335,621)
Cops Universal Hiring Program	\$ 374,925	\$ 377,925	\$ (3,000)
Judgments and Settlements	\$ 55,687	\$ 85,075	\$ (29,388)
Other	\$ -	\$ 1,720,972	\$ (1,720,972)
Board of Elections	\$ 347,880	\$ 352,775	\$ (4,895)
Board of Professional Licensing	\$ 143,249	\$ 152,264	\$ (9,015)
Supreme Court	\$ 1,589,134	\$ 1,640,319	\$ (51,185)
Operating transfers out:			
Northern Marianas College	\$ 6,815,659	\$ 6,824,860	\$ (9,201)
Medical Assistance Program	\$ 252,721	\$ 2,012,326	\$ (1,759,605)
Precinct III Youth Center	\$ -	\$ 250,000	\$ (250,000)
Kagman Community Center	\$ -	\$ 100,000	\$ (100,000)

Cause: The cause of the above condition is the authorization of expenditures in excess of budget allotments.

Effect: The effect of the above condition is the over-expenditure of amounts in excess of budget allotments.

Recommendation: We recommend that the CNMI's Department of Finance only authorize expenditures to be incurred in the fiscal year that can be reasonably determined and within budget allotments.

Prior Year Status: Over-expenditures in excess of budget allotments was reported as a finding in the Single Audit of the CNMI for fiscal year 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Section III - Federal Award Findings and Questioned Costs

Davis-Bacon Act

Finding No. 2001-13

<u>Program</u>	<u>Reason for Questioned Costs</u>	<u>Questioned Costs</u>						
<p>U.S. Department of Transportation / Highway Planning and Construction / CFDA #20.205</p>	<p><u>Criteria:</u> The Davis-Bacon Act requires that all laborers or mechanics employed by contractors or subcontractors to work on construction projects financed by federal funds must be paid wages no less than those established for the locality by the U.S. Secretary of Labor. Currently, enforcement of the Davis-Bacon Act is based on the CNMI minimum wage rate. Construction contract provisions require contractors to submit to the Technical Services Division (TSD) within the Department of Public Works copies of payroll records and check stubs.</p> <p><u>Condition:</u> Currently, the CNMI does not have a wage rate established or approved by the U.S. Secretary of Labor. To meet this criteria, the CNMI government established the Government Wage Rate Review Board to develop wage rate determinations for all CNMI government funded or administered construction contracts.</p> <p>Of \$2,669,778 in expenditures of the Highway Planning and Construction Projects, twenty-nine expenditures totaling \$1,910,599 were tested. Of this amount, \$1,662,599 related to expenditures on six construction contracts. For each construction contract, we selected one pay period for verification of compliance with the CNMI minimum wage rate and noted the following contracts for which no payroll check copies or pay check stubs were made available:</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: center;"><u>CFDA #</u></th> <th style="text-align: center;"><u>Program</u></th> <th style="text-align: center;"><u>Contract #s</u></th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">20.205</td> <td style="text-align: center;">Highway Planning and Construction</td> <td style="text-align: center;">33-OS and 364475-OC</td> </tr> </tbody> </table> <p>In addition, payroll records for two contracts tested (327917-OC and 330068-OC) did not indicate the employees' approval and receipt of payment.</p> <p>Due to the nature of this finding, a specific dollar amount can not be questioned.</p> <p><u>Cause:</u> The cause of the above condition is unknown.</p> <p><u>Effect:</u> The effect of the above condition is the possibility that contractors are not in compliance with the CNMI minimum wage rate.</p> <p><u>Recommendation:</u> We recommend that the CNMI ensure that construction projects financed by federal funds be supported by contractor payroll records indicating compliance with the CNMI minimum wage rate.</p> <p><u>Prior Year Status:</u> Noncompliance with provisions of the Davis-Bacon Act was reported as a finding in the Single Audits of the CNMI for fiscal years 1997 through 2000.</p>	<u>CFDA #</u>	<u>Program</u>	<u>Contract #s</u>	20.205	Highway Planning and Construction	33-OS and 364475-OC	
<u>CFDA #</u>	<u>Program</u>	<u>Contract #s</u>						
20.205	Highway Planning and Construction	33-OS and 364475-OC						

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Procurement and Suspension and Debarment

Finding No. 2001-14

<u>Program</u>	<u>Reason for Questioned Costs</u>	<u>Questioned Costs</u>
U.S. Department of Agriculture / Nutrition Assistance Program / CFDA #10.551	<p><u>Criteria:</u> The <i>Uniform Administrative Requirements for Grants and Cooperative Agreements to State and Local Governments</i> (the Common Rule) and the CNMI Procurement Regulations (CNMI-PR) aim to provide an effective broad-based competition within a free enterprise system. The CNMI-PR provide that all government procurement shall be awarded through competitive bidding except if another method of procurement is justified, such as small purchase, sole source, emergency or expedited procurement.</p> <p><u>Condition:</u> During the year ended September 30, 2001, two contracts executed by the Nutrition Assistance Program (NAP) were repeatedly renewed without competition or valid justification. The first contract was for the lease of the NAP office building with a contract cost of \$127,152 in fiscal year 2001, which had been renewed eight times since 1992. The latest justification on file for the lease of this building to the same lessor was made on November 2, 1998. The second contract was for the lease of computer software and hardware with a contract cost of \$18,420 in fiscal year 2001, which had been renewed six times since 1994. The latest justification memo was made in September 27, 1999. There was no competitive procurement procedure performed each time these contracts were renewed.</p> <p><u>Cause:</u> The cause of the above condition is the lack of open and free competition upon expiration of contracts.</p> <p><u>Effect:</u> The effect of the above condition is noncompliance with the Common Rule and the CNMI-PR.</p> <p><u>Recommendation:</u> We recommend that the CNMI comply with the requirements of the Common Rule and the CNMI-PR regarding competitive bidding.</p>	\$ 145,572
Total Questioned Coats		\$ <u>145,572</u>

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Davis-Bacon Act - Highway Planning and Construction
CFDA #20.205

Finding No. 2001-15

Criteria: Federally funded projects in excess of \$2,000 requiring or involving the employment of mechanics and/or laborers shall comply with the Davis-Bacon Act, which includes the following:

- (1) contracts shall contain a provision stating the minimum wages to be paid to various classes of laborers and mechanics, which shall be based upon the wages that will be determined by the U.S. Secretary of Labor;
- (2) every contract shall contain a stipulation that the contractor or his subcontractor shall pay all mechanics and laborers employed directly upon the site of the work, unconditionally and not less often than once a week, without subsequent deduction or rebate on any account, the full amounts accrued at time of payment, computed at wage rates not less than those stated in the advertised specification regardless of any contractual relationship which may be alleged to exist between the contractor or subcontractor and such laborers and mechanics; and
- (3) the scale of wages to be paid shall be posted by the contractor in a prominent and easily accessible place at the site of the work showing all determined minimum wages rates for the various classes of laborers and mechanics to be engaged in work on the project under the contract, and all deduction required by law to be made from wages actually earned by the laborers and mechanics so engaged.

Condition: The Technical Services Division (TSD) within the CNMI's Department of Public Works is required to monitor compliance with the above requirements of the Davis-Bacon Act. Of \$2,669,778 in expenditures of the Highway Planning and Construction Projects, twenty-nine expenditures, totaling \$1,910,599, were tested. Of this amount, \$1,662,599 related to expenditures on six construction contracts (contract #s 33-OS, 323799-OC, 327917-OC, 330068-OC, 337532-OC and 364475-OC) for which documentation to verify that monitoring activities were performed was not available. In addition, the TSD allocated responsibility for monitoring compliance of certain contracts to the Commonwealth Utilities Corporation.

Cause: The cause of the above condition is the lack of appropriate policies and procedures.

Effect: The effect of the above condition is that the CNMI is not in compliance with the Davis-Bacon Act.

Recommendation: We recommend that the CNMI implement formal documented procedures memorializing the monitoring procedures performed, including the results of those procedures and any corrective action taken, to ensure compliance with the above criteria.

Prior Year Status: Not monitoring compliance with the above requirements of the Davis-Bacon Act was reported as a finding in the Single Audits of the CNMI for fiscal years 1990 through 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Davis-Bacon Act - Highway Planning and Construction
CFDA #20.205

Finding No. 2001-16

Criteria: The role of the Technical Services Division (TSD), within the CNMI's Department of Public Works (DPW), is to monitor federally funded construction projects. TSD is to ascertain that contract laborers are properly paid. The CNMI's Department of Public Works has established procedures whereby selected personnel perform random interviews of employees at job sites to ascertain contractor compliance with labor provisions.

Condition: Of \$2,669,778 in expenditures of the Highway Planning and Construction Projects, twenty-nine expenditures, totaling \$1,910,599, were tested. Of this amount, \$1,662,599 related to expenditures on six contracts (contract #s 33-OS, 323799-OC, 327917-OC, 330068-OC, 337532-OC and 364475-OC). Documentation to ensure that random interviews were performed by TSD was not available.

Cause: The cause of the above condition is the lack of adherence to established policies and procedures to ensure that contractors are complying with contract and labor provisions.

Effect: The effect of the above condition is the possibility that employees are not properly paid and the possibility that contractors are not in compliance with contract and labor provisions.

Recommendation: We recommend that the CNMI's Department of Public Works ensure that TSD performs random interviews of employees at job sites. Furthermore, we recommend that such interviews be properly documented and maintained.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Cash Management - Highway Planning and Construction
CFDA #20.205

Finding No. 2001-17

Criteria: The *Uniform Administrative Requirements for Grants and Cooperative Agreements to State and Local Governments* (the Common Rule) states that grantees are responsible for managing day-to-day operations of grant and subgrant supported activities.

Condition: Of twenty-nine expenditures tested, totaling \$1,910,599, one request for payment amounting to \$206,264 to the FHWA could not be traced to a wire transfer indicating when the transfer was received and no documentation could be provided to support whether the request was approved or rejected. However, as a result of inquiries, communication was made with the FHWA and it was determined that the payment was denied due to insufficient documentation provided to the FHWA and no follow-up attempt has been made by the CNMI to obtain approval for the requested payment.

Cause: The cause of the above condition is unknown.

Effect: The effect of the above condition is that the CNMI is not properly monitoring reimbursement requests to the FHWA.

Recommendation: We recommend that the CNMI monitor payment requests in a timely manner and comply with the Common Rule.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Equipment and Real Property Management - All Federal Programs

Finding No. 2001-18

Criteria: The *Uniform Administrative Requirements for Grants and Cooperative Agreements to State and Local Governments* (the Common Rule) states that procedures for managing equipment, whether acquired in whole or in part with grant funds, will meet the following requirements:

- a. Property records must be maintained;
- b. A physical inventory of the property must be taken and the results reconciled with the property records at least every two years;
- c. A control system must be developed to ensure adequate safeguards to prevent loss, damage, or theft of the property;
- d. Adequate maintenance procedures must be developed to keep the property in good condition; and
- e. If the grantee or subgrantee is authorized or required to sell the property, proper sales procedures must be established to ensure the highest possible return.

Condition: The CNMI and its agencies do not maintain equipment listings that satisfy the above requirements.

Cause: The cause of the above condition is unknown.

Effect: The effect of the above condition is that the CNMI is not in compliance with federal property standards.

Recommendation: We recommend that the CNMI perform an inventory of its fixed assets and ensure compliance with applicable federal property rules and regulations.

Prior Year Status: The lack of compliance with federal property rules and regulations was reported as a finding in the Single Audits of the CNMI for fiscal years 1987 through 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Procurement and Suspension and Debarment - Technical Assistance Grants, DOI and Capital Improvement Projects
CFDA # 15.875

Procurement and Suspension and Debarment - Highway Planning and Construction
CFDA # 20.205

Finding No. 2001-19

Criteria: The *Uniform Administrative Requirements for Grants and Cooperative Agreements to State and Local Governments* (the Common Rule) requires that grantee and subgrantee contracts must include, among others, provisions for: 1) termination for cause and for convenience by the grantee or subgrantee including the manner by which it will be effected and the basis for settlement; 2) compliance with Equal Employment Opportunity; 3) compliance with the Copeland "Anti-Kickback" Act; 4) compliance with Sections 103 and 107 of the Contract Work Hours and Safety Standards Act; and 5) compliance with all applicable standards, orders, or requirements issued under Section 306 of the Clean Air Act.

Condition: Of twenty-three contracts relating to expenditures of the Capital Improvement Projects and other Technical Assistance Grants tested and seven contracts relating to expenditures of the Highway Planning and Construction Projects tested, the following exceptions were noted:

- Six contracts (contract #s 36-OS, 109-OS, 122-OS, 123-OS, 136-OS and 148-OS) relating to expenditures of the Capital Improvement Projects and other Technical Assistance Grants and one contract (contract # 364475-OC) relating to expenditures of the Highway Planning and Construction Projects did not contain provisions of compliance under the Section 306 of the Clean Air Act.
- Contract #s 36-OS, 109-OS, 122-OS, 123-OS, 136-OS and 148-OS did not contain provisions of compliance with Sections 103 and 107 of the Contract Work Hours and Safety Standards Act.

Cause: The cause of the above condition is unknown.

Effect: The effect of the above condition is noncompliance with the Common Rule relating to contract provisions.

Recommendation: We recommend that the CNMI ensure that contracts funded by federal grants specify compliance with all applicable federal laws.

Prior Year Status: The lack of compliance with the Common Rule relating to contract provisions was reported as a finding in the Single Audit of the CNMI for fiscal year 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Procurement and Suspension and Debarment - Technical Assistance Grants, DOI and Capital Improvement Projects
CFDA # 15.875

Finding No. 2001-20

Criteria: The *Uniform Administrative Requirements for Grants and Cooperative Agreements to State and Local Governments* (the Common Rule) states that grantees are responsible for managing day-to-day operations of grant and subgrant supported activities.

Condition: Of twenty-three contracts relating to expenditures of the Capital Improvement Projects and other Technical Assistance Grants tested, the contract file for 356465-OC did not include pre-award documents.

Cause: The cause of the above condition is unknown.

Effect: The effect of the above condition is that the CNMI is not in compliance with record retention policies.

Recommendation: We recommend that the CNMI properly maintain supporting documentation for contract awards and activities.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Reporting - Technical Assistance Grants, DOI and Capital Improvement Projects
CFDA # 15.875

Finding No. 2001-21

Criteria: 43 CFR Section 12.81 requires grantees to submit quarterly financial reports within a certain time period. Form SF-269 (or a reasonable facsimile thereof approved by the grantor) and Form SF-272 are required by the U.S. Department of the Interior to be filed within thirty days after the end of the period for which they are reporting.

Condition: Of twenty-one Technical Assistance Grants expending funds, totaling \$1,327,594, during the year ended September 30, 2001, we tested three grants and examined all available reports. For the three grants tested, the following exceptions were noted:

- For one grant (the CNMI Auto Tax System), all required reports for the first quarter of fiscal year 2001 were submitted on February 9, 2001, being nine days late.
- For one grant (the Brown Tree Snake), all required reports for the second, third and fourth quarters of fiscal year 2001 were not submitted in accordance with reporting requirements. Reports under this grant were submitted when requests for reimbursement were submitted to the grantor agency. This procedure was based on a verbal agreement with the grantor agency. No written agreement was made available.

Of sixteen DOI and Capital Improvement Projects grants requiring submission of quarterly SF-269 and SF-272 reports, we examined all available reports. For two grants tested, the following exceptions were noted:

- For two grants (Immigration and Labor Reforms FY97 and FY99), all required reports for the first and second quarters of fiscal year 2001 were not available. In addition, the SF-269 and SF-272 reports for the third and fourth quarters of fiscal year 2001 were submitted on August 6, 2001 and November 7, 2001, being seven and eight days late, respectively.
- For six grants relating to Capital Improvement Projects, no quarterly SF-269 and SF-272 reports were submitted. Although the CNMI is submitting drawdown and contract progress reports other than the specified SF-269 and SF-272 reports, no documentation was made available to indicate grantor approval of these reports.

Cause: The cause of the above condition is the lack of adherence to reporting requirements.

Effect: The effect of the above condition is noncompliance with 43 CFR Section 12.81 relating to reporting requirements.

Recommendation: We recommend that the CNMI's Department of Finance implement procedures that ensure required federal financial reports are filed in a timely manner.

Prior Year Status: The lack of compliance with 43 CFR Section 12.81 was reported as a finding in the Single Audit of the CNMI for fiscal year 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Reporting - Technical Assistance Grants, DOI and Capital Improvement Projects
CFDA # 15.875

Finding No. 2001-22

Criteria: Total outlays reported to the grantor should correspond to amounts reported per the general ledger and amounts submitted to the grantor agency.

Condition: Of thirty-nine nonpayroll expenditures of the CNMI's Capital Projects Fund tested, seventeen did not reflect actual expenditures on the CIP Status Report submitted to the grantor agency. Additionally, the federal portion of expenditures requested for reimbursement could not be agreed, as no supporting documentation was available to reconcile the variances.

Business Unit	Drawdown Per CIP Status Report	Expenditure Per CIP Status Reports (Federal portion only)	Drawdown Variance	Amount Per CIP Status Reports (Total Federal and Local)	Amount Per General Ledger (Total Federal and Local)	General Ledger Variance
4803	\$ 1,209,143	\$ 1,245,655	\$ (36,512)	\$ 1,556,654	\$ 1,556,654	\$ -
4952	\$ 334,370	\$ 417,150	\$ (82,780)	\$ 521,437	\$ 521,437	\$ -
4957	\$ 404,359	\$ 400,000	\$ 4,359	\$ 500,000	\$ 500,000	\$ -
4973	\$ 263,487	\$ 178,525	\$ 83,962	\$ 224,423	\$ 224,423	\$ -
4997	\$ 248,403	\$ 321,333	\$ (72,930)	\$ 438,324	\$ 438,324	\$ -
5001	\$ 163,874	\$ 132,956	\$ (30,918)	\$ 180,634	\$ 180,634	\$ -
5101	\$ 838,479	\$ 780,063	\$ 58,416	\$ 1,551,399	\$ 1,568,502	\$ (17,103)
5106	\$ 237,117	\$ 259,790	\$ (22,673)	\$ 519,850	\$ 519,850	\$ -
5116	\$ 347,824	\$ 374,312	\$ (26,488)	\$ 748,624	\$ 748,623	\$ 1
5133	\$ 86,235	\$ 86,235	\$ -	\$ 172,470	\$ 187,000	\$ (14,530)
5153	\$ 642,144	\$ 656,567	\$ (14,423)	\$ 1,313,134	\$ 1,313,135	\$ (1)
5156	\$ 63,898	\$ 65,709	\$ (1,811)	\$ 131,418	\$ 131,419	\$ (1)
5170	\$ 992,932	\$ 1,186,585	\$ (193,653)	\$ 2,373,170	\$ 2,373,169	\$ 1
5808	\$ 522,854	\$ 602,071	\$ (79,217)	\$ 1,003,451	\$ 772,108	\$ 231,343
5825	\$ 97,589	\$ 265,549	\$ (167,960)	\$ 443,443	\$ 443,443	\$ -
5829	\$ 436,777	\$ 496,935	\$ (60,158)	\$ 827,220	\$ 827,220	\$ -
5831	\$ 198,112	\$ 42,393	\$ 155,719	\$ 70,756	\$ 330,186	\$ (259,430)

Cause: The cause of the above condition is unknown.

Effect: The effect of the above condition is the lack of updating the CIP Status Report to reflect subsequent transactions/adjustments and the lack of established procedures to ensure that supporting documentation is properly maintained.

Recommendation: We recommend that the CIP Status Report be reviewed on a regular basis to ensure updated information is reflected before submission to the grantor and that all transactions are properly supported.

Prior Year Status: The lack of updating the CIP Status Report was reported as a finding in the Single Audit of the CNMI for fiscal year 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Reporting - Nutrition Assistance Program
CFDA # 10.551

Finding No. 2001-23

Criteria: The NAP Management Evaluation Unit (MEU) is required to conduct reviews and submit reports within specified deadlines as stated in the Manual of Operations Section IX.

Condition: During the year ended September 30, 2001, the MEU reviewed active and negative cases, performed random home visits, full field investigations and coupon procedures. Based on this review, MEU produced monthly reports for both active and negative cases and quarterly reports for active cases only. Although these reports were submitted, deadlines were not met for the first, second and third quarters. Reports for active and negative cases were delayed at an average of seventy, and one hundred and sixteen days, respectively.

Furthermore, based on the MEU review, the error rate for processing and determining eligibility increased from 19% to 22% for active cases and from 12% to 28.5% for negative cases compared to prior year.

Cause: The cause of the above condition is inadequate manpower and equipment. Management has advised us that the increase in error rate was caused by an increase in the number of NAP participants as well as the high turnover of manpower in both the Certification Unit and the MEU.

Effect: The effect of the above condition is that the CNMI is not in compliance with the requirements set forth in the Manual of Operations Section IX.

Recommendation: We recommend that the CNMI ensure all reporting deadlines are met, in accordance with the Manual of Operations Section IX.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Reporting - Nutrition Assistance Program
CFDA # 10.551

Finding No. 2001-24

Criteria: The NAP Memorandum of Understanding requires that the CNMI submit a Financial Status Report (SF-269) every quarter within thirty days after the end of the reporting period and a final SF-269 ninety days after the end of reporting fiscal year.

Condition: The SF-269 reports for the first and second quarters were delayed by fifty-one and one day, respectively. In addition, the final report was submitted sixty days late.

Cause: The cause of the above condition is unknown.

Effect: The effect of the above condition is that the CNMI is not in compliance with the reporting requirements stated in the Memorandum of Understanding.

Recommendation: We recommend that the CNMI establish policies and procedures to ensure all reporting requirements are met.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Reporting - Medical Assistance Program
CFDA # 93.778

Finding No. 2001-25

Criteria: Section 4.4 of the CNMI's Medicaid Operational Plan requires the Medicaid Agency to submit all required reports within stipulated deadlines. In accordance with the requirements of the Division of Payment Management, the Report of Federal Cash Transactions (PMS 272) is due forty-five days after the end of each quarter.

Condition: The PMS 272 reports for the first and second quarters of fiscal year 2001 were submitted ninety-nine and fifteen days, respectively, after the deadline.

Cause: The cause of the above condition is that problems were encountered with the Payment Management System.

Effect: The effect of the above condition is that the CNMI is not in compliance with Section 4.4 of the Medicaid Operations Plan.

Recommendation: We recommend that the PMS 272 report be submitted on or before the deadline.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Special Tests and Provisions - Medical Assistance Program
CFDA # 93.778

Finding No. 2001-26

Criteria: Section 4.7 of the CNMI's Medicaid Operational Plan requires the Medicaid Agency to enter into a provider agreement, on a yearly basis, with each provider who furnishes medical services to Medicaid recipients.

Condition: Of ten service provider agreements tested, two service provider agreements were not made available.

Cause: The cause of the above condition is unknown.

Effect: The effect of the above condition is that payments are being made to medical service providers who may not have a valid service provider agreement.

Recommendation: We recommend that the CNMI Medicaid program establish policies and procedures to ensure payments are made to valid medical services providers. Additionally, we recommend such agreements be properly maintained on file.

Prior Year Status: The lack of compliance with Section 4.7 of the Medicaid Operational Plan was reported as a finding in the Single Audit of the CNMI for fiscal year 2000.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Special Tests and Provisions - Medical Assistance Program
CFDA # 93.778

Finding No. 2001-27

Criteria: Section C of the State Buy-in Agreement provides that the CNMI will pay the Federal Supplementary Medical Insurance Trust Fund, at such time and place as the Health Care Financing Administration (HCFA) may by instructions prescribe, an amount for each month equal to the supplementary medical insurance (SMI) premium for that month, determined in accordance with Section 1839 of the Social Security Act. Accordingly, HCFA prescribed that insurance premiums are due every first day of the billing month and not later than the twenty-fifth of the month (grace period).

Condition: CNMI Medicaid incurred delays in the payment of Medicare premiums to HCFA for the months of October 2000, March 2001 and July 2001. Payment delays totaled twenty-five days or an average of eight days late.

Cause: The cause of the above condition is a time lag of eight to twenty-five days in the processing of Medicare premiums.

Effect: The effect of the above condition is noncompliance with Section C of the Buy-In Agreement.

Recommendation: We recommend that the CNMI establish policies and procedures to provide efficient processing of Medicaid premiums and ensure payment requirements are adhered to.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Special Tests and Provisions - Medical Assistance Program
CFDA # 93.778

Finding No. 2001-28

Criteria: Section 1.4 of the CNMI Medicaid Operational Plan requires the Medicaid Agency to utilize the Medical Referral Committee to advise on matters pertaining to health and medical care services in the CNMI. The Committee authorizes approval for off-island care when required services are not available on-island.

Condition: We were not able to determine whether off-island care was authorized by the Medical Referral Committee.

Cause: The cause of the above condition is the authorization forms could not be located.

Effect: The effect of the above condition is there is no assurance that off-island care was previously authorized by the Medical Referral Committee.

Recommendation: We recommend that the Medicaid Agency ensure that all off-island care authorizations be properly filed and maintained.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2001

Special Tests and Provisions - Nutrition Assistance Program
CFDA # 10.551

Finding No. 2001-29

Criteria: Section 24 of the Memorandum of Understanding (MOU) and Title X, Section A & B of the NAP Manual of Operations provides certain requirements for food retail stores to become eligible as a NAP Authorized Retailer. The procedures/requirements include: the processing of the NAP Authorized Retailer application within thirty days from receipt and applicants must carry at least 10% local food products from its gross sales.

Condition: Of ten NAP authorized retailers tested, the review and approval of eligibility application by one retailer was made in seventy-four days. Furthermore, only three of the ten retailers complied with the 10% requirement of local food products from gross sales.

Cause: The cause of the above condition is that the CNMI did not strictly implement eligibility requirements. We have been advised that retailers had difficulty in meeting the 10% requirement.

Effect: The effect of the above condition is noncompliance with the specific requirements of MOU and Manual of Operations.

Recommendation: We recommend that the CNMI ensure that NAP Authorized Retailers are in compliance with all eligibility requirements. If certain requirements may not be met, the grantor agency should be consulted.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Unresolved Prior Year Findings and Questioned Costs
Year Ended September 30, 2001

Questioned Costs

The prior year Single Audit report on compliance with laws and regulations noted the following questioned costs that were unresolved at September 30, 2001:

Questioned costs as previously reported	\$ 265,187
Questioned costs of fiscal year 2001 Single Audit	<u>145,572</u>
Unresolved questioned costs at September 30, 2001	\$ <u>410,759</u>

Unresolved Findings

The status of unresolved findings is discussed in the Schedule of Findings and Questioned Costs section of this report (pages 47 through 77).



Office of the Secretary
Department of Finance

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Corrective Action Plans for Findings and Questioned Costs included in the Independent Auditors' Reports on Internal Control and on Compliance for the Year Ended September 30, 2001

Financial Statement Findings Section

Finding No. 2001-1

Name of Contact Person:

Frank B. Villanueva, Secretary of Finance
Michael S. Sablan, Public Auditor

Corrective Action:

CNMI component units are required to have audits performed on an annual basis. The Office of the Public Auditor has been working with the autonomous agencies noted to bring their annual audits current.

Proposed Completion Date:

FY2002

Finding No. 2001-2

Name of Contact Person:

Bernadita C. Palacios, Acting Director Finance & Accounting

Corrective Action:

We are in the process of reviewing grant receivable balances on our books and adjusting balances that are not valid. The non CIP Federal grant receivable balance was reduced by \$2.2 million from the previous year end. Our analysis indicates that the old grant receivables are mainly the result of grant receipts not being posted to the proper grant year resulting in one year's grant receivable being overstated and the next year understated. We feel the total net adjustment to receivables will be minimal.

Proposed Completion Date:

FY2002

Corrective Action Plans for Findings and Questioned Costs included in the Independent Auditors' Reports on Internal Control and on Compliance for the Year Ended September 30, 2001, Continued
Page Two

Finding No. 2001-3

Name of Contact Person:

Lina Villagomez, DPH Technical/Financial Analyst

Corrective Action:

DPH agrees with the findings but has made major progress in the past years in correcting the problems. The receivable balance was reduced by \$17.6 million from the previous year. Implementing policies and procedures, as recommended by the auditors, will help but will not resolve the backlog in the processing of bills or decrease the huge outstanding receivable. The cause of the problem is a combination of inefficiency of the present computer billing system, inadequate FTE's in the Billing and Collection Office, non payment of bills by the Government Health Insurance (GHI) program and inclusion of Medicaid expenditures beyond the annual cap as receivables. Medicaid expenditures above the annual cap represent over one third of the total receivable and GHI represents fifty percent of the remaining outstanding receivable. Improving the computer billing system and resolving the huge outstanding balance with GHI is included as a major task in the CNMI wide Financial Management Improvement Plan. A new faster, larger capacity computer system has been installed and data migration/conversion completed. CHC is now in the process of installing software upgrades for accounts receivable, third party billing, laboratory and pharmacy.

Proposed Completion Date:

No completion date can be projected at this time.

Finding No. 2001-4

Name of Contact Person:

Frank B. Villanueva, Secretary of Finance

Corrective Action:

The \$1,971,831 was booked as audit adjustments by our auditors in Fiscal Years 1996-98, representing Commonwealth Utility Corporation (CUC) assessments for the Office of the Public Auditor, with the offsetting entry to reserve for related assets. The receivable from the Tinian Casino Gaming Control Commission (TCGCC) is also offset by an entry to reserve for related assets. We will transfer the offsetting entries from reserve for related assets to reserve for uncollectible accounts receivable for FY2002.

We are discussing with CUC offsetting payables and receivables to each other rather than carrying them on both our books. We expect to complete this in FY2003. There are ongoing discussions with the TCGCC regarding accelerated repayment of the loan. There is no estimate of when it might be fully paid at this time.

Proposed Completion Date:

FY2002/2003

Corrective Action Plans for Findings and Questioned Costs included in the Independent Auditors' Reports on Internal Control and on Compliance for the Year Ended September 30, 2001, Continued
Page Three

Finding No. 2001-5

Name of Contact Person:

Lina Villagomez, DPH Technical/Financial Analyst

Corrective Action:

The Department of Public Health will furnish the Department of Finance with a copy of the FY2002 actual inventory results along with a covering memo requesting DOF to book the ending balances.

Proposed Completion Date:

FY2002

Finding No. 2001-6

Name of Contact Person:

Bernadita C. Palacios, Acting Director Finance & Accounting
Herman Sablan, Director, Procurement & Supply

Corrective Action:

We are currently reconciling the advance to vendors and received not vouchered accounts and making adjustments. Even though the expense is posted during the receiving function, it appears that the debit advance amount is not being closed for prepaid items, leaving an offsetting credit open in the received not vouchered account. We are reviewing FMS procurement receiving procedures to determine if modifications need to be made to handle receipt of prepaid items. Reconciliation procedures will be developed to reconcile the advance to vendors and received not vouchered account balances.

Proposed Completion Date:

FY2003

Finding No. 2001-7

Name of Contact Person:

Bernadita C. Palacios, Acting Director Finance & Accounting

Corrective Action:

We have implemented automated sub ledgers by traveler for our travel advance accounts. This was completed in FY99. Advance and voucher filing procedures are now being enforced so that new advances are not issued if there are pending outstanding advances. Payroll deductions are being made if vouchers are not filed in a timely manner. We are reviewing and clearing old balances. Outstanding advances were reduced by \$500,000 during FY99 and another \$200,000 in FY2000. FY2001 results show a further drop of \$777,000 in outstanding travel balances. Approximately 50% of the total balance outstanding is reserved against fund balance on the balance sheet.

Proposed Completion Date:

Already 90% implemented. Remaining adjustments to be completed in FY2002.

Finding No. 2001-8

Name of Contact Person:

Bernadita C. Palacios, Acting Director Finance & Accounting
Herman Sablan, Director, Procurement and Supply

Corrective Action:

Implementation of the new Fixed Asset module began during FY98 and is continuing. New assets added since that time are being recorded in the system. Existing assets must be inventoried and manually entered into the system. We have been awarded a grant through U.S. Department of the Interior to assist in the implementation and currently are working with a consultant to develop capitalization policies and fully implement the Fixed Asset module. The General Fixed Assets Account Group was adjusted during FY2000 to remove the FY91 completed construction projects as infrastructure is not required to be booked as yet, the records were incomplete and most of the projects booked belonged to proprietary component units. Inventories of each department are to be completed during 2002 and results entered into the Fixed Asset module during 2002.

Proposed Completion Date:

FY2002

Finding No. 2001-9

Name of Contact Person:

Bernadita C. Palacios, Acting Director Finance & Accounting
Herman Sablan, Director, Procurement & Supply

Corrective Action:

We are reviewing FMS procurement receiving procedures to determine if modifications need to be made to handle receipt of prepaid items. It appears that the debit advance amount may not always be closed for prepaid items leaving an offsetting credit open in the received not vouchered account. We are reviewing and adjusting balances where needed. Reconciliation procedures will be developed to reconcile received not vouchered balances on a monthly basis.

Proposed Completion Date:

FY2002

Finding No. 2001-10

Name of Contact Person:

Catherine Villagomez, SOF Office Financial Manager

Corrective Action:

The FY97 conversion of remaining appropriation balances for local CIP projects was incorrectly done. We have completed researching the correct remaining balances and have included these balances in our quarterly reporting for FY2001. All FMS corrections should be completed in FY2002.

Finding No. 2001-10, Continued

Proposed Completion Date:

FY2002

Finding No. 2001-11

Name of Contact Person:

Antoinette Calvo, CNMI Treasurer

Corrective Action:

We are currently working with our banks to simplify collateralization agreements. The current practice of requiring a listing of specific securities requires constant updating of the listings as securities mature or are bought and sold. The State of Hawaii uses a three party agreement between the state, its banks and the bank's depository bank for Federal Reserve clearings that guarantees the amount of securities necessary to collateralize the state's deposits are reserved. We feel this arrangement will conform to the public law and simplify the collateral arrangements for both the bank and the CNMI Government.

Proposed Completion Date:

FY2002

Finding No. 2001-12

Name of Contact Person:

Frank B. Villanueva, Secretary of Finance
Edward Tenorio, Special Assistant for Management and Budget

Corrective Action:

Public Law 11-41 appropriated \$242,516,000 in expenditures so this was the actual legal spending limit. Total expenditures for FY2001 were \$230 million which approximated total resources for the previous fiscal year. The budget amounts shown were based on a reduced allotment level of \$210 million to control government expenditures recognizing there would be departments and programs that needed additional funding. Available resources in FY2001 were anticipated to be similar to the previous year and the resources received above the allotment level were to be reprogrammed where needed. The Legislature provided the Governor with 100% reprogramming authority in FY2001, so reprogramming actions by the Governor could be made to cover over expenditure based on P.L. 11-41 appropriations and additional resources above \$210 million.

Unfortunately the 9/11 terrorist attacks devastated the tourism industry and resulted in millions of dollars in lost revenue right at the end of the fiscal year. This combined with the change in administrations a few months later, resulted in the planned reprogramming not being done.

Proposed Completion Date:

FY2002

Corrective Action Plans for Findings and Questioned Costs included in the Independent Auditors' Reports on Internal Control and on Compliance for the Year Ended September 30, 2001, Continued
Page Six

Finding No. 2001-13

Name of Contact Person:

Patricia Guerrero, DPW Federal Programs Coordinator for Policy

Corrective Action:

DPW procedures require the submission of payroll records with progress billings. The records for the contracts noted in the finding may have been misplaced or overlooked. DPW will reemphasize the importance of proper review and filing procedures with its staff.

Proposed Completion Date:

FY2003

Finding No. 2001-14

Name of Contact Person:

Joseph T. Flores, NAP Administrative Officer

Corrective Action:

NAP will issue an RFP for these two contracts upon the expiration of the current agreements. The office lease expires in July 2003 and the computer software/hardware lease in March 2003.

It should be noted that CNMI Procurement Directors have approved the extensions of both leases based on extensive justifications by NAP over the years. In addition, the Federal funding agency did not object to the continued leases since they met all program requirements.

Proposed Completion Date:

FY2003

Finding No. 2001-15

Name of Contact Person:

Patricia Guerrero, DPW Federal Programs Coordinator for Policy

Corrective Action:

The standard contract language and General Conditions for construction contracts, developed by the CNMI Attorney General's Office, includes all required provisions. DPW requires contractors to submit the wage rates of workers assigned to a job within ten days of the Notice to Proceed. DPW requires submission of payroll records with progress billings for monitoring purposes. As previously noted, since there are no established Davis-Bacon wage rates for the CNMI, U.S. Department of Labor standards are based solely on the CNMI minimum wage. DPW will review and implement applicable documentation procedures.

Proposed Completion Date:

FY2003

Corrective Action Plans for Findings and Questioned Costs included in the Independent Auditors' Reports on Internal Control and on Compliance for the Year Ended September 30, 2001, Continued
Page Seven

Finding No. 2001-16

Name of Contact Person:

Patricia Guerrero, DPW Federal Programs Coordinator for Policy

Corrective Action:

DPW has established procedures and developed an Employee Personal Interview form to be used for job site employee interviews. Lack of manpower has hampered full implementation of the interview process. Contractor compliance with pay procedures is monitored as described in findings 2001-13 and 15. It should be noted that the CNMI Department of Labor and Immigration also monitors contractor adherence to labor laws and employee contracts and has a formal complaint and hearing process established. The U.S. Department of Labor also monitors and enforces labor laws.

Proposed Completion Date:

FY2003

Finding No. 2001-17

Name of Contact Person:

Antoinette Calvo, CNMI Treasurer
Bernadita C. Palacios, Acting Director Finance & Accounting

Corrective Action:

While this appears to be an isolated problem, we are reviewing our drawdown request monitoring procedures to determine if additional controls should be in place to prevent a reoccurrence of this problem.

Proposed Completion Date:

FY2003

Finding No. 2001-18

Name of Contact Person:

Bernadita C. Palacios, Acting Director Finance & Accounting
Herman Sablan, Director, Procurement and Supply

Corrective Action:

Implementation of the new Fixed Asset module began during FY98 and is continuing. New assets added since that time are being recorded in the system. Existing assets must be inventoried and manually entered into the system. We have been awarded a grant through U.S. Department of the Interior to assist in the implementation and currently are working with a consultant to develop capitalization policies and fully implement the Fixed Asset module. The General Fixed Assets Account Group was adjusted during FY2000 to remove the FY91 completed construction projects as infrastructure is not required to be booked as yet, the records were incomplete and most of the projects booked belonged to proprietary component units. Inventories of each department are to be completed during 2002 and results entered into the Fixed Asset module during 2002.

Corrective Action Plans for Findings and Questioned Costs included in the Independent Auditors' Reports on Internal Control and on Compliance for the Year Ended September 30, 2001, Continued
Page Eight

Finding No. 2001-18, Continued

Proposed Completion Date:

FY2002

Finding No. 2001-19

Name of Contact Person:

Patricia Guerrero, DPW Federal Programs Coordinator for Policy

Corrective Action:

The standard contract language and the "General Conditions" for construction contracts, developed by the CNMI Attorney General's Office, are utilized as the contract provisions that include all required and applicable provisions in the Common Rule. DPW tries to file all documents pertaining to each project in an organized filing system as part of its operating procedures. The missing provisions noted are all part of the General Conditions for all contracts. These are sometimes not included with all contract copies or become separated and filed in different locations. We will attempt to locate the missing provisions and provide copies to our auditors.

Proposed Completion Date:

Ongoing

Finding No. 2001-20

Name of Contact Person:

Herman Sablan, Director, Procurement and Supply

Corrective Action:

Despite diligent search of the files of all of the agencies involved in procuring this contract, we have been unable to locate pre-award documents for review and testing by the auditors. However, those involved in the procurement remember the existence of such documents.

Proposed Completion Date:

Ongoing

Finding No. 2001-21

Name of Contact Person:

Virginia Villagomez, CIP Coordinator
Bernadita C. Palacios, Acting Director Finance & Accounting

Corrective Action:

Late submission of reports occurred because narrative program reports were not received on time from the project managers. Verbal extensions were received over the phone from DOI. Our records indicate the reports stated as missing in the finding are in the file at the CIP Coordinators office.

Corrective Action Plans for Findings and Questioned Costs included in the Independent Auditors' Reports on Internal Control and on Compliance for the Year Ended September 30, 2001, Continued
Page Nine

Finding No. 2001-21, Continued

Corrective Action, Continued:

The SF 269/270 reports are only required at the completion of each project. The format of the quarterly reports submitted is acceptable to DOI as more than one project is being reported under each grant. In DOI's letter of June 25, 2000 regarding the FY98 Single Audit findings (a copy was provided to the auditors), they stated "I would also like to note for the record concerning finding 98-53, that the financial reporting by the CNMI to the Department of the Interior was wholly satisfactory in FY 1998 and remains so to this day." This should document that the grantor agency approves the method of reporting.

Proposed Completion Date:

Ongoing

Finding No. 2001-22

Name of Contact Person:

Virginia Villagomez, CIP Coordinator

Corrective Action:

Differences occurred due to entries not correctly dated in the FMS or misposting of drawdowns to the wrong account. Correcting entries will be made where needed. In most cases, the differences correct themselves on a cumulative basis.

Proposed Completion Date:

Ongoing

Finding No. 2001-23

Name of Contact Person:

Eleanor S. Cruz, NAP MEU Supervisor

Corrective Action:

NAP agrees with the finding. As noted in the finding cause, inadequate manpower, high turnover and a significant increase in the number of NAP participants were the factors resulting in reporting deadlines being missed and an increase in the error rate. The funding agency provided for two additional staff but high turnover resulted in continued under staffing during the fiscal year. Full staffing was not achieved until August 2002.

Proposed Completion Date:

FY2003

Corrective Action Plans for Findings and Questioned Costs included in the Independent Auditors' Reports on Internal Control and on Compliance for the Year Ended September 30, 2001, Continued
Page Ten

Finding No. 2001-24

Name of Contact Person:

Bernadita C. Palacios, Acting Director Finance & Accounting

Corrective Action:

We will make every effort to insure required reports are submitted in a timely manner. In the cases cited in the finding, extensions were requested from and approved via email by the grantor agency. Reports were submitted within the extension time granted. The email approvals are in the grant file folder except for first quarter which we were unable to locate.

Proposed Completion Date:

FY2002

Finding No. 2001-25

Name of Contact Person:

Bernadita C. Palacios, Acting Director Finance & Accounting

Corrective Action:

We will make every effort to insure required reports are submitted in a timely manner. In the cases cited in the finding, a problem accessing the grant in the PMS system resulted in delays in submitting the first and second quarter reports. Emails relating to this problem are in the grant file.

Proposed Completion Date:

FY2002

Finding No. 2001-26

Name of Contact Person:

Frances C. Babauta, Accountant III, Medicaid

Corrective Action:

The two agreements we cannot locate copies of are with long time providers in Hawaii. We have requested copies through our Honolulu medical referral office but have not received the copies as yet.

Proposed Completion Date:

FY2002

Finding No. 2001-27

Name of Contact Person:

Frances C. Babauta, Accountant III, Medicaid
Antoinette Calvo, CNMI Treasurer

Finding No. 2001-27, Continued

Corrective Action:

We are uncertain why the delay in reaching the bank occurred. As noted in the finding criteria, payments made by the 25th of the month fall within the grace period. The March and July checks were dated in time to meet the deadline but were not receipted by the Bank until a week later which resulted in the payments being 7 and 2 days late respectively. The October check was issued and receipted by the bank on November 7, 13 days past the due date. According to our records, all FY2002 Medicare insurance checks were issued prior to the due date. The Medicaid Office has submitted the billings to the Department of Finance on a timely basis

Proposed Completion Date:

FY2002

Finding No. 2001-28

Name of Contact Person:

Frances C. Babauta, Accountant III, Medicaid

Corrective Action:

We provided copies of authorization letters to our auditors for all but 4 of the selected referrals. The Medical Referral Office could not locate three of the letters at the time of this response and could not release one letter as it contained the patient's medical history.

Proposed Completion Date:

FY2002

Finding No. 2001-29

Name of Contact Person:

Frances P. Roberto, NAP R&R Officer

Corrective Action:

NAP will insure applicants are in compliance with all eligibility requirements. The delay in processing one retailer application occurred due to the application being incomplete and requests by the retailer for additional time to submit complete documents. Original application should have been voided and new complete one submitted rather than updating old one.

The current Manual of Operations allows the 10% local food products rule to be waived at NAP's discretion for good causes. Rota and Tinian retailers have a difficult time selling local fish and produce as most families are engaged in fishing and farming and buy few of these products from the stores. In addition, the requirement may be waived if there are no other authorized NAP retailers in close proximity to a significant population of clients.

Proposed Completion Date:

FY2002



Office of the Secretary Department of Finance

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Summary Schedule of Prior Audit Findings

Status of all audit findings included in the Schedule of Findings and Questioned Costs for the year ended September 30, 2000:

Financial Statement Findings Section:

- Finding No. 2000-1 - Not corrected. See corrective action plan to Finding No. 2001-1.
- Finding No. 2000-2 - Corrective action was taken.
- Finding No. 2000-3 - Not corrected. See corrective action plan to Finding No. 2001-2.
- Finding No. 2000-4 - Not corrected. See corrective action plan to Finding No. 2001-3.
- Finding No. 2000-5 - Corrective action was taken.
- Finding No. 2000-6 - Not corrected. See corrective action plan to Finding No. 2001-5.
- Finding No. 2000-7 - Not corrected. See corrective action plan to Finding No. 2001-7.
- Finding No. 2000-8 - Not corrected. See corrective action plan to Finding No. 2001-8.
- Finding No. 2000-9 - Not corrected. See corrective action plan to Finding No. 2001-9.
- Finding No. 2000-10 - Not corrected. See corrective action plan to Finding No. 2001-10.
- Finding No. 2000-11 - Not corrected. See corrective action plan to Finding No. 2001-11.
- Finding No. 2000-12 - Corrective action was taken.
- Finding No. 2000-13 - Not corrected. See corrective action plan to Finding No. 2001-12.

Federal Award Findings and Questioned Costs Section:

- Finding No. 2000-14 - Not corrected. See corrective action plan to Finding No. 2001-13.
- Finding No. 2000-15 - Not corrected. See corrective action plan to Finding No. 2001-15.
- Finding No. 2000-16 - Not corrected. See corrective action plan to Finding No. 2001-18.
- Finding No. 2000-17 - Not corrected. See corrective action plan to Finding No. 2001-19.

Status of all audit findings included in the Schedule of Findings and Questioned Costs for the year ended September 30, 2000, Continued:

Page Two

Federal Award Findings and Questioned Costs Section, Continued:

Finding No. 2000-18 - Not corrected. See corrective action plan to Finding No. 2001-21.

Finding No. 2000-19 - Not corrected. See corrective action plan to Finding No. 2001-22.

Finding No. 2000-20 - Corrective action was taken.

Finding No. 2000-21 - Not corrected. See corrective action plan to Finding No. 2001-26.