


COMMONWEALTH OF THE
NORTHERN MARIANA ISLANDS

INDEPENDENT AUDITORS' REPORTS ON
INTERNAL CONTROL AND ON COMPLIANCE

YEAR ENDED SEPTEMBER 30, 2002

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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 financial statements of the Commonwealth of the Northern Mariana Islands (CNMI) as of and for the year ended September 30, 2002, and have issued our report thereon dated October 14, 2003, which report was qualified due to: 1) our inability to determine the propriety of taxes receivables, receivables from federal agencies, advances, other liabilities and accruals, due to component units and reserve for continuing appropriations and their effect on the determination of revenues and expenditures for all Governmental Activities; 2) the omission of the Commonwealth Utilities Corporation from the Component Units; and 3) our inability to determine the propriety of inventory and capital assets of the Northern Marianas College. 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 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 52 through 79) as items 2002-9 through 2002-26. We also noted certain immaterial instances of noncompliance, which we have reported to management of the CNMI in a separate letter dated October 14, 2003.

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 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 financial statements. Reportable conditions are described in the accompanying Schedule of Findings and Questioned Costs as items 2002-1 through 2002-8, 2002-16 and 2002-18.

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 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, of the reportable conditions described above we consider items 2002-1 through 2002-3 and 2002-5 through 2002-8, 2002-16 and 2002-18 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 October 14, 2003.

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

October 14, 2003



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, 2002. 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 52 through 79). 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 2002-11 through 2002-26 in the accompanying Schedule of Findings and Questioned Costs, the CNMI did not comply with requirements regarding allowable costs/cost principles, eligibility, 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, 2002.

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 2002-11 through 2002-26.

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 2002-12 and 2002-18 to be material weakness.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the CNMI as of and for the year ended September 30, 2002, and have issued our report thereon dated October 14, 2003, which report was qualified due to: 1) our inability to determine the propriety of taxes receivables, receivables from federal agencies, advances, other liabilities and accruals, due to component units and reserve for continuing appropriations and their effect on the determination of revenues and expenditures for all Governmental Activities; 2) the omission of the Commonwealth Utilities Corporation from the Component Units; and 3) our inability to determine the propriety of inventory and capital assets at the Northern Marianas College.

Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards (pages 7 through 48) is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the 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 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 taxes receivables, receivables from federal agencies, advances and other liabilities and accruals of all Governmental Activities been determinable, is fairly stated, in all material respects, in relation to the basic 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

October 14, 2003

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Programs Selected for Audit
in Accordance with OMB Circular A-133
Year Ended September 30, 2002

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	\$ 19,445,328
	15.875	Technical Assistance Grants	1,021,638
	15.875	Commonwealth Development Authority	804,046
	15.875	Public Works	<u>41,474</u>
			21,312,486
U.S. Department of Agriculture	10.551	Nutrition Assistance Program	7,184,994
U.S. Department of Health and Human Services	93.778	Medical Assistance Program	<u>2,099,910</u>
Total program expenditures tested			\$ <u>30,597,390</u>
Total federal program expenditures			\$ <u>51,994,620</u>
% of total federal program expenditures tested			<u>59%</u>

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards
Federal Grants Fund
Year Ended September 30, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Agriculture						
Meat Inspection CFDA #10.475						
Meat-Poultry Inspection	A24750	\$ -	\$ -	\$ 31,262	\$ 16,732	(14,530)
Meat-Poultry Inspection	A34750	394,911	(31,609)	14,668	142,210	95,933
Sub-total CFDA #10.475		394,911	(31,609)	45,930	158,942	81,403
Nutrition Assistance CFDA #10.551						
NAP - Admin	A0551A	-	3,534	-	2	3,536
Program Benefits	A0551B	-	(94,882)	-	1	(94,881)
Management Evaluation Unit	A0551C	-	1,069	-	2	1,071
Retail & Redemption Unit	A0551D	-	657	-	-	657
NAP - Admin 09/01	A1551A	883,990	61,726	72,142	10,416	-
Program Benefits 09/01	A1551B	4,953,380	489,897	489,583	(314)	-
Manage. Eval. Unit 09/01	A1551C	226,870	11,985	12,671	686	-
Retail & Redemption Unit 09/01	A1551D	168,495	19,836	20,212	376	-
Program Income/NAP 09/01	A1551P	-	(4,735)	-	4,492	(243)
NAP - Admin 09/02	A2551A	-	-	699,329	770,618	71,289
Program Benefits 09/02	A2551B	-	-	5,018,844	6,069,917	1,051,073
Manage. Eval. Unit 09/02	A2551C	-	-	132,862	151,066	18,204
R.&R. Unit 09/02	A2551D	-	-	133,692	157,540	23,848
NAP PROGRAM INC.09/02	A2551P	-	-	8,480	-	(8,480)
Management Evaluation Unit	A2561C	-	-	-	(3)	(3)
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	-	(358)	(198)
Management Evaluation Unit	A6551C	190,124	9	-	(52)	(43)
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	(4)	-	4	-
Program Benefits	A8551B	1,027,500	26	-	(26)	-
Management Evaluation Unit	A8551C	37,444	(23,374)	-	23,374	-
NAP - Admin	A9551A	-	(3,430)	-	1	(3,429)
Program Benefits	A9551B	3,984,598	(51,166)	-	-	(51,166)
Management Evaluation Unit	A9551C	175,102	(1,185)	-	1	(1,184)
Retail & Redemption Unit	A9551D	163,819	(704)	-	-	(704.00)
Program Benefits 9/03	A3551B	5,875,459	-	554,800	-	(554,800)
Sub-total CFDA #10.551		19,671,190	413,772	7,142,615	7,184,994	456,151
Elderly Nutrition CFDA #10.570						
Elderly Feed FY01	A15701	-	14,338	14,338	4,876	4,876
Elderly Feed FFSR	A25702	-	-	17,350	57,796	40,446
Elderly Feed	A45701	-	-	-	71,813	71,813
Elderly Feed FY95	A55701	-	-	-	1,622	1,622
Elderly Feed FY99	A95701	190,646	(5,239)	-	(1)	(5,240)
Sub-total CFDA #10.570		190,646	9,099	31,688	136,106	113,517
Cooperative Forestry Assistance CFDA #10.664						
U&C Forestry - Saipan	A0664A	-	16,390	16,881	491	-
U&C Forestry - Rota	A0664B	-	3,484	3,679	195	-
FSP-ROATA	A0664C	-	1,230	1,658	428	-
U&C Forest - Tinian	A0664D	-	1,499	4,615	3,116	-
Forest Stewrd Prog	A0664E	-	1,766	5,528	3,762	-
Forest Stewrd Prog.	A0664S	-	4,615	4,615	-	-
State Fire Asst.	A06640	-	980	981	1	-
Saipan Forestry Admin	A06642	-	-	-	(605)	(605)
U&C Forestry - Saipan 09/02	A1664A	-	7,813	61,684	73,666	19,795
U&C Forestry - Rota 09/02	A1664B	-	8,763	20,768	12,784	779

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Agriculture, Continued						
<u>Cooperative Forestry Assistance</u>						
<u>CFDA #10.664, Continued</u>						
Balance Forwarded		-	46,540	120,409	93,838	19,969
For. Steward Prog. - Rota FFSR	A1664C	-	-	12,643	24,299	11,656
U&C Forestry - Tinian 09/02	A1664D	-	2,699	7,609	4,933	23
For. StewardProg-Rota FFSR	A1664E	-	-	5,093	6,718	1,625
Mngmt Plan-SPN FFSR	A1664F	-	-	9,456	19,314	9,858
Coop. Forest -SPN FFSR	A1664G	-	-	594	12,497	11,903
Conserv. Educ.-Spn FFSR	A1664H	-	-	591	591	-
Wildland Interface 05/02	A1664I	-	4,388	23,187	27,496	8,697
Conserv. Edu.-Rota FFSR	A1664R	-	-	701	3,759	3,058
For. Steward Prog. - Saipan 09/02	A1664S	-	177	14,554	20,752	6,375
State Fire Asst. 05/02	A16640	-	19,012	101,306	102,866	20,572
Seed Improvement - Tinian	A16644	-	-	-	(593)	(593)
Agriculture Experiment	A16647	-	10,903	-	(10,903)	-
U&C Forestry-SPN 09/03	A2664A	-	-	-	1,033	1,033
State Fire Asst. 05/03	A26640	-	-	-	30,835	30,835
Rural Comm Fire Protection	A26642	-	-	-	(2,603)	(2,603)
America the Beautiful	A26643	-	-	-	(15,902)	(15,902)
Meat - Poultry Inspection	A34750	-	(112,089)	-	-	(112,089)
Natural Resources Ed. Prog.	A3664A	-	-	-	(897)	(897)
Rural Fire Prevention	A46642	-	7,094	-	(7,094)	-
ATB Urban Forestry	A46643	126,100	(367)	-	-	(367)
Seedling Improvement	A46644	11,000	173	-	-	173
Forest Pest Management	A46647	10,000	28	-	1	29
Conservation Education Prog.	A4664A	4,000	166	-	-	166
Wetland Phase II FFSR	A5904A	-	-	-	(2)	(2)
ATB/Urban Forestry	A6664A	43,710	(1)	-	1	-
U&C Forestry-Rota FFSR	A6664B	-	-	-	1	1
Fire Protection - Saipan	A66641	11,977	18,088	-	(54)	18,034
U&C Forestry - Saipan	A7664A	50,516	(1,193)	-	1	(1,192)
U&C Forestry - Rota	A7664B	15,852	(1,340)	-	1	(1,339)
Seedling - Rota	A7664C	3,000	(249)	-	-	(249)
Fire Protection - Rota	A7664R	4,000	(275)	-	1	(274)
Fire Protection - Tinian	A7664T	6,000	(487)	-	1	(486)
Fire Protection - Saipan	A76641	39,997	(19,038)	-	3	(19,035)
H2O-Shed Pro & Flol	A7904S	-	(175,036)	-	-	(175,036)
U&C Forestry - Saipan	A8664A	-	(391)	-	-	(391)
U&C Forestry - Rota	A8664B	-	(9)	-	(1)	(10)
Fire Protection	A86641	-	(424)	-	(1)	(425)
U&C Forestry - Saipan	A9664A	77,406	(57)	-	1	(56)
U&C Forestry - Rota	A9664B	-	(2)	-	2	-
Fire Protection	A96641	90,000	(221)	-	1	(220)
Sub-total CFDA #10.664		493,558	(201,911)	296,143	310,895	(187,159)
<u>Soil & H2O Survey CFDA #10.903</u>						
Kagman Watershed (Waterway)	A9903T	-	104,460	530,865	426,406	1
Sub-total CFDA #10.903		-	104,460	530,865	426,406	1
<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	-	1,143	-	-	1,143
EQIP Ed. Prog. Tinian	A8912T	-	1,700	1,700	-	-
Sub-total CFDA #10.912		-	2,843	1,700	-	1,143

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Agriculture, Continued						
<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		20,770,305	477,940	8,048,941	8,217,343	646,342
U.S. Department of Commerce						
<u>Interjurisdictional Fisheries Act</u>						
<u>CFDA #11.407</u>						
Bottom Fish Studies	C7407B	-	(1)	-	1	-
Sub-total CFDA #11.407		-	(1)	-	1	-
<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	-	74,517	97,003	24,356	1,870
FY00 CRM Program Income	C0419P	-	(300)	-	-	(300)
NPS Pollution	C04191	-	2	3,768	3,766	-
Coastal Hazard	C04192	-	(65,359)	(57,260)	8,136	37
Imple. Nonpoint Plan	C04193	-	981	981	-	-
Base Grant 03/02	C1419A	-	601,011	611,796	9,783	(1,002)
NPS Pollution 03/02	C1419B	-	37,223	37,222	(1)	-
FY01 CRM Program Income	C1419P	-	(34,244)	-	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	70,638	-	(25,644)
Base Grant (306) 03/03	C2419A	-	-	546,835	644,896	98,061
NPS Pollution (6217) 03/03	C2419B	-	-	12,414	13,392	978
Coastal Hazard (309) 03/03	C2419C	-	-	35,622	41,329	5,707
CRM FY'02 PROGRAM INCOME	C2419P	-	-	98,554	47,102	(51,452)
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	-	(13,502)	1,456
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	C54190	-	-	-	(1)	(1)
Non-Point Source	C54191	-	-	-	1	1
Coastal Hazard	C54192	-	-	-	1	1
(308) Legal Counsel FFSR	C54193	-	-	-	(1,055)	(1,055)
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	-	(5,325)	(497)
AD&C H. Mngr	C64193	27,000	1,094	-	-	1,094
FY96 Program Income	C6419A	366,841	98	-	3	101
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	(1,601)
Base Grant	C84190	548,916	1	-	(1)	-
FY98 Program Income	C8419A	-	(32,335)	-	2,093	(30,242)
Base Grant	C9419A	572,820	(1)	-	1	-
CRM Program Income	C9419G	-	-	-	(2,093)	(2,093)
NPS Pollution	C94191	45,448	(2)	-	2	-

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Commerce, Continued						
<u>Coastal Zone Mgmt. CFDA #11.419, Continued</u>						
Balance Forwarded		4,835,418	391,156	1,457,573	1,221,970	155,553
Coastal Hazard	C94192	93,552	(1)	-	1	-
Sub-total CFDA #11.419		4,928,970	391,155	1,457,573	1,221,971	155,553
<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	-	23,826	46,123	14,834	(7,463)
West Pac Fisheries	C0437A	-	3,439	3,440	1	-
CRM/Coral Reef 08/02	C1426A	-	3,353	63,800	68,830	8,383
West Pac Fish 06/02	C1437A	-	42,746	139,781	102,040	5,005
West Pac Fisheries 06/03	C2437A	-	-	-	25,840	25,840
West Pacific Fish	C44371	-	(4,853)	-	4,853	-
West Pacific Fish	C44372	108,307	(6,612)	-	6,612	-
West Pac Info	C54372	-	-	-	1	1
West Pacific Fish Info.	C64372	45,000	(2,945)	-	2,944	(1)
West Pac Fisheries FFSR	C7437A	-	-	-	(1)	(1)
West Pacific Fisheries	C8437A	-	(15,220)	-	-	(15,220)
West Pacific Fisheries	C9437A	135,000	(114)	-	2	(112)
Sub-total CFDA #11.437		288,307	43,620	253,144	225,956	16,432
Total U.S. Department of Commerce		5,389,407	450,248	1,710,717	1,450,355	189,886
U.S. Department of Education						
<u>Inst. of Museum & Library Ser CFDA #45.310</u>						
LSTA/Lib. Tech.	F0310B	-	41,489	41,491	-	(2)
LSTA/Lib. Tech. FFSR	F1310B	-	-	-	50,615	50,615
LSTA/Joeten Kiyu FFSR	F2310A	-	-	-	6,506	6,506
LSTA/Lib. Tech.	F9310B	-	32,080	32,338	-	(258)
Sub-total CFDA #45.310		-	73,569	73,829	57,121	56,861
<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 CFDA #84.126</u>						
Voc. Rehab./Admin. 09/01	E0126B	-	355,284	460,992	120,017	14,309
VR./ConumServ. 09/01	E0126C	-	170,622	275,267	104,645	-
VR./S.R.C. 09/01	E0126D	-	22,438	26,009	3,571	-
Voc. Rehab./Admin. 09/02	E1126C	-	30,824	246,379	232,367	16,812
Voc.Rehab/Cons. Svs 09/02	E1126D	-	2,590	131,369	140,362	11,583
Voc.Rehab./S.R.C. 09/02	E1126E	-	-	15,834	19,664	3,830

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Education, Continued						
<u>Rehabilitation Services Basic Support</u>						
<u>CFDA #84.126, Continued</u>						
Balance Forwarded		-	581,758	1,155,850	620,626	46,534
Voc.Rehab./Admin. 09/03	E2126C	-	-	66,946	108,174	41,228
VocRehab/Cons. Svs 09/03	E2126D	-	-	40,526	72,429	31,903
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	113,592	-	-	113,592
Voc. Rehab. - Admin.	E8126A	198,705	(23)	-	-	(23)
VR Case Service	E8126B	311,682	(2)	-	-	(2)
VR. Admin/C-SERV.	E9126A	-	(290,709)	-	-	(290,709)
VR Admin/C-SERV	E9126C	788,661	290,718	-	-	290,718
Sub-total CFDA #84.126		2,341,545	698,102	1,263,322	801,229	236,009
<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	14,709	5,978	373
VR Indep. Lvng 09/02	E1169A	-	10,996	10,996	-	-
VR-Consumer SVS 09/02	E1169B	-	9,097	12,620	3,974	451
VR-Indep. Lvng (SILC) 09/03	E2169A	-	-	3,096	4,339	1,243
VR-Consumer SVS 09/03	E2169B	-	-	8,269	9,947	1,678
VR-Independent Living	E7169A	43,407	(1)	-	-	(1)
VR-Independent Living 09/99	E8169A	54,102	-	-	454	454
VR-Independent Living 09/00	E9169A	-	11,859	11,859	-	-
VR-Ind. Liv./Consumers 09/00	E9169B	-	12,775	15,732	2,958	1
Sub-total CFDA #84.169		97,509	66,339	89,790	27,650	4,199
<u>Independent Living/Old. Blind</u>						
<u>CFDA #84.177</u>						
Ind. Lvng/Older Blind	E0177B	-	26,073	40,000	13,926	(1)
Ind. Lvng/OlderBlind 09/02	E1177B	-	-	36,102	35,955	(147)
Ind. Lvng/Older Blind 09/03	E2177B	-	273	2,538	17,956	15,691
Sub-total CFDA #84.177		-	26,346	78,640	67,837	15,543
<u>Supported Employment Services</u>						
<u>CFDA #84.187</u>						
VR Supp.employ/CS 09/01	E0187A	-	-	660	659	(1)
VR Supp.employ/CS 09/02	E1187A	-	-	603	603	-
VR-Supported Employ.	E7187A	47,690	1,654	6,365	5,969	1,258
VR-Supported Employ.	E8187A	-	(116)	5,512	5,639	11
Sub-total CFDA #84.187		47,690	1,538	13,140	12,870	1,268
<u>Technology Assistance CFDA #84.224</u>						
Assistance for Disabled 09/02	E0224A	-	41,667	-	239	41,906
Assist. for Disabled 09/02	E1224A	-	91,660	-	5,653	97,313
Assist. for Disabled 09/02	E2224A	-	1,399	-	96,106	97,505
Assistance for Disabled	E6224A	150,000	(318)	-	-	(318)
Assistance for Disabled	E7224A	152,813	2	-	-	2

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Education, Continued						
Technology Assistance CFDA #84.224, Continued						
Balance Forwarded		302,813	134,410	-	101,998	236,408
Assistance for Disabled	E9224A	150,000	302	-	-	302
Sub-total CFDA #84.224		452,813	134,712	-	101,998	236,710
Rehabilitation Training CFDA #84.265						
VR Service Training	E1265A	-	4,367	18,930	14,260	(303)
VR Service Training 09/02	E2265A	-	-	-	10,803	10,803
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	-	20,524	20,524	271	271
Sub-total CFDA #84.265		28,660	32,993	39,454	25,334	18,873
Total U.S. Department of Education		3,183,673	1,044,162	1,558,175	1,094,039	580,026
U.S. Department of Energy						
State Energy Conser. CFDA #81.041						
State Energy Program 09/00	N0041A	-	(2)	-	-	(2)
State Energy Prog.	N1041A	-	14,054	14,055	-	(1)
State Energy Prog. FFSR	N2041A	-	-	110,456	147,799	37,343
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	13,914	124,511	147,799	37,202
Energy Conservation for Institutional Building CFDA #81.052						
Diamond Shamrock FFSR	N00741	-	-	-	364	364
Closed Out Grant-Conversion	N10528	-	-	-	(250)	(250)
Closed Out Grant-Conversion	N20520	-	-	-	(223)	(223)
Striper Direct Chrg FFSR	N30740	-	-	39,428	-	(39,428)
ICP C-XVI	N40520	32,990	(1)	-	-	(1)
ICP - Administration	N60510	22,473	(1,140)	-	-	(1,140)
Closed Out Grant - Conversion	N60526	-	1	-	-	1
Oil Warner Fund FFSR	N70742	-	-	413	-	(413)
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)	39,841	(109)	(60,726)
Consolidated Grant CFDA #81.074						
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	48,061	-	(1)
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	52,638	1,056	40,021
S.E.P. Initiatives CFDA #81.117						
SEP Initiative FFSR	N1117A	-	-	3,209	3,500	291
Total U.S. Department of Energy		814,578	84,741	220,199	152,246	16,788

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Defense						
<u>Defense Environmental Restoration</u>						
<u>CFDA #12.113</u>						
DERP Funds (DSMOA) 09/02	P0113D	-	-	-	12,216	12,216
Department of Defense Grant	P46005	-	(16,214)	-	-	(16,214)
DERP Funds (DSMOA)	P8113D	59,240	30,028	29,691	-	337
Sub-total CFDA #12.113		59,240	13,814	29,691	12,216	(3,661)
<u>US Dept. of Defense (Navy) CFDA# 61.755</u>						
Anatahan MOA 9/01/02	D1755A	-	-	100,000	96,751	(3,249)
Total U.S. Department of Defense		59,240	13,814	129,691	108,967	(6,910)
U.S. Environmental Protection Agency						
<u>Nonpoint Source Implementation Grants</u>						
<u>CFDA #66.460</u>						
Garapan Watershed Proj.	P9600F	-	3,806	15,229	30,305	18,882
<u>Beach Monitoring and Notification Program</u>						
<u>CFDA #66.472</u>						
DEQ/Beach Grant	P2600N	-	-	8,389	16,510	8,121
NPS/Marine Monitor	P56004	117,686	1	-	-	1
Marine Monitoring - NPS	P86001	-	(1)	1,805	1,805	(1)
Sub-total CFDA #66.472		117,686	-	10,194	18,315	8,121
<u>Environmental Justice Hazardous Substances</u>						
<u>Research Small Grants to Community Groups</u>						
<u>CFDA #66.604</u>						
Env Justice Project	P1600M	-	1,400	5,383	4,985	1,002
<u>Consolidated Grant CFDA #66.600</u>						
FY 00 DEQ Base Grant 09/00	P06000	-	(2)	-	-	(2)
FY 00 DEQ Program Income	P06002	-	(2,377)	-	-	(2,377)
D. Schmidt (IPA)	P1600A	-	-	61,825	61,825	-
IAG FFSR	P1600E	-	-	54,398	54,398	-
FY 01 DEQ Base Grant	P16000	-	291,503	321,011	29,508	-
FY 01 DEQ Program Income	P16002	-	(5,067)	(1,230)	-	(3,837)
DEQ/PSA Project	P2600Q	-	-	8,260	9,700	1,440
FY02 DEQ Base Grant	P26000	-	-	885,807	1,222,290	336,483
FY2002 DEQ Prog. Income	P26002	-	-	214,945	131,507	(83,438)
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
LauLau Watershed	P56006	123,000	7,785	-	-	7,785
FY96 DEQ Program Income	P66002	194,054	1,591	-	-	1,591
DEQ/CRM Watershed Atlas	P6600G	66,500	1	-	-	1
FY97 EPA Base Grant	P76000	885,701	1	-	-	1
FY97 DEQ Program Income	P76002	138,818	1	-	-	1
LauLau Revegetation	P76003	31,500	1	-	-	1
Wetland Demonstration	P8600G	110,000	1	-	-	1
Comm-Educ. Project	P8600H	17,463	1,068	1,553	789	304
FY98 EPA Base Grant FSR	P86000	-	1	-	-	1
FY98 DEQ Program Income	P86002	-	(1)	-	-	(1)
Road Drainage Proj.	P9600A	-	-	10,517	10,517	-
Compost. Animal Bedding	P9600C	-	87	86	-	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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Environmental Protection Agency, Continued						
<u>Consolidated Grant CFDA #66.600, Continued</u>						
Balance Forwarded		2,436,322	284,060	1,557,172	1,520,534	247,422
EPA/DEQ Base Grant	P96000	1,187,214	(1,545)	-	-	(1,545)
FY00 DEQ Program Income	P96002	291,137	1	-	-	1
Sub-total CFDA #66.600		3,914,673	282,516	1,557,172	1,520,534	245,878
<u>Pesticide Environmental Stewardship Regional Grants CFDA #66.714</u>						
Pesticide Containment	P8600K	-	-	-	2,500	2,500
<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	288,817	1,587,978	1,576,639	277,478
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	-	458	-	-	458
Sub-Grantee Adm. 03/01	M95485	-	-	4,780	-	(4,780)
SARA	M90110	13,000	(571)	-	-	(571)
Sub-total CFDA #83.011		30,333	5,697	4,780	-	917
<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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Federal Emergency Management Agency, Continued						
<u>Disaster Assistance CFDA #83.516</u>						
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)	-	(599)	(34,815)
<u>HMGP State Management Costs CFDA #83.519</u>						
Hazard Mitigation	M45190	213,503	(80,309)	-	-	(80,309)
HMGP S/Management Cost-Keith	M9519A	26,352	7,675	19,953	15,114	2,836
Grantee Admin	M9519B	-	(2,836)	480	480	(2,836)
S/Management Cost-Paka	M95190	48,212	7,790	48,917	966	(40,161)
S/Management Grantee Adm.	M95191	-	425	2,424	1,903	(96)
SUB GRANTEE ADMIN 3/01	M95487	-	-	8,230	637	(7,593)
Grantee Admin	M95488	-	-	550	557	7
Sub-total CFDA #83.519		288,067	(67,255)	80,554	19,657	(128,152)
<u>Hurricane CFDA #83.520</u>						
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
<u>Earthquake CFDA #83.521</u>						
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
<u>Terrorism/Non-Terrorism EMPG CFDA #83.522</u>						
EMPG Non-Terrorism 12/00	M0552A	-	(1)	-	-	(1)
EMPG Terrorism 12/00	M0552B	-	(1)	-	-	(1)
Sub-total CFDA #83.522		-	(2)	-	-	(2)
<u>Food and Shelter CFDA #83.523</u>						
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
<u>State and Local Asst. CFDA #83.534</u>						
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
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Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October - 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
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 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	(9,405)	3,013	5,546	(6,872)
Sub-total CFDA #83.543		76,496	(18,513)	3,013	5,546	(15,980)
<u>Public Assistance Grants CFDA #83.544</u>						
T-Keith IFGP - Base Grant	M8544B	250,000	254,643	-	-	254,643
T-Keith PA Base Grant	M8544C	-	147,675	492,708	394,856	49,823
T-Keith PA Grantee Admin.	M8544D	4,981	426	7,471	5,720	(1,325)
T-Keith State Admin. Cost	M8544E	-	86,288	122,615	130,961	94,634
T-PAKA State Admin. Cost	M8544F	-	18,226	44,296	62,978	36,908
T-PAKA Sub/Grant Admin.	M8544G	-	-	2,484	732	(1,752)
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	-	(382,403)	17,923	429,127	28,801
T-PAKA PA Grantee Admin.	M8544T	1,777	304	5,543	4,385	(854)
Sub-total CFDA #83.544		306,758	41,832	693,040	1,028,759	377,551
<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)	-	1,554	1,077
HMGP Sub-Grantee EMO 12/00	M9548E	-	-	-	1,046	1,046
HMGP-Grantee Adm. FFSR	M9548I	-	-	393	700	307
Grantee Adm.	M9548L	-	110	341	231	-
Grantee Admin.	M9548O	-	115	596	481	-
HMGP-East Harbor/Rota	M95480	-	30,904	139,743	108,839	-
HMGP-H2O Supply-CUC 3/01	M95481	-	1,171	25,077	25,078	1,172
HMGP Sub-Grantee Admin 3/01	M95482	-	-	1,276	1,276	-
HMGP - Grantee Admin 3/01	M95483	15,172	40	231	(3,289)	(3,480)
HMGP - Grantee Admin 3/01	M95484	-	-	3,876	3,841	(35)
Sub-total CFDA #83.548		63,772	32,817	171,533	139,757	1,041
<u>Terrorism/Non Terrorism Grant CFDA #83.552</u>						
EMPG Non-Terror	M1552A	-	77,151	123,963	62,433	15,621
EMPG Terrorism	M1552B	-	5,305	6,906	1,601	-
EMPG Non-Terror	M2552A	-	-	210,137	351,322	141,185
EMPG Terrorism	M2552B	-	-	23,401	33,613	10,212
Sub-total CFDA #83.552		-	82,456	364,407	448,969	167,018

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
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Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Federal Emergency Management Agency, Continued						
<u>Firefighters Assistance-DPS CFDA #83.554</u>						
Firefighters (DPS) FFSR	M1554A	-	-	-	144,776	144,776
Total U.S. Federal Emergency Management Agency		2,850,220	16,642	1,317,327	1,786,865	486,180
U.S. Department of Health and Human Services						
<u>Bioterrorism Program CFDA #93.003</u>						
Bioterrorism Prog. 03/04	H2003A	-	-	-	8,619	8,619
<u>Aging - Supportive Services CFDA #93.044</u>						
Support Services - Saipan 09/00	H0044A	-	(5,979)	17,653	11,380	(12,252)
Support Services - Rota	H0044R	-	284	2,686	2,402	-
Support Services - Tinian	H0044T	-	223	2,266	2,043	-
C/Geriatric	H06104	60,785	382	-	-	382
Supportive Service - Saipan	H06105	137,325	28,779	-	-	28,779
Support Services - Saipan	H1044A	-	29,493	176,878	155,063	7,678
Support Serv.-Rot. 09/01	H1044R	-	-	3,514	4,262	748
Support Serv.-Tin. 09/01	H1044T	-	-	5,563	6,518	955
Support Serv.-Spn 09/02	H2044A	-	-	24,054	62,993	38,939
Support Serv.-Rot. 09/02	H2044R	-	-	856	2,831	1,975
Support Serv.-Tin. 09/02	H2044T	-	-	-	1,964	1,964
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	(1,511)	-	-	(1,511)
Support Services - Tinian	H8044T	-	(182)	-	-	(182)
Support Services - Saipan	H9044A	180,873	10,634	-	-	10,634
Support Services - Rota	H9044R	2,945	1,724	213	-	1,511
Sub-total CFDA #93.044		885,634	265,046	233,683	249,456	280,819
<u>Aging - Nutrition Services CFDA #93.045</u>						
Home Del. Meals - Saipan 09/00	H0045A	-	-	31,373	31,372	(1)
Home Del. Meals - Rota 09/00	H0045B	-	102	1,659	1,100	(457)
Home Del. Meals - Tinian 09/00	H0045C	-	1,533	3,871	2,338	-
Congregate Meals - Rota 09/00	H0045R	-	(625)	(3)	-	(622)
Congregate Meals - Saipan 09/00	H0045S	-	34,192	56,402	22,211	1
Congregate Meals - Tinian 09/00	H0045T	-	1,204	4,448	3,200	(44)
Home Del. Meal - Saipan	H1045A	-	(867)	4,956	13,591	7,768
Home Del. Meal - Rota	H1045B	-	15,660	22,410	6,312	(438)
Home Del. Meal - Tinian	H1045C	-	95	16,510	20,198	3,783
Congregate Meals - Rota	H1045R	-	4,767	12,923	5,655	(2,501)
Congregate Meals - Saipan	H1045S	-	(3,433)	123,920	171,595	44,242
Congregate Meals - Tinian	H1045T	-	(2,478)	2,520	6,679	1,681
Home Del. Meals - Saipan 09/02	H2045A	-	-	-	(14,506)	(14,506)
Home Del. Meals - Rota 09/02	H2045B	-	-	9,641	15,584	5,943
Home Del. Meals - Tinian 09/02	H2045C	-	-	-	(2,328)	(2,328)
Congregate Meals - Rota 09/02	H2045R	-	-	6,548	5,325	(1,223)
Congregate Meals - Saipan 09/02	H2045S	-	-	12,047	2,610	(9,437)
Congregate Meals - Tinian 09/02	H2045T	-	-	-	(2,169)	(2,169)
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

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Health and Human Services, Continued						
<u>Aging - Nutrition Services CFDA #93.045, Continued</u>						
Balance Forwarded		391,169	54,135	309,225	288,767	33,677
Home Delivered Meals	H5635B	25,200	(1)	-	-	(1)
Home Delivered Meals	H5635C	24,520	1	-	-	1
Home Deliver Meals - Saipan	H9045A	39,882	7,220	-	-	7,220
Home Deliver Meals - Rota	H9045B	15,059	(633)	-	-	(633)
Home Deliver Meals - Tinian	H9045C	15,059	452	558	-	(106)
Congregate Meals - Rota	H9045R	18,339	(436)	-	-	(436)
Congregate Meals - Saipan	H9045S	202,390	(8,411)	-	-	(8,411)
Congregate Meals - Tinian	H9045T	18,338	(3,959)	-	-	(3,959)
Sub-total CFDA #93.045		749,956	48,368	309,783	288,767	27,352
<u>Aging - In Home Services CFDA #93.046</u>						
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	10,628	10,629	-	(1)
Home Delivered Meals - Tinian	H7046D	13,858	2	-	-	2
Congregate Meals - Saipan	H8046A	202,393	(2)	-	-	(2)
Home Deliver Meal - Saipan	H8046B	40,284	(19,626)	(10,629)	-	(8,997)
Home Deliver Meal - Tinian	H8046D	14,858	(2,707)	-	-	(2,707)
Congregate Meal - Tinian	H8046T	18,338	2,841	-	-	2,841
Sub-total CFDA #93.046		362,498	(13,486)	-	-	(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 09/01	H1046A	-	11,182	64,302	53,120	-
T-III/NFCSP 09/02	H2046A	-	-	558	1,952	1,394
Sub-total CFDA #93.052		-	11,182	64,860	55,072	1,394
<u>Maternal and Child Health Federal Consolidated Programs CFDA #93.110</u>						
SSDI Program	H0110W	-	2,263	25,517	23,252	(2)
SSDI Prog.	H1110W	-	-	41,843	50,143	8,300
Comm. Based Family	H6110A	170,885	(100)	-	-	(100)
State System Development	H8110B	175,364	1	-	-	1
SSDI Program 9/29/00	H91100	-	1	-	-	1
Sub-total CFDA #93.110		346,249	2,165	67,360	73,395	8,200
<u>Tuberculosis Control CFDA #93.116</u>						
TB Control	H01160	-	(1)	-	-	(1)
TB Control	H11160	-	49,761	147,096	97,335	-
TB Control	H21160	-	-	149,477	191,974	42,497
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	49,835	296,573	289,309	42,571

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Health and Human Services, Continued						
<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>						
EMSC Planning/FIR FFSR	H1127A	-	-	54,603	60,649	6,046
EMSC Planning/FIR 02/03	H2127A	-	-	16,025	18,348	2,323
EMS Planning (Ops.)	H5127A	49,986	(2)	-	-	(2)
Sub-total CFDA #93.127		49,986	(2)	70,628	78,997	8,367
<u>PATH Project CFDA #93.150</u>						
PATH Homeless Program	H0150A	-	1,918	2,576	658	-
PATH Homeless Program	H1150A	-	2,250	33,653	37,690	6,287
PATH Homeless Program	H2150A	-	-	-	492	492
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	1	-	-	1
PATH Homeless Program	H9150A	-	1	-	-	1
Sub-total CFDA #93.150		135,700	5,427	36,229	38,840	8,038
<u>Office of Adv. Of Telehealth CFDA #93.211</u>						
Telemedicine	H1211A	-	9,135	22,189	13,054	-
<u>Family Planning Services CFDA #93.217</u>						
Family Planning 12/00	H0217F	-	(1)	-	-	(1)
Family Planning	H1217F	-	22,630	78,406	55,775	(1)
Family Planning	H2217A	49,097	24,387	-	-	24,387
Family Planning	H2217F	-	-	44,483	64,865	20,382
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)
Sub-total CFDA #93.217		443,704	51,098	122,889	120,640	48,849
<u>Community Health Centers CFDA #93.224</u>						
CHC Planning & Dev.	H52240	25,000	562	-	-	562
<u>Universal Newborn Screening CFDA #93.251</u>						
Newborn Screening FFSR	H1251A	-	-	56,738	56,738	-
<u>Childhood Immunization CFDA #93.268</u>						
Immunization Prog.	H1268A	-	42,578	145,707	103,126	(3)
Immunization Program	H2268A	-	-	76,084	107,846	31,762
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	(1)	-	-	(1)
Immunization Project	H9635A	10,689	(8,361)	-	-	(8,361)
Sub-total CFDA #93.268		1,218,133	35,595	221,791	210,972	24,776

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Health and Human Services, Continued						
CDC Technical Assistance CFDA #93.283						
Tobacco Prevention 5/01	H0283A	-	(1)	-	-	(1)
Tobacco Prevention 05/02	H1283A	-	1,474	67,823	67,326	977
Tobacco Prevention 05/03	H2283A	-	-	3,523	13,734	10,211
Tobacco Prevention 5/00	H9635A	-	(4)	-	-	(4)
Sub-total CFDA #93.283		-	1,469	71,346	81,060	11,183
Family Preservation CFDA #93.556						
Train & Admin. - DYS 09/01	H0556E	-	5,319	21,926	16,608	1
Train & Admin. - DYS 09/02	H1556E	-	579	35,661	52,756	17,674
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	-	(1)	-	-	(1)
Teen Bound Proj. 09/00	H9556B	-	-	-	-	-
Swim & Safety Club - DYS	H9556C	-	1	-	-	1
Sub-total CFDA #93.556		154,684	9,894	57,587	69,364	21,671
Low Income Home Energy Assistance CFDA #93.568						
Low Income (LIHEAP)	H0568A	-	(1,450)	(1,450)	-	-
Low Income (LIHEAP)	H0568B	-	1,450	1,450	-	-
Low Income (LIHEAP)	H1568E	-	20,238	23,152	2,914	-
Res. Energ.Asst. (Admin) 02/03	H1568F	-	-	21,166	31,063	9,897
Res. Energ.Asst. (Ops) 02/03	H1568G	-	-	2,846	5,372	2,526
Low Income (LIHEAP) 09/03	H2568A	-	-	28,528	28,528	-
LIHEAP (Lev.Incent) 09/03	H2568B	-	-	27,297	27,297	-
Low Income LIHEAP	H36680	-	-	-	618	618
Low Income Energy	H46650	23,161	23,161	-	-	23,161
Closed Out Grant-Conversion	H76650	-	-	1,790	-	(1,790)
Sub-total CFDA #93.568		23,161	43,399	104,779	95,792	34,412
CFDA #93.610						
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

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Health and Human Services, Continued						
<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 Services 09/02	H0630B	-	(1)	-	-	(1)
DD Plan & Admin	H1630A	-	6,791	16,603	9,812	-
DD Services	H1630B	-	28,585	65,428	36,844	1
Program Income FY92	H25503	-	(156)	50	-	(206)
DD Plan & Admin. 09/03	H2630A	-	-	23,739	32,474	8,735
DD Services 09/03	H2630B	-	-	88,315	118,455	30,140
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	2	-	-	2
Sub-total CFDA #93.630		795,451	35,538	194,135	197,585	38,988
<u>PIP Is. Style Proj. CFDA #93.631</u>						
PIP Is. Style Proj. 01/01	H9631A	-	(2,580)	-	-	(2,580)
<u>Social Services Consolidated Grant CFDA #93.667</u>						
Child Family Serv. 09/01	H0667A	-	107,283	110,684	3,401	-
Child Protect. Serv. 09/01	H0667B	-	48,378	48,378	-	-
Comm. Servs. 09/01	H0667C	-	33,268	33,270	-	(2)
Child Family Serv. 09/02	H1667A	-	49,787	503,794	587,419	133,412
Child Protect. Serv. 09/02	H1667B	-	3,424	141,651	175,650	37,423
Community Svcs-DYS 09/02	H1667C	-	6,856	119,224	150,183	37,815
Child Family Serv.09/03	H2667A	-	-	7,800	24,892	17,092
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	54,993	56,063	-	(1,070)
Child Protect Serv. 09/00	H9667B	-	27,231	27,232	-	(1)
Community Svcs - DYS 09/00	H9667C	-	14,486	14,487	-	(1)
LIHEAP Program	H9667D	-	18,285	18,285	-	-
Sub-total CFDA #93.667		2,108,400	(378,153)	1,080,868	941,545	(517,476)

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Health and Human Services, Continued						
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	H1767B	-	493,763	493,763	-	-
SCHIP (Redist98) A/C	H1767C	-	-	234,870	234,870	-
SCHIP (Redist99) 09/02	H1767D	-	-	-	325,551	325,551
CHIP - M.A.P.	H2767A	-	-	-	363,825	363,825
Sub-total CFDA #93.767		-	493,763	728,633	924,246	689,376
Medical Assistance CFDA #93.778						
Medicaid Admin. 09/00	H07780	-	(1)	-	-	(1)
Medicaid Admin. 09/01	H17780	156,000	11,452	10,528	-	924
Medicaid/MAP	H17781	1,854,000	367,000	343,354	-	23,646
Medicaid Admin. 09/02	H2778A	96,000	-	105,560	96,000	(9,560)
Medicaid/MAP 09/02	H2778B	2,003,910	-	1,904,338	2,003,910	99,572
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	(4,656)	-	-	(4,656)
Medicaid - Admin.	H57781	93,390	(1)	-	-	(1)
Medicaid - Admin.	H67781	-	22	-	-	22
Medicaid Admin.	H77780	-	(4,510)	-	-	(4,510)
Medicaid - M.A.P.	H77781	1,232,000	1,643	-	-	1,643
Medicaid - M.A.P.	H86106	439,933	23,681	-	-	23,681
Medicaid - Admin.	H87780	61,400	(5)	-	-	(5)
Medicaid - M.A.P.	H87781	849,600	295	-	-	295
Medicaid - Admin.	H97780	-	(1)	-	-	(1)
Medicaid - Local Match	N/A	-	-	2,099,910	2,099,910	-
Sub-total CFDA #93.778		9,081,054	676,565	4,463,690	4,199,820	412,695
Real Choice Sys./Starter Grant CFDA #93.779						
Starter Grant 12/02	H1779A	-	25,750	49,145	24,250	855
Community Youth Program CFDA #93.871						
Com. Youth Program	H28180	-	(5,000)	-	-	(5,000)
T-II/HIV Emerg. Relief Grant CFDA #93.917						
HIV Relief	H1917A	-	6,062	50,000	43,938	-
HIV Relief 03/03	H2917A	-	-	-	7,990	7,990
Sub-total CFDA #93.917		-	6,062	50,000	51,928	7,990
AIDS/HIV-Title III Grant CFDA #93.918						
AIDS/HIV Grant	H19180	-	4,701	11,534	35,100	28,267
AIDS/HIV Grant	H99180	-	20,015	26,711	6,695	(1)
Sub-total CFDA #93.918		-	24,716	38,245	41,795	28,266

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Health and Human Services, Continued						
<u>Cooperative Agreements for State-Based</u>						
<u>Comprehensive Breast Cancer CFDA #93.919</u>						
Diabetes Task Force	H0612A	-	3,271	11,467	8,196	-
Breast/Cer Cancer	H09190	-	66,547	381,566	419,057	104,038
HIV Prevention 12/31/00	H0940A	-	(2)	-	-	(2)
Diabetes Task Force	H1612A	-	942	42,493	71,240	29,689
HIV Prevention	H1940A	-	17,849	93,414	75,567	2
HIV Prevention	H2940A	-	-	24,831	41,214	16,383
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	(2)	-	-	(2)
Sub-total CFDA #93.919		967,599	88,601	553,771	615,274	150,104
<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>Trauma EMS/HRSA CFDA #93.952</u>						
Trauma EMS/DPH 07/03	H29520	-	-	-	2,813	2,813
<u>Community Mental Health CFDA #93.958</u>						
Communitie Mntl Hlth 09/00	H0958A	-	3,452	3,451	-	1
Mntl Hlth Data Infra. FFSR	H12300	-	-	4,604	5,231	627
Community Mntl Hlth	H1958A	-	10,318	49,427	48,488	9,379
Community Mntl Hlth 09/03	H2958A	-	-	3,617	9,455	5,838
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	(768)	-	-	(768)
Sub-total CFDA #93.958		124,600	10,757	61,099	63,174	12,832
<u>Substance Abuse Block Grant CFDA #93.959</u>						
Substance Abuse 09/01	H09590	-	16,720	17,259	539	-
Substance Abuse	H19590	-	38,724	186,441	172,306	24,589
Substance Abuse 09/03	H29590	-	-	26,846	54,348	27,502
Program Income	H4959P	4,200	(11,505)	-	-	(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	(2,852)	-	-	(2,852)
Sub-total CFDA #93.959		659,804	39,767	230,546	227,193	36,414
<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	7,993	-	2,581
<u>Diabetes Control CFDA #93.988</u>						
State Based Prog.	H09880	-	5,333	5,333	-	-
State Based Prog.	H19880	-	21,663	110,174	83,336	(5,175)

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Health and Human Services, Continued						
<u>Diabetes Control CFDA #93.988, Continued</u>						
Balance Forwarded		-	26,996	115,507	83,336	(5,175)
State Based Prog. 03/03	H29880			-	10,903	10,903
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	26,994	115,507	94,239	5,726
<u>Preventive Health Services CFDA #93.991</u>						
Prev. Hlth Serv.	H0991A	-	20,478	20,861	383	-
Prev. Hlth Serv.	H1991A	-	374	32,933	40,361	7,802
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	(20)	-	-	(20)
Sub-total CFDA #93.991		202,995	17,662	53,794	40,744	4,612
<u>Alcohol & Drug Block CFDA #93.992</u>						
Handicapped	H19920	-	-	-	2,344	2,344
Alcohol & Drug	H99920	100,000	(2,344)	-	-	(2,344)
Sub-total CFDA #93.992		100,000	(2,344)	-	2,344	-
<u>Maternal & Child Health CFDA #93.994</u>						
Maternal & Child Health 09/01	H0994A	-	107,920	123,446	15,524	(2)
Mat'l Child Hlth.	H1994A	-	3,542	221,711	371,970	153,801
Mat'l Child Hlth. 09/03	H2994A	-	-	-	6,167	6,167
Maternal & Child	H4994A	189,066	(20,916)	-	-	(20,916)
Maternal & Child	H5994A	424,326	2,344	-	-	2,344
Maternal & Child Health	H6994A	481,693	618,770	-	-	618,770
Maternal & Child Health	H7994A	22,314	(651,906)	-	-	(651,906)
Maternal & Child Health	H8994A	59,380	(3,253)	-	-	(3,253)
Maternal & Child Health	H9994A	489,794	(1,365)	-	-	(1,365)
Sub-total CFDA #93.994		1,666,573	55,136	345,157	393,661	103,640
<u>Sexually Transmitted Diseases CFDA #93.997</u>						
STD Prevention 12/00	H0997A	-	-	-	-	-
STD Prevention	H1997A	-	17,875	34,920	17,045	-
STD Prevention	H2997A	-	-	24,063	37,685	13,622
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	17,801	58,983	54,730	13,548
Total U.S. Department of Health and Human Services		25,203,242	2,344,350	9,768,001	9,605,416	2,181,765
U.S. Department of Housing and Urban Development						
<u>Home Program Grant CFDA #14.239</u>						
FY93 Home Program Admin.	U3239A	-	-	-	(2,000)	(2,000)
FY93 Home Program	U32390	-	-	-	(5,372)	(5,372)
FY97 Home Program Admin.	U7239A	-	-	48,300	-	(48,300)
Total U.S. Department of Housing and Urban Development		-	-	48,300	(7,372)	(55,672)

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of the Interior						
CFDA #15.145						
Qtrly Labor Force Survey	I6145A	52,500	(1)	-	-	(1)
Sports Fish Restoration CFDA #15.605						
Tuna - Data - S.W. Region	C2605E	7,500	7,269	-	(7,269)	-
Fisheries Program 10/00	I0605C	-	(1)	-	2	1
Boating Access Prog.	I0605F	-	3,683	76,492	72,809	-
FY00 Prog. Income (Marina (O&M))	I0605P	-	(1,597)	-	(2)	(1,599)
Sportfish Restoration AT	I06051	646,500	43,743	-	-	43,743
F&W Coordinator FFSR	I0610C	-	-	-	40	40
Aquatic Educ. Prog.	I1605A	-	3,170	26,851	23,681	-
F&W Coordination	I1605B	-	20,493	31,767	11,274	-
Fisheries Program	I1605C	-	15,498	69,229	53,731	-
Aggregating Device	I1605E	-	35,025	94,996	59,971	-
Boating Access Prog.	I1605F	-	83	57,767	57,684	-
FY01 Prog. Income	I1605P	-	82,384	85,218	2,834	-
F&W Coordination FFSR	I2605B	-	-	114,991	140,894	25,903
F&W Fisheries Prog. 06/03	I2605C	-	-	304,082	354,017	49,935
Boating Access Prog.03/03	I2605F	-	-	147,722	234,084	86,362
FFY02 P.I (Marina) FFSR	I2605P	-	-	109,357	187,069	77,712
Aquatic Educ. Prog. FFSR	I26051	-	-	25,865	33,063	7,198
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
Boat Access - S/Dock	I4605F	-	-	-	1	1
Aquatic Hunter & Ed.	I5605A	129,968	(1)	-	1	-
Fisheries & Research	I5605D	413,631	5,684	-	1	5,685
S/Cove Prog. Income Carryover	I5605P	-	117,506	-	-	117,506
F&W Coordination	I5610C	-	-	-	(1)	(1)
F&W Office Building	I5611A	60,000	627	-	-	627
Aquatic Education	I6605A	-	(1)	-	(3,190)	(3,191)
Sportfish Research	I6605D	-	(4,482)	-	10,760	6,278
S/Cove Program Income FY96	I6605P	-	516	-	2	518
F&W Coordination	I6610C	-	(67)	-	(4,512)	(4,579)
Wildlife Research	I6611P	162,717	(3,680)	-	6,542	2,862
Aquatic & Wildlife Education	I7605A	-	334	-	(334)	-
F&W Coordination	I7605B	142,444	(1)	-	1	-
Sportfish Research	I7605C	561,171	17,693	-	(16,295)	1,398
FY97 Prog. Income (Marina)	I7605P	-	87,243	-	3	87,246
Aquatic Education	I8605A	-	1,481	-	-	1,481
FY98 Program Income	I8605P	-	(87,245)	-	(1)	(87,246)
F&W Coordination	I9605B	-	113	-	1	114
Fisheries Program	I9605C	-	481	-	3	484
Aggregating Device	I9605E	227,240	(2)	-	2	-
Boating Access Program	I9605F	401,368	91	61,082	60,947	(44)
FY00 Program Inc. Marina	I9605P	125,498	-	-	(1)	(1)
Sub-total CFDA #15.605		3,466,857	430,590	1,205,419	1,271,065	496,236
Wildlife Research & Restoration						
CFDA # 15.61J						
Fish & Wildlife Coordinator	I0610C	74,438	(40)	-	-	(40)
Wildlife Program 09/00	I0611A	-	(1)	-	1	-
Northern Island Project 12/01	I0611B	-	948	2,890	1,941	(1)
Wildlife Program	I1611A	-	16,956	22,169	5,213	-
Wildlife Program FFSR	I2611A	-	-	268,055	306,968	38,913
Wildlife Research	I2611P	271,200	14,122	-	(14,122)	-
F&W Research Program	I3611P	268,926	8,126	-	(8,126)	-
Wildlife Research	I4611P	-	-	-	(3,869)	(3,869)
F&W Office Building	I5611A	390,000	(627)	-	-	(627)
F&W Coordination	I6610C	-	116	-	-	116

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued
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Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of the Interior, Continued						
<u>Wildlife Research & Restoration</u>						
<u>CFDA # 15.611, Continued</u>						
Balance Forwarded		1,004,564	39,600	293,114	288,006	34,492
Wildlife Research	I6611P	-	4,975	-	-	4,975
Wildlife Research	I7611A	451,394	(69)	-	(1)	(70)
Wildlife Program	I9611A	-	67	-	2	69
Sub-total CFDA #15.611		1,455,958	44,573	293,114	288,007	39,466
<u>Wildlife Conserv & Restoration CFDA #15.625</u>						
Wildlife Conserva 6/20/03	I1625A	-	-	139	139	-
<u>Development of TTPI Islands</u>						
<u>CFDA #15.875</u>						
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	-	-	9,813	11,793	1,980
Infor. System-CHC	I0875C	-	11,094	90,695	79,601	-
Computer Purchase - EDP 12/00	I0875E	-	(1)	-	-	(1)
CRM/Coral Reef 02/04	I0875J	-	-	38,453	56,273	17,820
DEQ/Coral Reef 02/04	I0875Q	-	-	-	1,933	1,933
Technical Assist. -PSS 12/01	I0875S	-	-	54,664	54,664	-
CNMI Auto Tax Sys	I0875T	-	100,000	150,000	50,000	-
F&W/Coral Reef 02/04	I0875W	-	-	7,482	11,049	3,567
Y2K Remediu Supp	I0875Y	-	95,976	95,976	-	-
Labor Force Surveys	I08758	-	-	32,520	32,521	1
00 Brown Tree Snake	I08759	-	(1,631)	722	2,351	(2)
Brown Tree Snake	I1875A	-	90,736	159,020	90,663	22,379
FAS Migration -CHC	I1875J	-	-	132,490	132,490	-
Canine Program	I1875N	197,308	432	-	-	432
CNMI Automated Tax 08/02	I1875S	-	-	120,000	120,000	-
AITAA Conference-SOF	I1875T	-	14,999	15,000	-	(1)
Booklet for MMScouts	I1875W	-	25,000	-	-	25,000
Secure Faxnet	I18755	3,000	150	-	-	150
Brown Tree Snake Control	I18759	147,600	588	20,327	-	(19,739)
BTS-Const FFSR	I18760	-	-	33,455	33,455	-
CRM/Coral Reef 09/03	I2875C	-	-	-	2,280	2,280
BTS Awareness & Educ	I2875E	-	-	-	13,680	13,680
Closed Out Grant - Conversion	I2875H	-	1	-	-	1
Brown Tree Snake 03/03	I28759	-	-	178,904	226,092	47,188
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.	I4873I	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	I8143I	-	17,173	-	-	17,173
Enhance Project	I8875E	-	760	-	-	760
Quarterly Labor Force	I8875G	-	24,556	22,381	3,308	5,483

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of the Interior, Continued						
<u>Development of TTPI Islands</u>						
<u>CFDA #15.875, Continued</u>						
Balance Forwarded		1,299,701	505,576	1,168,040	922,153	259,689
Manpower Res. Dev.	188754	25,000	(10,100)	-	-	(10,100)
FIS & MIS MOU32	188757	172,852	41,099	-	-	41,099
Brown Tree Snake	188759	-	928	-	-	928
Solid Waste Management	188765	100,000	(27,694)	-	-	(27,694)
Computer Study-CHC	19875A	-	4,150	23,300	19,150	-
OMIP/Plant Engineer/CHC	19875B	-	12,627	38,433	35,779	9,973
CRM - Coral Reef Initiative	19875F	40,000	8,027	-	-	8,027
Quarterly Labor Force	19875G	87,000	18,592	22,988	4,556	160
Fixed Asset P&S - DOF	19875P	-	60,100	20,000	40,000	80,100
Tax Admin. Conference - DOF	19875R	10,000	1,359	-	-	1,359
DLNR Ass. of Agr.	198750	14,438	95	-	-	95
Brown Tree Snake	198759	248,000	(931)	-	-	(931)
Dev. of Hosp. Fin. System	M24002	25,000	10,000	-	-	10,000
Upgrading Nurses Program	M2403A	25,000	10,000	-	-	10,000
Civil Defense (DPI)	M25050	50,000	(112)	-	-	(112)
Sub-total CFDA #15.875		2,096,991	633,716	1,272,761	1,021,638	382,593
<u>USDOJ Unknown CFDA #15.876</u>						
Criminal Record Improvement	148731	(132,442)	(29,885)	1,503	1,503	(29,885)
Alternate Youth Activity	148757	(15,000)	(9,776)	-	-	(9,776)
DARE Training Material (DPS)	158701	-	(4,456)	-	-	(4,456)
Anti-Drug Training	158703	-	-	1,678	-	(1,678)
Anti-Drug Enforcement	158704	30,000	29,970	14,365	-	15,605
Law enforce. Exp. DYS.	158705	30,000	3,418	2,054	-	1,364
Substance Abuse-Mental Health	15871A	-	2,784	3,758	-	(974)
Substance Abuse Parole Boat	15871B	14,892	280	3,212	-	(2,932)
Ice Drug Awareness (Ayuda)	158713	-	(1)	-	-	(1)
Pilot Bike Patrol	158716	16,000	799	7,968	-	(7,169)
Substance Abuse Treat Ind.	158717	-	1,039	-	-	1,039
Sub-total CFDA #15.876		(56,550)	(5,828)	34,538	1,503	(38,863)
<u>Historic Preservation CFDA #15.904</u>						
FY 00 HPO Grant 09/01	10904A	-	(2,956)	-	2,957	1
FY92 Initial HPO	11904A	190,546	111,384	-	-	111,384
FY01 HPO Grant	11904B	-	87,432	276,674	200,698	11,456
HPO Survey/Plan	12904A	155,574	12,285	-	-	12,285
FY02 HPO Grant 09/03	12904B	-	-	-	130,552	130,552
HPO Continuation	14904B	118,430	1	-	-	1
Historic Pres. Carryover	15904A	97,503	(20,194)	-	-	(20,194)
FY96 HPO Grant	16904A	133,833	455	-	-	455
FY97 HPO Grant	17904A	53,310	69,276	-	-	69,276
FY98 HPO Grant	18904A	-	(69,293)	-	-	(69,293)
FY99 HPO Grant 09/00	19904A	199,549	(176)	-	-	(176)
FY99 HPO Grant 12/00	19904B	-	(1)	-	-	(1)
Sub-total CFDA #15.904		948,745	188,213	276,674	334,207	245,746
<u>Outdoor Recreation CFDA #15.916</u>						
Tewkesberry B. Park	11916A	25,000	1,214	-	-	1,214
Paupau Beach Park	11916P	-	13,480	45,892	35,842	3,430
Sub-total CFDA #15.916		25,000	14,694	45,892	35,842	4,644
Total U.S. Department of the Interior		7,989,501	1,305,957	3,128,537	2,952,401	1,129,821

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
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
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
Domestic Preparedness Equip. CFDA #16.007						
OSLDPS/Planning 09/03	J0007A	-	-	-	14,691	14,691
Drug Enforcement CFDA #16.047						
Arson Prev Prog. 09/03	J05796	-	-	18,972	37,521	18,549
Family Court Med Pro 9/03	J05798	-	-	6,003	13,406	7,403
Planning & Admin 06/03	J0586B	-	-	-	1,208	1,208
STOP - AG	J0586D	-	612	15,753	28,260	13,119
STOP - CHC 06/03	J0586E	-	-	3,177	11,343	8,166
STOP - DPS	J0586F	-	6,265	30,286	29,157	5,136
STOP - Ayuda Net. 06/03	J0586G	-	-	7,455	11,968	4,513
Admin. CIPA 03/04	J05890	-	-	12,193	12,572	379
Juv Pros. AG (JAIBG)	J05893	-	572	42,479	61,058	19,151
Juv Rehab Sys 03/04	J05894	-	-	1,027	6,292	5,265
Juv Sup Pro. DYS 03/04	J05895	-	-	26,952	26,985	33
Alt Inter Pro. DYS 03/04	J05896	-	-	15,280	36,118	20,838
Juv Justice Inf 03/04	J05897	-	-	19,459	21,472	2,013
Admin. CIPA	J0592A	-	(3,223)	-	911	(2,312)
Customs Enfor-ROTA	J0592B	-	(1,500)	-	-	(1,500)
Burglary Inv DPS Spn	J0592C	-	(5,650)	-	5,090	(560)
Enhanced Custom SPN	J0592D	-	(41,451)	-	36,548	(4,903)
Adult Proba SCourt	J0592E	-	(34,435)	-	30,912	(3,523)
Viol Crim Inves/TRG-Spn	J0592F	-	(13,291)	-	10,595	(2,696)
Law Enforcement/DPS-Spn	J0592G	-	(1,508)	-	1,420	(88)
Kaguan Policing DPS-Spn	J0592H	-	(5,352)	-	-	(5,352)
DARE DPS-Spn	J0592I	-	(10,930)	-	7,219	(3,711)
Policing Koban-DPS	J0592J	-	(3,000)	-	-	(3,000)
PSafety Impro Rota	J0592R	-	(13,661)	-	-	(13,661)
Commu/Equip Prog Tinian	J0592T	-	(21,000)	-	20,997	(3)
Admin. CIPA	J1592A	-	(5,183)	-	5,182	(1)
Enhanced Custom Enf.	J1592D	-	(56,634)	-	47,788	(8,846)
Adult Probation	J1592E	-	(63,646)	-	44,223	(19,423)
Law Enf/Tin-Spn	J1592G	-	(6,300)	-	3,484	(2,816)
PSafety Imp Prj Tin	J1592T	-	(16,000)	-	-	(16,000)
Wool Cinv Enh Trg-Paudl	J1592W	-	(25,000)	-	22,044	(2,956)
Admin. CIPA 09/03	J2592A	-	-	15,330	-	(15,330)
IA Investigation Trg 9/3	J2592B	-	-	10,000	-	(10,000)
Burg. Rob. Vand Inv Trng 9/3	J2592C	-	-	26,050	-	(26,050)
Detector Dog Trng (Custom) 9/3	J2592D	-	-	10,000	-	(10,000)
Adult Prob Prog (sCourt) 9/3	J2592E	-	-	50,180	-	(50,180)
Fingerprint ID Sys (DPS) 9/3	J2592F	-	-	53,590	-	(53,590)
Evidence Track Sys (SPN) 9/3	J2592L	-	-	12,500	-	(12,500)
Criminal Justice Information Sys.	J40046	-	(1)	-	-	(1)
Drug Task Force/AG	J4047C	143,381	(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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Justice, Continued						
Drug Enforcement CFDA #16.047, Continued						
Balance Forwarded		143,381	(320,317)	376,686	533,773	(163,230)
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. C/JPA 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	-	-	-	-
Admin. C/JPA 01/01	J85890	-	(5,291)	-	-	(5,291)
Juv Drug Test/Training 01/01	J85891	-	(16,097)	-	-	(16,097)
Enh Pros Training/Tech 01/01	J85892	-	(3,978)	-	-	(3,978)
Juv Pros, AG 01/01	J85893	-	(64,389)	-	-	(64,389)
Juv Det Sys Impr Program	J85894	-	(1,355)	-	-	(1,355)
Juv Sup Pro. DYS 01/01	J85895	-	(1,088)	-	-	(1,088)
Alt Inter Pro. DYS 01/01	J85896	-	(1,171)	-	-	(1,171)
Enhanced Court Sec.	J8592C	-	1	-	-	1
Enhanced Custom Enf.	J8592D	63,203	(6,748)	-	-	(6,748)
Rural Outreach (FVTF) FFSR	J95232	-	-	2,284	13,250	10,966
Rural Domestic (Supp-1) FFSR	J95233	-	-	9,022	13,749	4,727
Family Court Med Prog	J95798	-	20,350	7,281	2,881	15,950
Planning & Admin	J9586B	-	4,100	6,569	2,819	350
STOP - AG 02/01	J9586D	-	28,024	28,025	190	189
STOP - CHC 02/01	J9586E	-	28,691	28,691	-	-
STOP - DPS 02/01	J9586F	-	30,175	30,175	-	-
STOP - Karidat	J9586G	-	17,964	32,915	15,076	125
Admin. C/JPA	J95890	-	17,897	22,369	4,472	-
Enh Pros Trng/Tech	J95892	-	3,638	3,638	-	-
Juv Pros. AG (JAIBG)	J95893	-	30,395	48,020	17,625	-
Juv Det Sys Impr Program	J95894	-	19,211	22,508	3,296	(1)
Juv Sup Pro. DYS	J95895	-	32,205	31,221	(985)	(1)
Alt Inter Pro. DYS	J95896	-	32,614	38,349	5,736	1
Juv Justice Inf	J95897	-	2,898	3,400	502	-
Planning & Admin 09/00	J9592A	-	4,209	-	-	4,209
Enhanced Court Sec. 09/00	J9592C	-	7,613	-	-	7,613
Enhanced Custom Enf. 09/00	J9592D	-	15,091	-	-	15,091
Adult Probation	J9592E	29,500	8,329	-	-	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	(154,645)	691,153	612,384	(233,414)
Juvenile Justice & Delinquency Prevention						
CFDA #16.540						
Plan & Admin 09/03	J0540A	-	-	15,190	9,575	(5,615)
Tech Asst/Monitoring 0/03	J0540B	-	-	4,080	4,080	-
Youth Esteem-Kari 09/03	J0540C	-	-	2,607	4,999	2,392
Juv Police-DPS/SPN 09/03	J0540D	-	-	4,570	4,570	-
Juv Pol Unit-DPS/ROT 9/03	J0540E	-	-	1,495	3,475	1,980
PSS Grief Rec-Tin/Rot 9/03	J0540F	-	-	-	609	609
Fam Serv-Tin High Sch 9/03	J0540G	-	-	-	1,998	1,998
Teens-N-Tin Proj 9/03	J0540H	-	-	55	55	-

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Justice, Continued						
Juvenile Justice & Delinquency Prevention						
CFDA #16.540, Continued						
Balance forwarded		-	-	27,997	29,361	1,364
LRC (Para Hita/Ghisch) 9/03	J0540P	-	-	1,319	2,398	1,079
JDU Rehab Ser Pro-DYS 9/03	J0540Q	-	-	2,432	6,336	3,904
Camp Alt Risk Stu (PSS) FFSR	J0540S	-	-	5,402	7,155	1,753
Girls B/Volleyball FFSR	J0540T	-	-	-	3,172	3,172
Technical Assistance	J05402	-	1	-	-	1
Juvenile Unit (Tinian)	J05405	-	1	-	-	1
State Advisory Group	J05426	-	351	3,995	4,144	500
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	J55401	-	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.	J75401	-	(227)	-	-	(227)
Planning & Admin.	J75401	10,300	(1)	(227)	-	226
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	-	3,342	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	-	7,324	7,324	-	-
Juv Police - Tin DPS	J8540R	-	1,354	1,353	-	1
Juv Rehab Edu PSS	J8540S	-	699	700	-	(1)
Youth Haven-Tin	J8540T	-	3,369	3,369	-	-
Youth Haven (Tin)	J8540V	-	2,600	-	-	2,600
Touch/Grace Grls Hme	J8540Y	-	1,284	-	-	1,284
Planning & Admin.	J85401	-	1,948	1,948	-	-
Technical Assist.	J85402	-	9,884	9,884	-	-
Family Serv. - Kari	J85405	-	4,995	4,995	-	-
State Advis Group	J85406	-	85	85	-	-
Juv. Police - Tinian	J85407	-	3,616	3,617	-	(1)
Parent Helpline-DYS	J9540D	-	14,756	14,756	-	-
Teens in Tinian	J9540H	-	4,500	5,538	1,038	-
LRC (Para Hita/Ghisch)	J9540P	-	2,211	2,323	112	-
JDU Rehab (DYS)	J9540Q	-	14,191	14,908	717	-
DPS Juv Police-Tin	J9540R	-	3,926	4,659	1,111	378
Youth Haven Tinian FFSR	J9540T	-	-	1,257	1,257	-
Career Choices (MHS) FFSR	J9540U	-	-	2,045	-	(2,045)
Youth Haven (Tin)	J9540V	-	2	2	-	-

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Justice, Continued						
<u>Juvenile Justice & Delinquency Prevention</u>						
<u>CFDA #16.540, Continued</u>						
Balance forwarded		196,805	106,971	135,408	56,801	28,364
Y Diversion-Karidat	J9540W	-	2,135	-	1,245	3,380
Grief Rec Trg Pro	J9540X	-	3,620	-	-	3,620
Plan & Admin	J95401	-	(1)	5,512	5,512	(1)
Technical Assist.	J95402	-	198	5,074	4,876	-
Teen at Risk Prog	J95403	-	685	1,000	315	-
Family Serv. - Kari	J95405	-	614	614	3,386	3,386
State Advisory Group	J95406	-	2,363	2,363	-	-
Juv. Police Trg Tin	J95407	-	3,731	4,616	885	-
NM Sport Challenge	J95408	-	878	3,271	2,393	-
Juv. Police - Saipan	J95409	-	1,361	3,999	2,638	-
Sub-total CFDA #16.540		196,805	122,555	161,857	78,051	38,749
<u>Technical Assistance CFDA #16.541</u>						
Family Serv-Kari 9/03	J0541A	-	-	120	120	-
Tech Asst/Monitoring 9/03	J0541B	-	-	4,910	4,910	-
Youth Prev-Karidat 9/03	J0541C	-	-	4,249	4,429	180
Vil Outreach-DYS/JPU 9/03	J0541D	-	-	650	3,049	2,399
Juv Police Unit-Tin 9/02	J0541F	-	-	4,956	6,382	1,426
Sisidro Youth Center 9/03	J0541G	-	-	3,205	3,258	53
PSS Grief Trng-Tin/Rot 9/03	J0541H	-	-	-	1,522	1,522
Teens-N-Tin Proj 9/03	J0541J	-	-	2,000	2,000	-
CJPA Plan & Admin	J05410	-	228	14,226	30,272	16,274
Planning & Admin.	J05411	41,000	3,607	-	736	4,343
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)
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	6,469	-	-	6,469

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Justice, Continued						
Technical Assistance CFDA #16.541, Continued						
Balance forwarded		384,109	16,084	34,316	56,678	38,446
Sys. Impro. Tech. Assis.	J75412	5,000	675	-	-	675
CJPA Plan & Admin	J85411	-	867	-	-	867
Parent Ed.-DYS	J9541C	-	264	264	-	-
Juv Detention DYS FFSR	J9541G	-	-	-	1,707	1,707
DPS Juv Police - Saipan	J95410	-	5,048	-	-	5,048
CJPA Plan & Admin	J95411	-	8,319	2,759	9,930	15,490
Sys. Impro. Tech. Assis.	J95412	-	2,158	2,158	103	103
Youth at Risk-Kari	J95414	-	16,958	7,907	6,042	15,093
Vil Outreach Pro DYS	J95415	-	4,225	4,225	-	-
Juvenile Unit - Rota	J95416	-	3,099	5,154	2,054	(1)
Canoe Culture Yth Dev FFSR	J95417	-	-	-	3,959	3,959
JDJ Reh Serv Prog DYS	J95418	-	2,458	598	990	2,850
Tin Juv Pol Unit DPS	J95419	-	1,492	1,310	265	447
Sub-total CFDA #16.541		389,109	61,647	58,691	81,728	84,684
T-V Delinquency Prevention CFDA #16.548						
Planning & Admin. FFSR	J0548A	-	-	733	1,152	419
Teen Center - Karidat FFSR	J0548B	-	-	13,036	20,342	7,306
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.	J9548A	-	445	-	867	1,312
Teen Center - Karidat	J9548B	-	17,348	16,020	2,002	3,330
Delinquency Prev Prog	J9548C	-	7,279	3,172	3,427	7,534
Sub-total CFDA #16.548		34,650	56,330	32,961	27,790	51,159
Criminal Justice Statistics CFDA #16.550						
CNMI Justice Statistics 9/3	J1550A	-	-	-	525	525
State ANA Center	J15501	50,000	4,579	-	-	4,579
Sub-total CFDA #16.550		50,000	4,579	-	525	5,104
Crime Victim Asst. CFDA #16.575						
Vic Hotline Karidat	J05755	-	38,350	-	28,645	66,995
Criminal History Impro 9/03	J10831	-	-	-	15,738	15,738
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	(1)	-	-	(1)
Vic. Help Proj/CHC	J75753	16,500	(1)	-	-	(1)
Crime Victim Program	J75756	89,832	26,148	-	-	26,148
Planning & Admin.	J85750	-	7,726	3,615	898	5,009
Vic. Help Proj/CHC	J85753	35,000	3,491	5,810	-	(2,319)
Sub-total CFDA #16.575		477,716	104,448	9,425	45,281	140,304
Drug Control and System Improvement- Formula Grant CFDA #16.579						
Planning & Admin 09/03	J05750	-	-	-	3,963	3,963
Victim Advocacy	J05751	-	35,443	-	22,787	58,230
Guma Esperansa	J05752	-	5,325	-	44,200	49,525
Victim Help Proj	J05753	-	711	-	5,476	6,187
Family Prot (Tinian)	J05754	-	1,920	-	6,833	8,753

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Justice, Continued						
Drug Control and System Improvement- Formula Grant CFDA #16.579, Continued						
Balance forwarded		-	43,399	-	83,259	126,658
Family Viol (Rota) 09/03	J05756	-	-	-	8,247	8,247
Plan & Admin 9/03	J0579A	-	-	34,222	44,679	10,457
Batterer's Edu. Prog. 09/03	J0579D	-	-	867	1,076	209
Planning & Admin.	J05790	35,343	(4,270)	-	-	(4,270)
Interagency (AG)	J05791	-	580	44,050	56,352	12,882
Interagency Custom 9/03	J05792	-	-	29,942	36,937	6,995
Interagency (DPS) 09/03	J05794	-	-	28,399	36,590	8,191
CJPA Info Sys 09/03	J05795	-	-	6,739	16,601	9,862
Court Mngt 09/03	J05797	-	-	57,725	76,138	18,413
Victim Advo (KARIDAT) 09/04	J1575B	-	-	-	20,770	20,770
V Hotline (Karidat) 09/04	J1575F	-	-	-	11,444	11,444
FV Task Force (Rot/DPS) 09/04	J1575G	-	-	-	3,964	3,964
FV Task Force (Tin/DPS) 09/04	J1575H	-	-	-	1,052	1,052
Multi-DRTeam (PH) 09/04	J1575I	-	-	-	5,068	5,068
Planning & Admin 09/03	J1579A	-	-	-	3,730	3,730
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)
Drug Task Force - DPS	J75794	66,667	1	-	-	1
Garapan Neighbor Pro.	J8579A	-	4,768	-	-	4,768
Batterer's Ed. Prog.	J8579D	-	12,399	-	-	12,399
Planning & Admin.	J85790	-	14,320	-	-	14,320
Drug Task Force - AG	J85791	67,567	16,891	-	-	16,891
Drug Task Force - Customs	J85792	-	35,700	-	-	35,700
Diversion Prog - Court	J85793	-	6,456	-	-	6,456
Drug Task Force - DPS	J85794	-	13,307	-	-	13,307
CJIS (DPS)	J85795	-	27,306	-	-	27,306
Court Case Management/Imag.	J85797	-	3,796	-	-	3,796
Fam Court Med. Pro	J85798	-	28,698	-	-	28,698
Drug Abuse (DARE) DPP	J85799	-	12,325	-	-	12,325
Planning & Admin.	J95750	-	472	10,153	9,681	-
Victim Advocacy	J95751	-	10,175	25,990	15,815	-
Guma Esperansa FFSR	J95752	-	-	1,005	39,207	-
Victim Help Proj	J95753	-	2,451	16,093	(1,446)	(15,088)
Gumata Shelter	J95757	-	57,897	57,897	-	-
Batterer's Ed. Prog.	J9579D	-	5,468	4,841	2,212	2,839
Planning & Admin.	J95790	-	27,074	14,531	6,853	19,396
Interagency (AG)	J95791	-	51,704	27,877	4,359	28,186
Interagency (Custom)	J95792	-	32,609	23,427	230	9,412
Court Diversion	J95793	-	27,547	12,320	10,806	26,033
Interagency (DPS)	J95794	-	21,245	21,873	1,875	1,247
CJPA Info Sys	J95795	-	10,995	5,163	40,201	46,033
Court Mngt	J95797	-	31,248	18,416	4,419	17,251
Sub-total CFDA 16.579		668,654	603,871	441,530	540,119	702,460
USDOJ Unknown CFDA #16.583						
Plan. & Admin - CJPA	J6583A	-	1,442	-	-	1,442
Residential Drug - DPS	J65830	-	28,752	-	2,449	31,201

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Justice, Continued						
<u>CFDA #16.583, Continued</u>						
Balance forwarded		-	30,194	-	2,449	32,643
Plan & Admin	J7583A	-	2,860	-	1	2,861
RSAT Program	J75830	-	14,529	(18,471)	1,249	34,249
Planning & Admin FFSR	J8583A	-	-	-	3,251	3,251
RSAT Program	J85830	-	121,986	216,592	94,605	(1)
PLAN & ADMIN 9/03	J9583A	-	-	-	243	243
RSAT Program 9/03	J95830	-	-	-	88,431	88,431
Sub-total CFDA 16.583		-	169,569	198,121	190,229	161,677
<u>Domestic Violence CFDA #16.586</u>						
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	-	49	3,920	-	(3,871)
Stop Fam Viol - Karidat	J8586C	-	1,351	9,042	-	(7,691)
Stop Task Force AG	J8586D	42,009	-	(1,866)	-	1,866
Stop Task Force - CHC	J8586E	42,009	(1)	339	-	(340)
Stop Task Force - DPS	J8586F	-	400	(1,503)	-	1,903
Sub-total CFDA #16.586		252,176	(29,611)	9,932	-	(39,543)
<u>Local Enforcement Block CFDA #16.592</u>						
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
Sub-total CFDA #16.592		200,222	(72,413)	-	-	(72,413)
<u>Residential Substance Abuse CFDA #16.593</u>						
Residential Drug-DPS	J65830	18,544	5,397	-	-	5,397
<u>Cops (Universal Hiring Program) CFDA #16.710</u>						
Cops (Universal Hire)	J7710A	1,017,834	114,203	966,388	515,422	(336,763)
Cops (Universal Hire) Local	J7710X	-	-	373,206	328,562	(44,644)
Sub-total CFDA #16.710		1,017,834	114,203	1,339,594	843,984	(381,407)
Total U.S. Department of Justice		4,751,499	1,020,570	2,943,264	2,434,782	512,088
U.S. Department of Labor						
<u>Senior Community Service Employment Program CFDA #17.235</u>						
T-V SCSEP Enrol Wage	L0235A	-	12,409	12,409	-	-
T-V SCSEP Other Enrol.	L0235B	-	121	121	-	-
(SCSEP) Admin. Cost	L02350	-	473	473	-	-
Title-V Admin.	L1235A	307,986	12,923	-	-	12,923
(SCSEP) Admin. Cost FFSR	L12351	-	-	8,411	8,479	68
T-V SCSEP Enrol Wage	L12352	-	18,971	255,278	236,307	-
T-V SCSEP Other Enro FFSR	L12353	-	-	558	558	-
(SCSEP) Admin. Cost 06/03	L22351	-	-	-	2,212	2,212

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Labor, Continued						
Senior Community Service Employment Program CFDA #17.235, Continued						
Balance forwarded		307,986	44,897	277,250	247,556	15,203
T-V SCSEP Enrol Wage 06/03	L22352	-	-	11,249	73,055	61,806
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	(1,559)	-	-	(1,559)
T-V SCSEP Other Enrol.	L9235B	-	1	-	-	1
(SCSEP) Admin. Cost	L92350	-	(1)	-	-	(1)
Sub-total CFDA #17.235		1,812,147	38,949	288,499	320,611	71,061
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	-	-	-	-
FY97 JTPA Training	L72461	232,500	30	-	-	30
FY97 SYETP	L7250A	30,931	(1)	-	-	(1)
FY 99 JTPA Training	L92461	-	1	-	-	1
Sub-total CFDA #17.250		1,088,328	2,502	-	-	2,502
Workforce Investment Act (WIA) CFDA # 17.255						
WIA Adult	L0255A	-	374	2,180	1,806	-
WIA Dislocated Wrks 06/03	L0255D	-	-	5,665	13,951	8,286
WIA Youth	L0255Y	-	6,834	19,006	14,787	2,615
State Adm. Cost	L02551	-	-	-	(2,331)	(2,331)
Local Admin	L02552	-	12,619	15,601	3,010	28
WIA Adult	L1255A	-	-	-	5,804	5,804
Adult Competitive GntFFSR	L1255C	-	-	13,244	20,453	7,209
WIA Dislocated Wrks 06/04	L1255D	-	-	-	3,205	3,205
15% State Admin	L1255E	-	-	1,950	2,176	226
Dislocate Wrk (Adv)	L1255H	-	5,208	5,207	-	1
Adult Wrkr (Adv)	L1255I	-	(2,167)	3,512	11,577	5,898
10% Local Adm. 06/03	L1255M	-	-	10,548	11,771	1,223
WIA Youth	L1255Y	-	-	-	81,924	81,924
State Adm. Cost	L12551	-	163	-	7,197	7,360
Local Admin	L12552	-	-	-	3,736	3,736
15% State Admin	L22553	-	-	-	13,613	13,613
JTPA/WIA Adult FFSR	L9255A	-	-	2,476	2,476	-
WIA/JTPA Dislocate FFSR	L9255D	-	-	2,497	2,497	-
WIA/JTPA Youth FFSR	L9255Y	-	-	14,931	14,930	(1)
State Adm. Cost	L92551	-	-	19,575	19,575	-
WIA/JTPA Local Adm	L92552	-	2,002	3,950	1,948	-
Sub-total CFDA #17.255		-	25,033	120,342	234,105	138,796
WIA Youth Formula Grants CFDA #17.259						
WIA Youth 06/05	L2259Y	-	-	-	95	95
Total U.S. Department of Labor		2,900,475	66,484	408,841	554,811	212,454

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. National Foundation on the Arts and Humanities						
Arts Promotion CFDA #45.007						
Underserved Comm.-Art	F0007B	-	38,438	-	-	38,438
Arts Council B-Grant	F00070	-	173,111	-	-	173,111
Arts Education	F1003A	-	10,178	2,459	-	7,719
Underserved Comm.-Art	F1007B	-	34,788	-	471	35,259
Arts Council B-Grant	F10070	-	175,418	202,106	2,045	(24,643)
Arts Education 09/02	F2003A	-	-	2,000	8,425	6,425
Arts Council B-Grant	F2007A	-	1,096	21,422	176,198	155,872
Underserved Comm.-Art 9/02	F2007B	-	-	-	10,653	10,653
Council for Arts	F20070	-	-	-	(1)	(1)
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	554,970	227,987	197,791	524,774
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
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	774,465	227,987	197,791	744,269
U.S. Department of Transportation						
Boating Safety Asst. CFDA #20.005						
RBS - Admin	T0005A	-	257,441	284,461	27,021	1
Closed Out Grant - Conversion	T0205S	-	266,263	-	100	266,363
RBS - Admin	T1005A	-	43,800	74,084	36,756	6,472
RBS - Law Enforc	T1005B	-	105,483	226,570	130,693	9,606
RBS - Titling	T1005D	-	11,256	11,256	-	-
RBS - Admin. 12/06/03	T2005A	-	-	-	7,535	7,535
RBS - Law Enforc 12/06/03	T2005B	-	-	-	6,025	6,025
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	-	(6,223)	-	-	(6,223)
Recre. Boat Safe	T9005A	-	1	-	-	1
Sub-total CFDA #20.005		687,071	736,882	596,371	208,130	348,641
Motor Carrier Safety CFDA #20.218						
Motor Carrier	T00218	-	191,161	185,221	2	5,942
Motor Carrier	T10218	-	246,282	410,766	81,519	(82,965)
Motor Carrier 01/03	T20218	-	-	110,604	245,309	134,705
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	133,785	-	(4,369)

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Transportation, Continued						
<u>Motor Carrier Safety CFDA #20.218, Continued</u>						
Balance forwarded		1,315,753	670,367	840,376	326,830	156,821
Motor Carrier	T90218	469,262	231,232	229,078	-	2,154
Sub-total CFDA #20.218		1,785,015	901,599	1,069,454	326,830	158,975
<u>Highway Safety CFDA #20.600</u>						
NHTSA - Admin	T0600A	-	7,319	-	-	7,319
NHTSA - O.P/C.R	T0600B	-	35,904	-	-	35,904
Police Traffic Mgmt	T0600C	-	76,801	-	-	76,801
Alcohol PI&E	T0600G	-	68,819	-	-	68,819
Youth Alcohol	T0600L	-	318	-	-	318
NHTSA - E.M.S.	T0600M	-	31,405	-	-	31,405
Safe Community	T0600N	-	556	-	-	556
NHTSA - Spec. Occupant	T0600Q	-	843	-	-	843
OP Incentive	T0600S	-	704	-	-	704
Child Passenger Prot.	T0600T	-	8,490	-	-	8,490
NHTSA - Admin	T1600A	-	22,274	22,368	93	(1)
NHTSA - O.P/C.R.	T1600B	-	32,253	33,160	906	(1)
Police Traffic Mgmt	T1600C	-	55,838	168,782	112,943	(1)
Alcohol PI&E	T1600G	-	125,643	130,007	4,364	-
Youth Alcohol	T1600L	-	11	11	-	-
NHTSA - E.M.S.	T1600M	-	66,811	75,667	8,855	(1)
Safe Community	T1600N	-	24	24	-	-
Plan. & Admin. - FHWA	T1600O	-	57	57	-	-
Road Safety - FHWA	T1600P	-	28	28	-	-
NHTSA - Spec. Occupant	T1600Q	-	530	719	189	-
NHTSA/HwyData Improv.	T1600R	-	117,235	147,453	30,218	-
OP Incentive	T1600S	-	30,331	32,782	2,451	-
Child Passenger Prot.	T1600T	-	12,831	14,332	1,501	-
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)
NHTSA/HwyData Improv 09/02	T2600D	-	-	12,062	30,495	18,433
OP Incentive (405) 09/02	T2600G	-	-	14,201	19,722	5,521
Child Passenger Prot. 09/02	T2600I	-	-	2,059	5,661	3,602
Paid Advertising 9/02	T2600N	-	-	-	2,790	2,790
NHTSA - Traff. Recds 09/02	T2600Q	-	-	-	10,732	10,732
PTS Management	T2600T	126,090	3,027	-	-	3,027
Traffic Records	T2600Y	21,747	3,174	-	-	3,174
NHTSA - Admin 09/02	T2600O	-	-	19,091	28,532	9,441
NHTSA - O.P/C.R. 09/02	T2600I	-	-	8,868	8,869	1
Police Traffic Services	T26002	-	-	75,987	148,605	72,618
Alcohol PI&E 09/02	T26003	-	-	42,705	77,179	34,474
NHTSA - E.M.S. 09/02	T26005	-	-	10,877	11,433	556
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)
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)

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Transportation, Continued						
<u>Highway Safety CFDA #20.600, Continued</u>						
Balance forwarded		826,368	741,258	819,840	505,538	426,956
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		<u>1,237,435</u>	<u>742,386</u>	<u>819,840</u>	<u>505,538</u>	<u>428,084</u>
<u>Hazardous Material Training CFDA #20.703</u>						
HMEP-Training	T1703A	-	12,127	23,930	11,803	-
HMEP-Planning	T17030	-	1,317	19,665	18,348	-
HMEP-Training	T2703A	-	-	-	22,840	22,840
HMEP-Planning	T27030	-	-	19,992	30,160	10,168
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
Sub-total CFDA #20.703		<u>30,933</u>	<u>18,554</u>	<u>63,587</u>	<u>83,151</u>	<u>38,118</u>
Total U.S. Department of Transportation		<u>3,740,454</u>	<u>2,399,421</u>	<u>2,549,252</u>	<u>1,123,649</u>	<u>973,818</u>
U.S. Department of Veterans Affairs						
<u>CFDA #64.203</u>						
VA Cemetary	V7203A	200,000	150,000	-	(150,000)	-
Total U.S. Department of Veterans Affairs		<u>200,000</u>	<u>150,000</u>	<u>-</u>	<u>(150,000)</u>	<u>-</u>
Unallocated cash receipts/expenditures		-	(5,895,164)	(4,802,917)	103,356	(988,891)
Total Federal Grants Fund		<u>\$ 83,677,331</u>	<u>\$ 4,542,447</u>	<u>\$ 28,844,293</u>	<u>\$ 31,201,288</u>	<u>\$ 6,899,442</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 - U.S. Department of the Interior
 Year Ended September 30, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of the Interior						
Capital Improvement Programs CFDA #15.875						
Second Covenant						
Kagman II Waterline	4710	\$ 769,751	\$ (1,351)	\$ 22,679	\$ -	\$ (24,030)
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	133,433	683,922	615,925	65,436
Sea Corp Project Mgmt	4831	-	(87,285)	(57,535)	29,750	-
AG Invest. Unit/Imm. & Labor	4834	487,000	17,039	265,282	259,823	11,580
Criminal Code Div/Immig & L	4835	-	-	90,422	90,422	-
Criminal Att./Imm. & Labor	4836	230,000	992	191,023	190,031	-
Protect. Serv./Imm. & Labor	4837	120,000	(1,850)	73,150	75,000	-
Labor Code Rev./Imm. & Labor	4838	83,000	6,000	72,000	72,000	6,000
Administrative Cost	4840	67,349	7,717	-	-	7,717
Renovate PSS Classrooms	4843	-	165	-	-	165
Immigration Advisor	4844	132,000	52,857	89,075	84,821	48,603
Deportation Program - Rota	4845	77,000	2,263	36,870	36,583	1,976
Employment Service Advisor	4846	153,958	9,460	12,866	12,485	9,079
Immig & Labor Informant	4847	-	-	10,000	10,000	-
Partnership Agmt. Strght. CUC	4849	1,011,250	82,500	-	-	82,500
Adm Hearing Office Project	4850	20,000	17,526	13,826	5,842	9,542
American Memorial Park	4860	3,000,000	5,376	19,500	299,301	285,177
Intergrade Computer Tax Sys.	4863	-	(225,102)	2,685,352	2,679,977	(230,477)
Policy, Legislation, R.	4864	93,827	1,111	-	(22,501)	(21,390)
Enforcement, Collection	4865	93,827	11,981	-	(80,091)	(68,110)
Paralegal Assistant	4866	-	(10,486)	-	(6,915)	(17,401)
Labor & Immigration, Criminal	4867	94,387	8,172	-	(37,830)	(29,658)
Labor & Immigration, Inter.	4869	70,980	(1)	-	-	(1)
FY00 IALR Dept. - Public Health	4871	320,000	(179,630)	(163,496)	24,764	8,630
FY00 IALR CNMI - FBI Task Force	4872	60,000	(3)	7,400	30,349	22,946
FY00 IALR AG's Investigation	4874	245,000	5,329	18,083	36,730	23,976
INTGT COM Tax System Y2K	4876	-	218,551	-	-	218,551
AAG: Policy, Legislation,	4878	-	5,867	35,250	67,133	37,750
Labor & Immig., Crimi	4879	-	9,998	22,006	12,001	(7)
Enforcement, Collection	4880	-	8,893	44,966	38,849	2,776
AAG: Paralegal Assistant	4881	-	-	-	18,009	18,009
DOLI, Health & Safety Insp	4884	-	7,819	35,743	55,233	27,309
DOLI, Job Develop. Speciali	4885	-	8,078	8,078	96	96
DOLI, Employment Counselin	4886	-	(2,334)	-	-	(2,334)
X-Ray Machines-Customs DI	4887	-	124,000	223,924	124,724	24,800
DOLI, Hearing Officer	4888	-	1,460	37,586	87,411	51,285
Unallocated	N/A	-	23,154	325,451	557,194	254,897
Total Second Covenant		9,309,578	347,026	4,803,423	5,367,116	910,719
FY93 and FY94 Appropriations Act Grants - Federal Portion						
Rota Health Center FY94	4781	1,550,000	264,413	243,619	-	20,794
	4783	-	-	-	2,400	2,400
Marpi Solid Waste Landfill	4803	5,000,000	178,019	4,466,233	4,408,380	120,166
Electric Power Trans. Sub.	4901	4,005,637	(88,446)	79,000	79,000	(88,446)
Sinapalu to Gampapa/Dugi	4909	500,000	2,000	-	-	2,000
Kagman II Homestead Waterline	4910	1,722,776	(209,906)	73,704	283,610	-
A/E Design Oleai Waterline	4912	439,858	198,755	152	(198,603)	-
Const. Sinapalu II Waterline	4914	293,238	9,635	-	-	9,635
Garapan Drainage Improvement	4916	152,661	6,577	6,577	-	-
Waterline Sinapalo 20%	4920	356,250	-	1,574,620	1,574,620	-
Chalan Pale Arnold Waterline	4922	1,395,070	(20,951)	1,477,595	1,506,506	7,960
Chalan Kiya Waterline 20%	4924	244,217	6,142	445,983	449,067	9,226
Beach Rd/Qtrmaster Waterline	4926	615,801	17,356	423,719	409,802	3,439
Isley Booster Pump Reno	4928	-	-	444,885	444,885	-

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
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		16,275,508	363,594	9,236,087	8,959,667	87,174
Songsong Vill. Waterline Ph. II	4930	1,136,299	51,155	-	-	51,155
Isley San Vicente Waterline	4932	623,132	10,861	47,416	-	(36,555)
Saipan Obyan Waterline	4934	1,612,811	120,621	415,692	335,516	40,445
A/E Design San Jose Water	4936	1,583,024	88,788	27,129	25,910	87,569
Tatachog SongSong Water	4938	513,167	10,500	-	-	10,500
Sinapalu to Chugai Waterline	4939	-	217,329	154,904	-	62,425
DPW - Traffic Lights	4940	321,446	(1,237)	326,772	398,044	70,035
Sinapalo/SongSong Village Rota	4943	650,000	273,381	-	-	273,381
Road Improvement/Puerto Rico	4944	(158,568)	65,711	-	-	65,711
Chalan Pale Arnold Phase V	4945	2,130,000	223,927	203,774	15,848	36,001
Qtr. Master/Gualo Rai Traff	4946	-	17,035	62,235	45,200	-
Tinian Rd. Resurfacing	4947	1,667,794	58,969	-	-	58,969
Afetna Road to Isabel Cabr.	4948	516,384	6,300	-	-	6,300
Kagman Elem. & Sec. School	4952	3,200,000	261,771	421,753	427,851	267,869
Tanapag Classroom & Accr.	4954	-	-	153,100	153,100	-
Tinian High School - A&E Ph. II	4957	315,078	119,524	808,116	683,998	(4,594)
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	34,601	34,601	1,718
WSR Headstart Classroom	4965	-	-	15,401	15,401	-
ADA Improv. Garapan Sch.	4967	246,320	32,616	53,413	21,062	265
Modification MHS Spec. Ed.	4970	44,000	2,235	(2,755)	1,005	5,995
Oleai Elem. School Project	4972	320,000	48,815	28,166	(20,649)	-
Rota Public Library	4973	-	134	-	-	134
Design & Construction - 60 Cla.	4974	1,300,000	250,000	-	-	250,000
Oleai Elem. School Outdoor	4676	-	-	29,061	29,084	23
Des. & Const. Beach Rd. Sewer	4980	4,105,338	22,072	176,270	160,591	6,393
Power Expansion Marpo Well	4993	-	4,307	25,709	24,550	3,148
Power Distribution Obyan	4994	-	2,000	1,555	2,724	3,169
Power Distrib. San Antonio	4995	-	1,554	5,053	5,053	1,554
Power Dist. As Lito Fina S	4996	-	762	86,670	86,258	350
Chalan Pale Arnold Sewer T	4997	-	100,061	448,855	350,912	2,118
Year End Transfer Def. Rev/	4999	-	-	(1,981,604)	-	1,981,604
Koblerville/As Gonno/Karna	5001	-	5,973	73,782	73,782	5,973
Basketball Courts San Roque	5002	-	-	23,663	25,003	1,340
Marianas High School Gym	5003	-	366	-	-	366
Sinapalo II Road Improvement	5004	-	2,200	-	375	2,575
DPS Detention Facility Rota	5005	-	11,156	10,784	-	372
San Vicente Basketball Court	5006	-	9,700	-	-	9,700
San Vicente Headstart Repa	5007	-	2,000	-	-	2,000
Youth Center Precinct III	5008	-	1,629	-	7,473	9,102
Sinapalu III Homestead Wate	5009	-	-	-	330	330
Unallocated	N/A	-	(468,218)	-	-	(468,218)
Total FY93 and FY94 Appropriations Act Grants - Federal Portion		36,647,233	1,923,903	10,885,602	11,862,689	2,900,990
<u>FY95 Appropriations Act Grant - Federal Portion</u>						
Labor & Immig. Policy & Proced	4862	-	-	-	(3,218)	(3,218)
As Matus Road Paving & Drain	5803	1,380,000	448,790	756,160	82,402	(224,968)
Upgrade Feeder 4 - Elect. Power	5804	1,152,000	162,633	818,601	373,789	(282,179)
Solid Waste Management - Sa	5805	3,674,154	195,974	4,328,402	2,031,111	(2,101,317)
Design & Const. Tanapag Re.	5806	450,000	72,224	131,730	1,488	(58,018)
Police & Fire Sub-Sta. Tan	5807	-	140,830	176,100	44,002	8,732
Chalan Msgr. Guerrero Drainage	5808	2,019,946	393,920	1,066,428	710,112	37,604
Veteran's Building - Saipan	5810	-	34,667	29,273	-	5,394
Construction of Drainage - Garapan	5811	450,000	125,879	126,722	-	(843)

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of the Interior, Continued						
<u>Capital Improvement Programs CFDA #15.875, Continued</u>						
<u>FY95 Appropriations Act Grant - Federal Portion, Continued</u>						
Balance forwarded		9,126,100	1,574,917	7,433,416	3,239,686	(2,618,813)
Lighting-DanDan Baseball F	5812	-	21,816	27,400	7,135	1,551
Repair & Upgrade of Variou	5813	100,000	28,889	29,273	-	(384)
Paving of Saipan Public School	5814	100,000	32,871	29,273	-	3,598
PSS 60 Classrooms Project	5815	2,280,000	786,484	1,112,390	-	(325,906)
Road & Drainage - Grace Chris	5817	100,000	38,699	29,273	-	9,426
Tinian Power Distrib. Syst	5819	-	17,904	348,147	3,370	(326,873)
Road Resurface - Carolina Heights	5820	540,000	192,602	248,937	-	(56,335)
Design & Const. Tinian NMC	5821	-	133,902	27,660	675	106,917
Tinian High School-Phase II	5822	-	-	331,916	-	(331,916)
Renov. & Rewiring - Tinian ELEM.	5823	183,375	56,684	56,528	1,795	1,951
Village Electrical Upgrade	5825	1,200,000	791,387	612,842	21,216	199,761
Renovation & Construction	5827	-	55,484	-	-	55,484
SongSong Village Road Pavi.	5828	2,283,375	736,557	637,504	7,825	106,878
Rota High School JROTC	5829	1,700,000	518,784	479,747	12,784	51,821
Marpo Maui Water Well - Tinian	5831	-	96,778	97,906	1,435	307
DPS Detention Facility - Tinian	5832	-	32,065	-	375	32,440
Construction Basketball Court	5833	-	-	-	336	336
WSR Elementary School Stage	5840	-	-	18,480	28,214	9,734
FY95 CIP Match-BOG Loan	5896	-	-	(7,700,897)	-	7,700,897
FY95 CIP Match-NR Worker Fu	5898	-	-	(162,948)	-	162,948
FY95 CIP Match Dev. Inf. Fu	5899	-	-	(1,336,236)	-	1,336,236
FY95 CIP Year End Adjustments	5999	-	-	(4,689,023)	-	4,689,023
Unallocated		-	(314,003)	-	-	(314,003)
Total FY95 Appropriations Act Grant - Federal Portion		17,612,850	4,801,820	(2,368,412)	3,324,846	10,495,078
<u>FY96 - FY02 Appropriations Act Grant - Federal Portion</u>						
FY96-FY02 CIP YE Adjustments	4099	-	-	(4,619,929)	(446,822)	4,173,107
New Prison & Corrections Facility	5101	2,040,000	837,066	1,731,420	465,139	(429,215)
Rota Health Center Expansion	5102	-	430	38,529	490	(37,609)
Rota Airport Runway-Non Ski	5103	-	-	37,941	-	(37,941)
Road Improv. Songsong/Sinapalo	5104	-	44,395	42,891	19,948	21,452
Nang Ocha Road	5106	-	379,341	815,604	306,102	(130,161)
China Town Sewerage System	5107	-	84,652	767,653	683,001	-
As-Matuis-Homestead New Po	5109	-	80,125	106,678	43,527	16,974
Existing Prison Facilities	5110	1,540,000	290,673	344,155	275	(53,207)
Airport Runway Sealant	5114	-	-	876,427	375,747	(500,680)
New Man-Amko Center Sinapalo	5116	-	222,843	330,583	249,722	141,982
Carolin Heights Roads and	5118	-	-	266,734	266,734	-
High Rise Fire Engine and	5119	-	49,395	49,395	-	-
New Public Health Building	5121	-	275,046	326,757	335,590	283,879
Kagman Homestead-Wastewater	5122	-	93,500	293,329	293,329	93,500
Kagman Homestead/Papago Are	5123	-	-	114,300	114,443	143
Kagman Homestead-Booster S	5124	-	73,715	150,984	96,301	19,032
Garapan Tourist District R	5125	-	54,884	602,173	583,938	36,649
New Saipan Cemetary	5126	-	89,201	124,547	62,760	27,414
Chalan Kanoa/Susupe Flood	5127	-	-	36,677	36,677	-
Susupe Sports Complex Park	5129	-	58,798	711,145	187,710	(464,637)
Capitol Hill Road Improvement	5130	-	3,413	53,811	37,334	(13,064)
Tinian West Internat. Airport	5131	-	-	138,679	14,156	(124,523)
Rota Power Generation/Dist	5132	-	238	666,223	713,187	47,202
Precinct III Road Paving a	5133	-	86,236	-	-	86,236
Tinian West Internat. Airport	5134	-	-	1,083,574	958,178	(125,396)
CNMI Adult Prison Facility	5136	-	-	20,000	20,000	-
Collateral Equipment Sinapalu	5139	-	-	196,623	196,623	-
Koblervilled Wastewater Syst	5141	-	-	-	144	144

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of the Interior, Continued						
<u>Capital Improvement Programs CFDA #15.875, Continued</u>						
<u>FY96 - FY02 Appropriations Act Grant - Federal Portion, Continued</u>						
Balance forwarded		3,580,000	2,723,951	5,306,903	5,614,233	3,031,281
Fence Ancient Chamorro Village	5143	-	-	-	216	216
Tanapag Social Hall	5144	-	-	-	216	216
A&E/Const. Of East Harbor Im	5145	-	-	-	140	140
New Adult Prison/Juvenile	5170	-	1,206,137	5,487,938	4,767,273	485,472
Santa Soledad Mission to Ne	5183	-	-	-	1,000	1,000
Koblerville High School Road	5189	-	-	-	144	144
Unallocated		-	396,423	6,830,231	35,556	(6,398,252)
Total FY96 - FY02 Appropriations Act Grant - Federal Portion		3,580,000	4,326,511	17,625,072	10,418,778	(2,879,783)
<u>Public School System P.L. 11-89</u>						
Marianas High School Gymnasium	5111	-	(90,214)	75,790	80,466	(85,538)
Air Conditioning Rota High School	5112	-	11,000	-	-	11,000
Sinapalu Elem. School Compl.	5153	-	195,563	79,317	51,267	167,513
Rota Public Library - Tatach	5156	-	71,625	745,838	732,756	58,543
New Tinian Shower/Restroom	5160	-	-	7,720	7,720	-
Collateral Equipments Tintan	5162	-	-	106,603	109,625	3,022
New Saipan High School	5164	-	4,145	4,262,475	4,262,069	3,739
New Kagman Junior High School	5165	-	73,077	7,496,175	7,506,519	83,421
New Saipan Classrooms, Lab	5166	-	-	25,180	25,180	-
New Saipan Shower/Restroom	5167	-	-	37,583	37,583	-
Modernization (Part I) Rot	5169	-	43,315	-	-	43,315
Total Public School System P.L. 11-89		-	308,511	12,836,681	12,813,185	285,015
<u>CDA CIP Bond App. Act 2000 P.L. 11-119</u>						
Carolinas Homestead Waterline	5113	-	58,627	56,259	56,311	58,679
Total DOI Capital Projects Fund		\$ 67,149,661	\$ 11,766,398	\$ 43,838,625	\$ 43,842,925	\$ 11,770,698

Reconciliation of expenditures to the CNMI's general purpose financial statements for the year ended September 30, 2002:

Federal awards expenditures, as stated above	\$ 43,842,925
Debt service related:	
Interest	3,872,881
	<u>\$ 47,715,806</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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
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 Laulau 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						
Transfers In CDA	4000	-	-	763,013	-	(763,013)
Proc & Instal 2 Generator	4001	-	-	451,889	-	(451,889)
Tinian Power Generator	4002	-	-	-	451,890	451,890
Dan Dan Utility Distribution	4008	-	-	50,000	50,000	-
Water Cave 1 Million	4016	-	-	(9,167)	-	9,167

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of the Interior, Continued						
<u>Capital Improvement Programs CFDA #15.875, Continued</u>						
<u>1st Covenant</u>						
<u>CFDA #15.875</u>						
Balance forwarded		-	-	1,255,735	501,890	(753,845)
Rota Water Cave-Airport	4017	-	-	(876,667)	-	876,667
Exten & Upgrading Water	4022	-	-	-	(103)	(103)
Water Trans Line (Rota)	4023	-	-	1,768,483	885,937	(882,546)
Rota Health Center	4026	-	70,331	-	-	70,331
New High School/Sewer Project	4032	-	-	2,542,794	2,545,791	2,997
Chalan Kiya Rd & Drainage	4035	-	-	239,090	239,090	-
San Vincente Sch Fencing	4036	-	-	21,808	21,808	-
San Vincente Sch Septic Tan	4037	-	-	33,181	33,181	-
N.I. Water Tank Renovation	4038	-	-	19,998	19,998	-
San Jose Village Road Ph I	4051	-	-	802,416	802,416	-
Tanapag Schhol Admin Bldg.	4065	-	-	(40)	-	40
Const. & Reno of Classroom	4070	-	-	250,000	250,000	-
Tinian High School	4075	-	-	1,851,357	2,323,088	471,731
School Building Renov. Oleai	4079	-	76,001	-	-	76,001
Const. 2 Classroom Rota HS	4087	-	-	129,225	226,558	97,333
Renov Tin Elem & High School	4091	-	-	8,755	8,755	-
Rota Elem. Fencing	4092	-	-	24,817	24,817	-
As Lito Road	4093	-	-	110,535	254,519	143,984
As Perdido Road	4094	-	-	198,027	198,027	-
Saipan International School Ro	4096	49,000	24,761	-	-	24,761
Village Disp Renovation	4100	-	-	4,993	-	(4,993)
Juvenile Detention Fac-Kagman	4113	-	-	917	917	-
Marpo Village	4116	-	-	375,820	375,820	-
San Jose Village	4117	-	-	778,469	778,469	-
CNMI Court Bldg. (CRT HSE)	4118	-	-	95,227	95,227	-
Conv TTPI Apt to Off. Spa	4122	-	-	(1)	-	1
Phase I Archaeological Park	4123	-	-	2,350	-	(2,350)
Economic Development Loans	4126	-	-	3,185	-	(3,185)
A&EC Multi-Purpose Gym	4150	-	5,500	-	-	5,500
San Jose Vill Pub Fac.-Gym	4152	-	-	702,753	702,753	-
San Jose Vill Pub Fac F. Spt	4153	-	-	1,325	1,325	-
Chalan LauLau BskBall Crt	4157	-	-	34,950	34,950	-
Design Beach Road Phase VI	4192	-	-	(5)	-	5
Year End Transfer Defrev/A/	4199	-	-	686,787	736,385	49,598
Unallocated	-	-	-	(382,839)	(1)	382,838
Total 1st Covenant		49,000	176,593	10,683,445	11,061,617	554,765
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	-	-	(70,329)	-	-	(70,329)
Total Other		40,150	(50,670)	-	-	(50,670)
Total Commonwealth Development Authority Capital Projects Fund		\$ 14,951,300	\$ (525,487)	\$ 10,683,445	\$ 11,061,617	\$ (147,315)

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, 2002

<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, 2001</u>	<u>Cash Receipts FY02</u>	<u>Expenditures FY02</u>	<u>Receivable From Grantor (Deferred Revenue) at September 30, 2002</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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
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-Burnt DI	H4224A	-	(40,516)	-	-	(40,516)
10% DOE Share to DPW-TSD	N60TSD	-	(8,887)	-	-	(8,887)
Traffic Signal - Saipan	T0205A	-	128,044	50,008	25,693	103,729
Pedes Path Light - Spn	T0205B	-	659	-	-	659
Navy Hill Rd Reconst	T0205E	-	60,636	1,135,093	1,091,068	16,611
HWY Plan, Tech TRF & Training	T0205P	-	-	4,014	25,544	21,530
Drainage Route 36 - Saipan	T0205Q	-	(1,057)	-	-	(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
ROW Cert Manual	T0205W	-	-	9,240	10,140	900
Reconstruct P-V	T02051	-	260,469	279,680	73,417	54,206
Airport Rd. Improv.32(012)	T1205S	-	-	5,700	5,700	-
Broadway Resurface32(012)	T1205T	-	-	663	1,125	462
Beach Rd. Hazard	T2205B	-	-	-	12,293	12,293
Traffic/Safety Bldg.	T2205E	-	-	-	494	494
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)
Route 100 Rd. Impro.	T2205K	-	-	-	280	280
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	-	-	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	-	261,857	-	-	261,857
Beach Road Phase V Design	T6205A	112,000	19,301	-	-	19,301
Tech. Transfer/High. Plan.	T6205E	-	(7,213)	-	363	(6,850)
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	-	15,931	-	-	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	-	311,694	81,209	13,642	244,127
Hi-way Plan & Tech. Traffic	T8205E	51,800	(7,619)	-	-	(7,619)
Teneto Overlook - Rota	T8205R	283,270	62,888	-	-	62,888
Suicide Cliff Road - Tinian	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	(507,271)	-	-	(507,271)
Hi-way Plan & Tech. Traffic	T82057	50,000	8,110	-	-	8,110

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, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
U.S. Department of Transportation, Continued						
<u>Highway Planning & Const. CFDA #20.205, Continued</u>						
Balance Forwarded		15,402,178	663,123	1,565,607	1,259,759	357,275
Road Clean-up - Rota	T85161	-	50,000	-	-	50,000
Replace Traffic Signs - TIQ	T85165	25,000	(4,999)	-	-	(4,999)
Reconst. Of Road - Saipan	T85168	349,600	1	-	-	1
Traffic Signals Improv	T9205A	-	37,548	-	-	37,548
Pedestrian Pathway - Saipan	T9205B	270,000	85,400	-	-	85,400
Anti-Skid Overlay - Saipan	T9205C	-	(41,547)	-	4,917	(36,630)
CNMI - Highway Master Plan	T9205E	-	12,686	-	-	12,686
Public Works	T9205Q	169,010	84,143	-	-	84,143
Suicide Cliff Rd-Timian	T9205T	-	-	12,686	50,500	37,814
Reconstruct P-V	T92051	-	60,285	-	-	60,285
Hi-way Plan & Tech. Traffic	T92057	210,000	7,091	112,892	113,780	7,979
Sub-total CFDA #20.205		<u>16,425,788</u>	<u>953,731</u>	<u>1,691,185</u>	<u>1,428,956</u>	<u>691,502</u>
U.S Federal Emergency Management Agency						
<u>Disaster Assistance CFDA #83.516</u>						
Culvert Replace - Rota	T85164	3,644,236	322,986	285,677	235,222	272,531
U.S. Department of the Interior						
<u>Development of TTPI Islands CFDA #15.875</u>						
Solid Waste 2000-1	108765	-	(31,013)	14,282	24,613	(20,682)
Solid Waste Plan	12875M	32,650	22,204	7,228	7,203	22,179
Sanitary Landfill	12875N	50,000	50,000	50,000	-	-
Solid Waste Mgt Pro.	138765	-	-	1,296	2,990	1,694
Solid Waste Management Pro.	188765	146,185	20,915	3,334	6,668	24,249
Sub-total CFDA #15.875		<u>228,835</u>	<u>62,106</u>	<u>76,140</u>	<u>41,474</u>	<u>27,440</u>
U.S. Department of Commerce						
<u>USDOC Unknown CFDA #11.300</u>						
Rota Water Cave	C9300A	-	1,220	938,219	938,219	1,220
Unallocated		-	(1,012,969)	109,438	(3)	(1,122,410)
Total Public Works Grants Capital Projects Fund		<u>\$ 20,298,859</u>	<u>\$ 322,274</u>	<u>\$ 3,100,659</u>	<u>\$ 2,643,868</u>	<u>\$ (134,517)</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 - NMHC Grants Fund
 Year Ended September 30, 2002

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2001	Cash Receipts FY02	Expenditures FY02	Receivable From Grantor (Deferred Revenue) at September 30, 2002
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	-	288	-	-	288
Sub-total CFDA #14.231		90,000	(4,388)	-	-	(4,388)
<u>Home Program Grant CFDA #14.239</u>						
FY 93 Home Program	U3239A	-	-	-	-	-
FY93 Home Program	U32390	-	14,340	-	-	14,340
FY94 Home Program Admin	U4239A	-	-	(11,418)	-	11,418
Home Program Grant	U42390	-	-	11,418	-	(11,418)
FY 96 Home Program	U62390	-	27,053	-	-	27,053
FY 97 Home Program Admin.	U7239A	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	51,750	-	51,750
FY 98 Home Program	U82390	293,250	(47,986)	(51,750)	-	3,764
Sub-total CFDA #14.239		989,000	164,059	-	-	164,059
Unallocated		-	-	155,694	-	(155,694)
Total NMHC Grants Capital Projects Fund		\$ 2,806,000	\$ 155,694	\$ 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, 2002. CDBG activity is presented to agree with 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, 2002

(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 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 OF THE NORTHERN MARIANA ISLANDS

Notes to the Schedule of Expenditures of Federal Awards
Year Ended September 30, 2002

(2) Summary of Significant Accounting Policies, Continued

b. Reporting Entity, Continued

Commonwealth Ports Authority
Commonwealth Development Authority
Northern Marianas College
Public School System

Cumulative questioned costs reported for completed Single Audits of the above entities for the year ended September 30, 2002, are as follows:

Northern Marianas College	\$ 1,623,797
Public School System	\$ 121,628

The amounts above do not include those questioned costs for which a value cannot be determined.

No questioned costs were reported for completed Single Audits for the year ended September 30, 2002 for the following entities:

Commonwealth Ports Authority
Commonwealth Development Authority

The following entity did not satisfy audit requirements of OMB Circular A-133:

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, 2002:

<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	\$ 801,501	\$ 1,011,798

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Notes to the Schedule of Expenditures of Federal Awards
Year Ended September 30, 2002

(2) Summary of Significant Accounting Policies, Continued

c. Subgrantees, Continued

Commonwealth Ports Authority, Continued

No findings were reported in the Single Audit of CPA for the year ended September 30, 2002.

d. Indirect Cost Allocation

The CNMI has negotiated an indirect cost plan with the U.S. Department of the Interior for fiscal year 2002. It is applicable to all federal grant programs, except typhoon assistance, and was 11.59% of all direct expenditures for the year ended September 30, 2002.

(3) Expenditures

The Schedule of Expenditures of Federal Awards (pages 7 through 48) include both federal and local match. In addition, the CNMI made numerous adjusting entries during the year which have been categorized as local match. A breakdown is as follows:

	<u>Federal Share</u>	<u>Local Share and Adjustments</u>	<u>Total</u>
Federal Grant	\$ 29,101,378	\$ 2,099,910	\$ 31,201,288
Capital Projects - U.S. Department of the Interior	19,445,328	24,397,597	43,842,925
Capital Projects - Commonwealth Development Authority	804,046	10,257,571	11,061,617
Capital Projects - Public Works	<u>2,643,868</u>	<u>-</u>	<u>2,643,868</u>
	<u>\$ 51,994,620</u>	<u>\$ 36,755,078</u>	<u>\$ 88,749,698</u>

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs
Year Ended September 30, 2002

Section I - Summary of Auditor's Results

1. The Independent Auditors' Report on the 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 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
Medical Assistance Program	93.778

8. A threshold of \$1,559,838 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>
2002-1	External Financial Reporting	54
2002-2 - 3	Receivables	55 - 56
2002-4	Inventories	57
2002-5 - 6	Advances	58 - 59
2002-7	Other Liabilities and Accruals	60
2002-8	Fund Balance	61
2002-9 - 10	CNMI Local Noncompliance	62 - 63

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
 Year Ended September 30, 2002

Section III - Federal Award Findings and Questioned Costs

<u>Reference Number</u>	<u>Findings</u>	<u>Questioned Costs</u>	<u>Refer Page #</u>
2002-11	Eligibility	\$ 635	64
2002-12	Procurement and Suspension and Debarment	\$ 145,572	65
2002-13 - 15	Allowable Costs/Cost Principles	\$ -	66 - 68
2002-16 - 17	Eligibility	\$ -	69 - 70
2002-18	Equipment and Real Property Management	\$ -	71
2002-19	Procurement and Suspension and Debarment	\$ -	72
2002-20 - 25	Reporting	\$ -	73 - 78
2002-26	Special Tests and Provisions	\$ -	79

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Section II - Financial Statement Findings

External Financial Reporting

Finding No. 2002-1

Criteria: Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, requires that the 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 financial statements to be misleading or incomplete.

Condition: As of September 30, 2002, the Commonwealth Utilities Corporation, a component unit, was excluded from the CNMI's financial statements.

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

Effect: The effect of the above condition is nonconformity with GASB Statement No. 14 resulting in a qualification in the opinion on the 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 entity for inclusion within the CNMI's 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 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Receivables

Finding No. 2002-2

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

Condition: As of September 30, 2002, 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	\$ 7,509,914
DOI Capital Projects Fund	11,770,698
Autonomous Agencies Pass Through Fund	<u>888,802</u>
	<u>\$ 20,169,414</u>

The CNMI has not quantified an amount considered necessary to establish an estimated allowance for uncollectible accounts or amount to be reserved for. This condition results in a qualification in the opinion on the financial statements. Currently, the CNMI is reconciling these accounts to determine validity and collectibility of such receivable balances before determining allowance for uncollectible accounts or amounts to be reserved for.

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 basic 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 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Receivables

Finding No. 2002-3

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, 2002, the receivable balance at CHC was \$99,802,496. 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 \$99,802,496.

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 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Inventories

Finding No. 2002-4

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

Condition: As of September 30, 2002, 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	\$ 1,076,959	\$ 1,205,404	\$ (128,445)
Central Supply	14120-1012	\$ 25,519	\$ 24,270	\$ 1,249
Pharmacy Storage	14130-0102	\$ 303,446	\$ 473,663	\$ (170,217)
Inpatient Pharmacy	14140-1012	\$ 104,088	\$ 3,398	\$ 100,690

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 misstated 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 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Advances

Finding No. 2002-5

Criteria: Advances to vendors should be properly supported by invoices and/or receiving reports and be liquidated in a timely manner.

Condition: As of September 30, 2002, the CNMI recorded advances to vendors totaling \$8,222,098 (A/c # 12430.1010 amounting to \$3,835,583 and # 12431.1010 amounting to \$4,386,515). Of fourteen advances tested, five advances totaling \$930,763 represented payments to vendors made in prior years for which liquidation has not occurred. Furthermore, invoices and/or receiving reports for five advances totaling \$678,357 were not made available.

Cause: The cause of the above condition is the lack of reconciliation of advances and maintenance of files.

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

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

Prior Year Status: The lack of a reconciled subsidiary ledger and timely liquidation of advances was reported as a finding in the Single Audit of the CNMI for fiscal year 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Advances

Finding No. 2002-6

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, 2002, the General Fund recorded travel advances to government employees in the amount of \$1,446,867, which primarily represent advances outstanding and unliquidated for more than ninety days. Of three balances tested, the supporting documents for two employees (employee #s 113478 and 116974) were not made available after numerous requests. Furthermore, we noted that the balance for one employee (# 116974) 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 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 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Other Liabilities and Accruals

Finding No. 2002-7

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, 2002, the General Fund recorded liabilities (A/c #s 20120.1010 and 20120.1012, totaling \$2,389,059 and \$3,962,897, 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 \$370,347 and \$202,010, respectively. As these amounts were not considered material to the financial statements, no audit adjustments were proposed. Of eleven items tested, seven items (OV #s 210662, 211381, 211611, 212007, 212264, 212300 and 212558 for \$81,484, \$40,742, \$40,742, \$40,742, \$362,372, \$61,200 and \$30,597, respectively) represented advances to vendors made prior to year end.

Cause: The cause of the above condition is liabilities being recorded at the time advances are made.

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 basic 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 through 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Fund Balance

Finding No. 2002-8

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, 2002, 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 \$1,744,647.

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 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 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

CNMI Local Noncompliance

Finding No. 2002-9

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, 2002, compliance with the collateralization requirement for CNMI deposits in four banks, totaling \$24,663,416, was unable to be verified.

Cause: The cause of the above condition is the lack of adequate documentation to demonstrate 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 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

CNMI Local Noncompliance

Finding No. 2002-10

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, 2002, 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, 2002:

	<u>Budgeted Expenditures</u>	<u>Actual Expenditures</u>	<u>Over- Expenditure</u>
Department of Public Safety	\$ 15,738,707	\$ 15,756,576	\$ (17,869)
Department of Finance	\$ 8,693,174	\$ 9,866,055	\$ (1,172,881)
Department of Labor and Immigration	\$ 4,948,086	\$ 4,955,211	\$ (7,125)
Department of Community and Cultural Affairs	\$ 2,785,001	\$ 2,810,192	\$ (25,191)
First Senatorial District - Rota	\$ 12,726,928	\$ 13,047,443	\$ (320,515)
Second Senatorial District - Tinian	\$ 12,395,165	\$ 12,706,317	\$ (311,152)
Office of the Mayors - Saipan	\$ 2,035,615	\$ 2,038,016	\$ (2,401)
Office of the Mayors - Northern Islands	\$ 601,952	\$ 604,398	\$ (2,446)
Saipan Municipal Council	\$ 277,382	\$ 280,798	\$ (3,416)
House of Representatives	\$ 3,627,970	\$ 3,640,017	\$ (12,047)
Senate	\$ 1,999,417	\$ 2,069,184	\$ (69,767)
Government utilities	\$ 8,919,666	\$ 10,789,075	\$ (1,869,409)
Cops Universal Hiring Program	\$ 380,728	\$ 380,759	\$ (31)
Chamorro/Carolinian language	\$ 109,772	\$ 110,675	\$ (903)
Judgments and Settlements	\$ 232,018	\$ 661,415	\$ (429,317)
Other	\$ 172,420	\$ 751,297	\$ (578,877)
Superior Court	\$ 3,001,044	\$ 3,026,106	\$ (25,062)
Operating transfers out:			
Human Resources Development Trust Fund	\$ 1,057,083	\$ 1,057,107	\$ (24)

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 Audits of the CNMI for fiscal years 2000 and 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Section III - Federal Award Findings and Questioned Costs

Eligibility

Finding No. 2002-11

Program	Reason for Questioned Costs	Questioned Costs
U.S. Department of Agriculture / Nutrition Assistance Program / CFDA #10.551	<p><u>Criteria:</u> The Commonwealth of the Northern Mariana Islands (CNMI) Nutrition Assistance Program (NAP) Memorandum of Understanding (MOU) delineates eligibility criteria for processing applicants. Procedures established by the CNMI NAP to ensure eligibility include, among others, semi-annual re-determination of income for zero income households and quarterly certification of compliance with Work Registration Requirements.</p> <p><u>Condition:</u> Of \$6,069,917 benefits expended, fifty-three case files amounting to \$13,953 were reviewed and the following was noted:</p> <ul style="list-style-type: none"> • One participant (case # 2378 for ATP # 244562) was exempted from complying with the Work Registration Requirements. The exemption was based on the participant's unique circumstances; however, written documents to support this exemption were not available. • One participant (case # 2232 for ATP # 236677) improperly received program benefits during part of the year based on misinterpretation of Section 403 of the PRWORA, as amended by the Balanced Budget Act of 1997. The participant was removed from the program in April 2002 and an overissuance charge was made against the participant in 2003. The Certification Unit was unable to provide assurance that no other cases exist. <p><u>Cause:</u> The cause of the above condition is lack of clear and timely communication of eligibility criteria, at the time of change, to eligibility workers.</p> <p><u>Effect:</u> The effect of the above condition is the possibility of a questioned cost.</p> <p><u>Recommendation:</u> We recommend that management establish procedures for timely communication of amended program requirements with the pertinent divisions.</p>	<p>110</p> <p>525</p>

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Procurement and Suspension and Debarment

Finding No. 2002-12

Program	Reason for Questioned Costs	Questioned Costs
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, 2002, two contracts executed by the Nutrition Assistance Program (NAP) were 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 2002, which had been renewed nine 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 2002, which had been renewed seven 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> <p><u>Prior Year Status:</u> Noncompliance with the requirement of the Common Rule and the CNMI-PR was reported as a finding in the Single Audit of the CNMI for fiscal year 2001.</p>	145,572
Total Questioned Costs		\$ <u>146,207</u>

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Allowable Costs/Cost Principles - Medical Assistance Program
CFDA #93.778

Finding No. 2002-13

Criteria: Part 3 of the revised Operational Plan, delineates types of services that are allowed under the CNMI Medicaid Program. Part 4 establishes the basis for determining propriety of rates charged by service providers.

Condition: Out of fourteen benefit payments made, service provider billings for nine items were not being reviewed for eligibility of services or for propriety of rates charged. However, based on the results of our testing, the eligibility of services were in accordance with Part 3 of the revised Operational Plan.

Cause: The cause of the above condition is the lack of clearly defined and communicated procedures for verification of billings prior to reimbursement.

Effect: The effect of the above condition is a control weakness over allowable activities and costs reimbursable under the CNMI Medicaid Program.

Recommendation: We recommend that control procedures be clearly defined and communicated over verification of services charged to the CNMI Medicaid Program. In June 2003, the CNMI Medicaid Office implemented procedures for verification of rates charged by service providers.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Allowable Costs/Cost Principles - Medical Assistance Program
CFDA #93.778

Finding No. 2002-14

Criteria: Adequate controls should be implemented to ensure costs charged are allowable and conform with applicable federal cost principles. One such basic control is an independent review of transactions by a knowledgeable official. Accounts payable vouchers (other than benefit payments) should be submitted to the Department of Finance for payment after review and approval by someone (other than the preparer) who is knowledgeable about the program requirements.

Condition: Of fourteen transactions tested, one transaction totaling \$16,884 (APV # 255048) did not evidence review and approval by the CNMI Medicaid Program Director before submission to the Department of Finance for payment. Based on our testing, however, the transaction met program requirements.

Cause: The cause of the above condition is lack of adherence to established procedures requiring documentation of review and approval of all costs to the program.

Effect: The effect of the above condition is a control weakness in ensuring all costs being charged to the Program are reviewed for allowability.

Recommendation: We recommend that all costs charged to the CNMI Medicaid Program be reviewed and approved by the Program Director prior to submission to Finance.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Allowable Costs/Cost Principles - Medical Assistance Program
CFDA #93.778

Finding No. 2002-15

Criteria: The *Uniform Administrative Requirements for Grants and Cooperative Agreements to State and Local Governments* (the Common Rule) states "Procedures for minimizing the time elapsing between the transfer of funds from the U.S. Treasury and disbursement by grantees and subgrantees must be followed whenever advance payment procedures are used... When advances are made by letter-of-credit or electronic transfer of funds methods, the grantee must make drawdowns as close as possible to the time of making disbursements."

Condition: Of four transactions reviewed, one check (# 213755) amounting to \$195,607 was disbursed eight days after cash was received from the grantor agency.

Cause: The cause of the above condition is lack of procedures in place to ensure cash advanced from the grantor agency is disbursed within a timely manner.

Effect: The effect of the above condition is noncompliance with federal cash management requirements.

Recommendation: We recommend that procedures be established to ensure cash advances are disbursed within a timely manner.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Eligibility - Medical Assistance Program
CFDA #93.778

Finding No. 2002-16

Criteria: Sufficient controls should be in place to ensure only eligible individuals receive benefits under the CNMI Medicaid Program.

Condition: The CNMI Medicaid Program relies on a electronic database for verifying eligibility of individuals charged to the CNMI Medicaid Program by service providers. Access to this database is currently not controlled. Updates to the database are made by eligibility workers and an administrative clerk. Independent reviews or test checks are not being performed on the information posted to this database.

Cause: The cause of the above condition is the lack of adequately defined control procedures over the program's electronic system.

Effect: The effect of the above condition is a weakness in controls over the integrity of the eligible participant database.

Recommendation: We recommend that procedures be establish to provide for independent review of information posted to the eligible participant list. The person performing the review should be independent of the data entry process. Specifically, it is recommended that a sample of posted information be traced to the original manual documents on a periodic basis. These tests, if performed, should be documented. We further recommend that controls be implemented to restrict access to the database to authorized personnel.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Eligibility - Medical Assistance Program
CFDA #93.778

Finding No. 2002-17

Criteria: The CNMI Medicaid Operational Plan requires, as part of the eligibility determination criteria, that applicants report any change in circumstances that might affect their eligibility.

Condition: The application forms for the CNMI Medicaid Office do not incorporate the above provision. The provision is appended to the re-determination form only.

Cause: The cause of the above condition is outdated application forms.

Effect: The effect of the above condition is that applicants may not be aware of this requirement.

Recommendation: We recommend that the application forms (both regular and SSI) be amended to include the above provision.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Equipment and Real Property Management - Nutrition Assistance Program
CFDA #10.551

Finding No. 2002-18

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: During the year ended September 30, 2002, the Nutrition Assistance Program (NAP) conducted a physical inventory of its fixed assets. The resulting fixed asset listing did not indicate the cost of the assets. Additionally, the fixed asset listing did not correspond to the fixed asset listing prepared by the Division of Procurement and Supply based on their physical observation of NAP's assets.

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 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

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

Finding No. 2002-19

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-nine contracts relating to expenditures of the Capital Improvement Projects and other Technical Assistance Grants tested, eleven contracts (#s 134-OS, 159-OS, 162-OS, 163-OS, 168-OS, 169-OS, 180-OS, 185-OS, 189-OS, 193-OS and 194-OS) did not contain provisions of compliance under Section 306 of the Clean Air 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 Audits of the CNMI for fiscal years 2000 and 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

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

Finding No. 2002-20

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 eight DOI and Capital Improvement Projects grants requiring submission of quarterly SF-269 and SF-272 reports, we examined all available reports. The following exceptions were noted:

- For three DOI grants (business unit #s 4887, 4895 and 4896) tested, all required reports for the first, second, third and fourth quarters were submitted one, one, seven and sixteen days late, respectively.
- For five 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.

Of twenty-one Technical Assistance Grants expending \$1,021,638, we tested three grants and examined all available reports. For the three grants tested, one grant (business unit (BU) # I28759) required the submission of a brief narrative report semiannually, due May 1 and November 1. The report due May 1, 2002 was submitted seven days late. In addition, the final financial and narrative reports for one grant (BU # I1875S) were not available for our review. Furthermore, the lobbying certification for two grants (I1875J and I1875S) were not made available.

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 Audits of the CNMI for fiscal years 2000 and 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

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

Finding No. 2002-21

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 twenty-three nonpayroll expenditures of the CNMI's Capital Projects Fund tested, seven 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.

<u>Business Unit</u>	<u>Drawdown Per CIP Status Report</u>	<u>Expenditure Per CIP Status Reports (Federal portion only)</u>	<u>Drawdown Variance</u>	<u>Amount Per CIP Status Reports (Total Federal and Local)</u>	<u>Amount Per General Ledger (Total Federal and Local)</u>	<u>General Ledger Variance</u>
4803	\$ 3,555,504	\$ 3,574,670	\$ (19,166)	\$ 4,408,380	\$ 4,408,380	\$ -
5101	\$ 174,939	\$ 218,437	\$ (43,498)	\$ 465,139	\$ 349,878	\$ 115,261
5106	\$ 152,943	\$ 175,560	\$ (22,617)	\$ 306,102	\$ 306,102	\$ -
5121	\$ 167,886	\$ 163,379	\$ 4,507	\$ 335,591	\$ 335,591	\$ -
5164	\$ 2,132,904	\$ 2,129,165	\$ 3,739	\$ 4,262,069	\$ 4,262,069	\$ -
5170	\$ 2,383,636	\$ 2,574,289	\$ (190,653)	\$ 4,767,272	\$ 4,767,272	\$ -
5804	\$ 260,589	\$ 224,534	\$ 36,055	\$ 297,713	\$ 373,789	\$ (76,076)

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 Audits of the CNMI for fiscal years 2000 and 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Reporting - Nutrition Assistance Program
CFDA # 10.551

Finding No. 2002-22

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, 2002, 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, third and fourth quarters. Reports for active and negative cases were delayed at an average of fifty-seven and one hundred and eight days, respectively.

Furthermore, based on the MEU review, the error rate for processing and determining eligibility increased from 22% to 23% for active cases.

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.

Prior Year Status: The lack of compliance with the Manual of operations Section IX relating to reporting deadlines was reported as a finding in the Single Audit of the CNMI for fiscal year 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Reporting - Nutrition Assistance Program
CFDA # 10.551

Finding No. 2002-23

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 forty-three and nine days, respectively. In addition, the final report was submitted seven 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.

Prior Year Status: The lack of compliance with the reporting requirements as stated in the Memorandum of Understanding was reported as a finding in the Single Audit of the CNMI for fiscal year 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Reporting - Nutrition Assistance Program
CFDA # 10.551

Finding No. 2002-24

Criteria: The NAP MOU establishes that the CNMI shall prepare Financial Status Reports (SF-269) to reflect costs to the program as reflected in the CNMI accounting records.

Condition: The final SF-269 report differed from the CNMI accounting records in the following categories:

	<u>Per SF-269</u>	<u>Per CNMI Accounting Records</u>	<u>Variance</u>
Category a - NAP Administration	\$ 791,483	\$ 770,618	\$ 20,865
Category b - Management Evaluation Unit	\$ 154,040	\$ 151,065	\$ 2,975
Category c - Retailer and Redemption Unit	\$ 158,746	\$ 157,540	\$ 1,206

Cause: The cause of the above condition is the SF-269 amounts are based on December 31, 2002 amounts. Drawdowns by the CNMI were based on actual expenditures as of September 30, 2002.

Effect: The effect of the above condition is incorrect reporting of Federal program expenditures.

Recommendation: We recommend that the CNMI ensure required Financial Status Reports are in agreement with the CNMI accounting records.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Reporting - Medical Assistance Program
CFDA # 93.778

Finding No. 2002-25

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. In addition, the Medicaid Agency is required to submit the Quarterly Statement of Expenditures for the Medical Assistance Program (CMS-64), due thirty days after the end of each quarter. These reports shall be prepared on an accrual basis, based on financial records maintained by the centralized accounting office (Finance Office) of the CNMI Government.

Condition: The PMS 272 report for the second quarter of fiscal year 2002 was submitted five days after the deadline.

In addition, during our review of CMS-64 for the quarter ended September 30, 2002, we noted the following exceptions:

Federal share of expenditures for Medicaid, per CMS-64	\$ 3,968,333
Reconciling items:	
Commonwealth Health Center (CHC) billings, not recorded by Finance	(3,917,671)
Late adjustment by Finance Office, not reflected on report	<u>48,910</u>
Federal share of expenditures for Medicaid, per Finance Office	\$ <u>99,572</u>
Federal share of administrative expenditures, per CMS-64	\$ 28,973
Reconciling item:	
Late adjustment by Finance Office to reduce administrative expenditures to federal grant cap.	<u>(33,417)</u>
Federal share of administrative expenditures, per Finance Office	\$ <u>(1,225)</u>

Cause: The cause of the above condition is (a) late adjustments made by the Finance Office, which were not reflected in federal reports submitted by the CNMI Medicaid Office and (b) billings received from CHC, which were not forwarded to the Finance Office.

Effect: The effect of the above condition is late reporting of financial records and inconsistent reporting of program expenditures to the federal agency between the CMS-64 and PMS -272.

Recommendation: We recommend that steps be taken to ensure timely preparation and submission of federal financial reports. We further recommend that an audit trail be prepared for the CHC billings to allow review and tests of these documents.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued
Year Ended September 30, 2002

Special Tests and Provisions - Nutrition Assistance Program
CFDA # 10.551

Finding No. 2002-26

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, applicants must carry at least 10% local food products from its gross sales and quarterly compliance visits to "high redeemers" to investigate nature of such high redemption rates.

Condition: Of twelve NAP authorized retailers tested, only eight of the twelve retailers complied with the 10% requirement of local food products from gross sales. No penalties were issued to these retailers.

Our review of compliance visits noted that none were performed for the second through fourth quarters of the fiscal year.

Cause: The cause of the above condition is (a) high perishability rate of local food products (stores try to minimize purchases to sale trends resulting in noncompliance with the requirement) and (b) inadequate manpower at the Retailer & Redemption Unit, resulting in a compromise of monitoring activities.

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.

Prior Year Status: Noncompliance with the specific requirements of the MOU and Manual of Operations was reported as a finding in the Single Audit of the CNMI for fiscal year 2001.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Unresolved Prior Year Findings and Questioned Costs
Year Ended September 30, 2002

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, 2002:

	<u>Questioned Costs</u>		
	<u>Primary Government</u>	<u>Subrecipient</u>	<u>Total</u>
Questioned costs as previously reported	\$ 410,759	\$ -	\$ 410,759
Less questioned costs resolved in fiscal year 2002:			
Questioned costs of fiscal year 1991 Single Audit (1)	(14,598)	-	(14,598)
Questioned costs of fiscal year 1997 Single Audit (1)	(81,655)	-	(81,655)
Questioned costs of fiscal year 1998 Single Audit (1)	<u>(22,760)</u>	<u>-</u>	<u>(22,760)</u>
	291,746	-	291,746
Questioned costs of fiscal year 2002 Single Audit	<u>146,207</u>	<u>-</u>	<u>146,207</u>
Unresolved questioned costs at September 30, 2002	\$ <u>437,953</u>	\$ <u>-</u>	\$ <u>437,953</u>

- (1) OMB Circular A-133, Section .315(b)(4) - questioned costs resolved as the CNMI considers these findings are no longer valid as they were reported to federal agencies in excess of the two year threshold as of September 30, 2002.

Unresolved Findings

The status of unresolved findings is discussed in the Schedule of Findings and Questioned Costs section of this report (pages 52 through 79).



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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, 2002

Financial Statement Findings Section

External Financial Reporting

Finding No. 2002-1

Name of Contact Persons:

Fermin M. Atalig, 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 CNMI's autonomous agencies to bring their annual audits current. It should be noted that four agencies were included in this finding in 2001 while only one is included in 2002. A draft audit was completed for the CUC but their board did not approve the audit in time for inclusion in the CNMI Single Audit.

Proposed Completion Date:

FY2003

Receivables

Finding No. 2002-2

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. 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:

FY2003

Financial Statement Findings Section, Continued

Receivables, Continued
Finding No. 2002-3

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. 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. CHC has formed a Revenue Enhancement Committee to review all aspects of the collection and billing process, fee schedules and other revenue enhancement matters. They are also in the process of developing an RFP for an integrated hospital management system.

Proposed Completion Date:

No completion date can be projected at this time.

Inventories
Finding No. 2002-4

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 FY2003 actual inventory results along with a covering memo requesting DOF to book the ending balances.

Proposed Completion Date:

FY2003

Advances
Finding No. 2002-5

Name of Contact Persons:

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

Financial Statement Findings Section, Continued

Advances, Continued
Finding No. 2002-5, Continued

Corrective Action:

This finding is related to finding 2002-7. 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:

FY2004

Finding No. 2002-6

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, \$200,000 in FY2000, \$777,000 in FY2001 and an additional drop of \$350,000 in FY2002. Approximately 50% of the total balance outstanding is reserved against fund balance on the balance sheet.

Proposed Completion Date:

Adjustments to be completed in FY2003

Other Liabilities and Accruals
Finding No. 2002-7

Name of Contact Persons:

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

Corrective Action:

This is related to finding 2002-5. 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 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.

Financial Statement Findings Section, Continued

Other Liabilities and Accruals, Continued
Finding No. 2002-7, Continued

Proposed Completion Date:

FY2004

Fund Balance
Finding No. 2002-8

Name of Contact Person:

Catherine Villagomez, SOF Office of 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 FY2002. All FMS corrections should be completed in FY2003.

Proposed Completion Date:

FY2003

CNMI Local Noncompliance
Finding No. 2002-9

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:

FY2004

Finding No. 2002-10

Name of Contact Persons:

Fermin M. Atalig, Secretary of Finance
Edward Tenorio, Special Assistant for Management and Budget

Financial Statement Findings Section, Continued

CNMI Local Noncompliance, Continued
Finding No. 2002-10, Continued

Corrective Action:

Public Law 11-41 appropriated \$242,516,000 in expenditures and transfers so this was the actual legal spending limit. In addition, separate appropriations for bond debt service totaled \$5,872,881. Total budgetary expenditures and transfers for FY2002 were \$212,037,919 plus the \$5,872,881 for bond debt service. Final budget allotments aside from debt service totaled \$209,249,539. Total expenditures were within the final budget amount except for utility expense and prior year/audit adjustments which totaled a combined deficit of \$3,807,614.

We also noted several areas where expenditures would be reduced based on our records. The auditors included total internal service fund expenditures of \$453,673 in the General Fund to conform with GASB 34 but did not adjust for the offsetting reimbursements of \$429,377. The offset would have reduced General Fund expenditures by that amount. In addition, we noted differences in encumbrance amounts between our records and those reported by the auditors. This is apparently the result of the auditors calculating the encumbered balances differently than our financial management system does. While the net difference of \$345,980 is less than the auditors calculation it is not a material amount overall, it does affect individual accounts such as the Mayor's Office where our records show expenditures within budget but the audit report shows over expenditure.

Unfortunately the 9/11 terrorist attacks devastated the tourism industry and reduced orders in the garment, resulting in millions of dollars in lost revenue for the fiscal year with little time to adjust expenditures. The ultimate revenue loss ended up greater than originally anticipated. Combined with the change in administrations four months into the fiscal year it was a difficult to adjust expenditures as quickly as the decline in revenue resulting in a deficit for the year.

Proposed Completion Date:

FY2002

Federal Award Findings and Questioned Costs Section

Eligibility
Finding No. 2002-11

Name of Contact Person:

Peggy S. Nicholas, CU Supervisor

Corrective Action:

Special report is being printed on a monthly basis for the Eligibility Worker to be reminded on the expiration of the work registration referrals. This procedure helps eliminate the over due date of the work registrations. In the report it indicates the individual's name, referral and register date. Also it specifies the due date of the referral. Hope this procedure helps to reduce the discrepancies in the work registration requirements.

Federal Award Findings and Questioned Costs Section, Continued

Eligibility, Continued
Finding No. 2002-11, Continued

Proposed Completion Date:

NAP is in compliance with established eligibility criteria.

Procurement and Suspension and Debarment
Finding No. 2002-12

Name of Contact Persons:

Joseph T. Flores, NAP Administrative Officer
Celine M. Muna, NAP Accountant

Corrective Action:

NAP agrees with the finding. The office lease was competitively bid for the period beginning October 1, 2003. The computer software/hardware lease will be competitively bid when the current lease expires in June 2004.

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:

FY2004

Allowable Costs/Cost Principles
Finding No. 2002-13

Name of Contact Person:

Frances C. Babauta, Accountant III, Medicaid

Corrective Action:

While our Operational Plan states off-island providers will be reimbursed at the local Medicaid rate, we did not have access to the Hawaii Medicaid rates for FY2002 until June 2003. We are currently auditing all Hawaii claims for FY2002 and 2003 to insure proper rates were applied. Over \$200,000 in overpayments has been recovered so far.

Proposed Completion Date:

FY2003

Finding No. 2002-14

Name of Contact Person:

Frances C. Babauta, Accountant III, Medicaid

Federal Award Findings and Questioned Costs Section, Continued

Allowable Costs/Cost Principles, Continued
Finding No. 2002-14, Continued

Corrective Action:

This appears to be an isolated occurrence. We do not agree it is a control weakness or that there is a lack of established procedures. We will continue to strive to insure established procedures are followed in every instance.

Proposed Completion Date:

Ongoing

Finding No. 2002-15

Name of Contact Person:

Fermin M. Atalig, Secretary of Finance

Corrective Action:

In this specific case the drawdown does not appear related to the check cited. The \$532,734 drawdown received on 8/5/02 was not an advance as the finding states but reimbursed CNMI for the 6/30/02 receivable for grant H2778B. The two vouchers paid on check #213755 were charged to the local Medicaid account (1951) and local medical referral account (1972).

Proposed Completion Date:

CNMI is in compliance

Eligibility
Finding No. 2002-16

Name of Contact Person:

Frances C. Babauta, Accountant III, Medicaid

Corrective Action:

We agree with the audit finding. Our computer technician is working to restrict access to the database, to only authorized personnel. Updates to the database are made by eligibility workers and the administrative clerk reviews or test checks the information posted to the database.

Proposed Completion Date:

Completed

Federal Award Findings and Questioned Costs Section, Continued

Eligibility, Continued
Finding No. 2002-17

Name of Contact Person:

Frances C. Babauta, Accountant III, Medicaid

Corrective Action:

The application form has been revised to incorporate this provision. Applicants have always been advised verbally, during the initial interview by our eligibility workers, that any changes must be reported to the Medicaid Office.

Proposed Completion Date:

FY2003

Equipment and Real Property Management
Finding No. 2002-18

Name of Contact Persons:

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 were awarded a grant through U.S. Department of the Interior to assist in the implementation and worked with a consultant to develop capitalization policies and fully implement the Fixed Asset module. A new CNMI Property and Procurement Procedures manual was issued in January 2003. Inventories of each department are to be completed during 2003 and results entered into the Fixed Asset module. Capital assets have been recorded in CNMI financial statements for FY2002 for the first time.

Proposed Completion Date:

Ongoing

Procurement and Suspension and Debarment
Finding No. 2002-19

Name of Contact Person:

Herman Sablan, Director, Procurement and Supply

Corrective Action:

Due to an oversight, the Clean Air Act was not included in the list of Federal laws to be complied with on the standard construction contract although it was included on other types of contracts. This omission has been corrected and all contracts now reference compliance with the Clean Air Act.

Federal Award Findings and Questioned Costs Section, Continued

Procurement and Suspension and Debarment, Continued
Finding No. 2002-19, Continued

Proposed Completion Date:

FY2003

Reporting
Finding No. 2002-20

Name of Contact Person:

Virginia Villagomez, CIP Coordinator

Corrective Action:

Late submission of reports occurred because the CIP Administrator is also the Governor's Authorized Representative for declared disasters. The additional duties resulted in CIP reports being delayed. Verbal extensions were received over the phone from DOI. An additional FTE has been requested for the CIP administrator's office.

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.

Proposed Completion Date:

Ongoing
CNMI is in compliance with DOI reporting requirements

Finding No. 2002-21

Name of Contact Person:

Virginia Villagomez, CIP Coordinator

Corrective Action:

Differences occurred due to entries made after report prepared but back dated in the FMS and 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:

FY2003

Finding No. 2002-22

Name of Contact Person:

Eleanor S. Cruz, NAP MEU Supervisor

Federal Award Findings and Questioned Costs Section, Continued

Reporting, Continued
Finding No. 2002-22, Continued

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. We don't consider the 1% error rate increase to be significant. 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

Finding No. 2002-23

Name of Contact Persons:

Bernadita C. Palacios, Acting Director Finance & Accounting
Merced C. Muna, NAP IAU Supervisor

Corrective Action:

We will make every effort to insure required reports are submitted in a timely manner.

Proposed Completion Date:

FY2003

Finding No. 2002-24

Name of Contact Person:

Bernadita C. Palacios, Acting Director Finance & Accounting

Corrective Action:

Amounts shown as per SF-269 agree to our accounting records as of 12/31/02, the end of the liquidation period. We are uncertain where the amounts reported by the auditors as per CNMI accounting records were derived.

Proposed Completion Date:

FY2003

Finding No. 2002-25

Name of Contact Persons:

Frances C. Babauta, Accountant III, Medicaid
Bernadita C. Palacios, Acting Director Finance & Accounting

Federal Award Findings and Questioned Costs Section, Continued

Reporting, Continued
Finding No. 2002-25, Continued

Corrective Action:

We will make every effort to insure required reports are submitted in a timely manner.

The differences noted between the PM-272 and CMS-64 reports fall into two categories. The amounts noted as "late adjustments by Finance Office" were submitted to Finance by the Medicaid Office more than 30 days after the grant period ended (after CMS-64 report prepared by Medicaid Office was due). They were entered and included on PMS-272 report by Finance. The amounts noted as "CHC billings not recorded by Finance" are amounts never submitted to Finance as they are beyond the reimbursement cap set by Medicaid. We are uncertain why these amounts are being reported since they will never be reimbursed and cannot be reported as program expenses.

Proposed Completion Date:

FY2003

Special Tests and Provisions
Finding No. 2002-26

Name of Contact Person:

Frances P. Roberto, NAP R&R Officer

Corrective Action:

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. See Section X.A.2.a.iii of the Manual of Operations.

NAP agrees with the finding on lack of compliance visits. There are only two FTE's assigned to the Unit and the significant increase in redeemed coupons and participants after the economic downturn related to 9/11 required their time on coupon verification and other critical tasks. The R&R Unit expects to be caught up with reporting requirements by June 2004.

Proposed Completion Date:

FY2004



**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, 2001:

Financial Statement Findings Section:

- Finding No. 2001-1 - Not corrected. See corrective action plan to Finding No. 2002-1.
- Finding No. 2001-2 - Not corrected. See corrective action plan to Finding No. 2002-2.
- Finding No. 2001-3 - Not corrected. See corrective action plan to Finding No. 2002-3.
- Finding No. 2001-4 - Corrective action was taken.
- Finding No. 2001-5 - Not corrected. See corrective action plan to Finding No. 2002-4.
- Finding No. 2001-6 - Not corrected. See corrective action plan to Finding No. 2002-5.
- Finding No. 2001-7 - Not corrected. See corrective action plan to Finding No. 2002-6.
- Finding No. 2001-8 - Corrective action was taken.
- Finding No. 2001-9 - Not corrected. See corrective action plan to Finding No. 2002-7.
- Finding No. 2001-10 - Not corrected. See corrective action plan to Finding No. 2002-8.
- Finding No. 2001-11 - Not corrected. See corrective action plan to Finding No. 2002-9.
- Finding No. 2001-12 - Not corrected. See corrective action plan to Finding No. 2002-10.

Federal Award Findings and Questioned Costs Section:

- Finding No. 2001-13 - Corrective action was taken.
- Finding No. 2001-14 - Not corrected. See corrective action plan to Finding No. 2002-12.
- Finding No. 2001-15 - Corrective action was taken.
- Finding No. 2001-16 - Corrective action was taken.
- Finding No. 2001-17 - Corrective action was taken.
- Finding No. 2001-18 - Not corrected. See corrective action plan to Finding No. 2002-18.

Status of all audit findings included in the Schedule of Findings and Questioned Costs for the year ended September 30, 2001, Continued:

Page Two

Federal Award Findings and Questioned Costs Section, Continued:

- Finding No. 2001-19 - Not corrected. See corrective action plan to Finding No. 2002-19.
- Finding No. 2001-20 - Corrective action was taken.
- Finding No. 2001-21 - Not corrected. See corrective action plan to Finding No. 2002-20.
- Finding No. 2001-22 - Not corrected. See corrective action plan to Finding No. 2002-21.
- Finding No. 2001-23 - Not corrected. See corrective action plan to Finding No. 2002-22.
- Finding No. 2001-24 - Not corrected. See corrective action plan to Finding No. 2002-23.
- Finding No. 2001-25 - Corrective action was taken.
- Finding No. 2001-26 - Corrective action was taken.
- Finding No. 2001-27 - Corrective action was taken.
- Finding No. 2001-28 - Corrective action was taken.
- Finding No. 2001-29 - Not corrected. See corrective action plan to Finding No. 2002-26.