

COMMONWEALTH OF THE  
NORTHERN MARIANA ISLANDS

INDEPENDENT AUDITORS' REPORTS ON  
INTERNAL CONTROL AND ON COMPLIANCE

YEAR ENDED SEPTEMBER 30, 2003

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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND COMPLIANCE AND OTHER MATTERS 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, 2003, and have issued our report thereon dated May 23, 2005, which report was qualified due to: 1) our inability to obtain a response from the CNMI's Office of the Attorney General concerning litigation, claims and assessments; 2) our inability to determine the propriety of taxes receivables, receivables from federal agencies, advances, accounts payable, 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; and 3) our inability to determine the propriety of inventory, due from grantor agencies, utility plant and obligations under capital lease of CUC. 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.

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 (pages 52 through 83) as items 2003-1 through 2003-9, 2003-13, 2003-17 and 2003-18.

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 2003-2 through 2003-4, 2003-6 through 2003-9, 2003-13, 2003-17 and 2003-18 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 May 23, 2005.

#### Compliance and Other Matters

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 as items 2003-10 through 2003-13 and 2003-18. We also noted certain immaterial instances of noncompliance, which we have reported to management of the CNMI in a separate letter dated May 23, 2005.

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 LLC*

May 23, 2005

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, 2003. 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 83). 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 2003-12 through 2003-27 in the accompanying Schedule of Findings and Questioned Costs, the CNMI did not comply with requirements regarding allowable costs/cost principles, cash management, 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, 2003.

### 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 2003-12 through 2003-27.

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 item 2003-18 to be a 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, 2003, and have issued our report thereon dated May 23, 2005, which report was qualified due to: 1) our inability to obtain a response from the CNMI's Office of the Attorney General concerning litigation, claims and assessments; 2) our inability to determine the propriety of taxes receivables, receivables from federal agencies, advances, accounts payable, 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; and 3) our inability to determine the propriety of inventory, due from grantor agencies, utility plant and obligations under capital lease of CUC.

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, accounts payable, other liabilities and accruals, due to component units and reserve for continuing appropriations 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 LLC*

May 23, 2005

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Programs Selected for Audit  
in Accordance with OMB Circular A-133  
Year Ended September 30, 2003

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	\$ 16,330,298
	15.875	Technical Assistance Grants	1,022,218
	15.875	Public Works	<u>51,053</u>
			17,403,569
U.S. Department of Treasury	Not available	Tax Relief Reconciliation Act 2003	4,244,579
U.S. Department of Agriculture	10.551	Nutrition Assistance Program	7,711,605
U.S. Department of Environmental Protection Agency	66.600	Consolidated Grant	1,754,327
U.S. Department of Health and Human Services	93.778	Medical Assistance Program	<u>4,489,158</u>
Total program expenditures tested			\$ <u>35,603,238</u>
Total federal program expenditures			\$ <u>57,858,787</u>
% of total federal program expenditures tested			<u>62%</u>

## COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards  
Federal Grants Fund  
Year Ended September 30, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Treasury</b>						
<u>Tax Relief Recon Act 2003 CFDA # Not Available</u>						
FY03 Budget Reserve	R3401A	\$ -	\$ -	\$ 2,300,000	\$ 2,244,579	\$ (55,421)
Destination Enhance (DLNR)	R3401D	-	-	300,000	-	(300,000)
Pacific Gateway Project (NMC)	R3401N	-	-	2,000,000	2,000,000	-
Destination Enhance (DPW)	R3401W	-	-	400,000	-	(400,000)
Sub-total CFDA # Not Available		-	-	5,000,000	4,244,579	(755,421)
<b>Total U.S. Department of Treasury</b>		-	-	5,000,000	4,244,579	(755,421)
<b>U.S. Department of Agriculture</b>						
<u>Animal and Plant Helat. Insp. Serv</u>						
<u>CFDA #10.025</u>						
Animal Disease 09/03	A2025A	-	-	2,819	10,150	7,331
<u>Meat Inspection CFDA #10.475</u>						
Meat-Poultry Inspection	A24750	-	(14,530)	46,448	31,274	(29,704)
Meat-Poultry Inspection	A34750	394,911	95,933	-	8,719	104,652
Sub-total CFDA #10.475		394,911	81,403	46,448	39,993	74,948
<u>Nutrition Assistance CFDA #10.551</u>						
NAP - Admin	A0551A	-	3,536	-	-	3,536
Program Benefits	A0551B	-	(94,881)	-	-	(94,881)
Management Evaluation Unit	A0551C	-	1,071	-	-	1,071
Retail & Redemption Unit	A0551D	-	657	-	-	657
Program Income/NAP 09/01	A1551P	-	(243)	-	243	-
NAP - Admin 09/02	A2551A	-	71,289	91,944	20,865	210
Program Benefits 09/02	A2551B	-	1,051,073	1,051,073	-	-
Manage. Eval. Unit 09/02	A2551C	-	18,204	21,178	2,974	-
R. & R. Unit 09/02	A2551D	-	23,848	25,052	1,204	-
NAP PROGRAM INC. 09/02	A2551P	-	(8,480)	294	3,641	(5,133)
Management Evaluation Unit	A2561C	-	(3)	-	-	(3)
Management Evaluation Unit	A4561C	-	3	-	-	3
NAP Administration	A6551A	821,348	(198)	-	-	(198)
Management Evaluation Unit	A6551C	190,124	(43)	-	-	(43)
Retail & Redemption	A6551D	160,384	1,600	-	-	1,600
Retail & Redemption	A7551D	139,349	1	-	-	1
NAP - Admin	A9551A	-	(3,429)	-	-	(3,429)
Program Benefits	A9551B	3,984,598	(51,166)	-	-	(51,166)
Management Evaluation Unit	A9551C	175,102	(1,184)	-	-	(1,184)
Retail & Redemption Unit	A9551D	163,819	(704)	-	-	(704)
NAP - Admin 09/03	A3551A	839,045	-	724,369	794,562	70,193
Program Benefits 9/03	A3551B	6,535,910	(554,800)	6,052,258	6,553,095	(53,963)
Manage. Eval. Unit 09/03	A3551C	197,617	-	163,887	182,589	18,702
R & R Unit 09/03	A3551D	171,177	-	141,930	152,432	10,502
NAP PROGRAM INC. 09/03	A3551P	-	-	9,086	-	(9,086)
Sub-total CFDA #10.551		13,378,473	456,151	8,281,071	7,711,605	(113,315)
<u>Elderly Nutrition CFDA #10.570</u>						
Elderly Feed FY01	A15701	-	4,876	4,876	-	-
Elderly Feed FFSR	A25702	-	40,446	40,446	-	-
Elderly Feed 09/03	A35702	-	-	23,336	23,336	-
Elderly Feed	A45701	-	71,813	-	-	71,813
Elderly Feed FY95	A55701	-	1,622	-	-	1,622
Elderly Feed FY99	A95701	190,646	(5,240)	-	-	(5,240)
Sub-total CFDA #10.570		190,646	113,517	68,658	23,336	68,195

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Agriculture, Continued</b>						
<u>Cooperative Forestry Assistance</u>						
<u>CFDA #10.664</u>						
Saipan Forestry Admin	A06642	-	(605)	-	-	(605)
U&C Forestry - Saipan 09/02	A1664A	-	19,795	20,574	779	-
U&C Forestry - Rota 09/02	A1664B	-	779	779	-	-
For. Steward Prog. - Rota FFSR	A1664C	-	11,656	11,656	-	-
U&C Forestry - Tinian 09/02	A1664D	-	23	486	463	-
For. StewardProg-Rota FFSR	A1664E	-	1,625	1,662	38	1
Mngmt Plan-SPN FFSR	A1664F	-	9,858	11,840	2,008	26
Coop. Forest -SPN FFSR	A1664G	-	11,903	11,964	60	(1)
Conserv. Educ.-Spn FFSR	A1664H	-	-	2,853	2,853	-
Wildland Interface 05/02	A1664I	-	8,697	8,696	-	1
Conserv. Edu.-Rota FFSR	A1664R	-	3,058	3,057	-	1
For. Steward Prog. - Saipan 09/02	A1664S	-	6,375	7,150	775	-
State Fire Asst. 05/02	A16640	-	20,572	20,574	-	(2)
Seed Improvement - Tinian	A16644	-	(593)	-	-	(593)
U&C Forestry-SPN 09/03	A2664A	-	1,033	79,228	95,007	16,812
U&C Forestry-Rota 09/03	A2664B	-	-	9,784	14,999	5,215
For. Steward Prog - Rota 09/03	A2664C	-	-	4,671	17,949	13,278
U&C Forest-Tinian 09/03	A2664D	-	-	2,028	2,447	419
For. Steward Program-Tinian 09/03	A2664E	-	-	5,290	5,469	179
Coop. Forest.-SPN 09/03	A2664G	-	-	12,763	16,503	3,740
Conserv. Educ.-Spn 09/03	A2664H	-	-	830	3,934	3,104
For. Steward Program-Spn 09/03	A2664S	-	-	7,033	15,717	8,684
State Fire Asst. 05/03	A26640	-	30,835	170,712	148,830	8,953
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)
U&C Forest-Rota 09/04	A3664B	-	-	-	9,699	9,699
Coop. Forest-Spn 09/04	A3664G	-	-	-	1,370	1,370
For. Steward Program - Spn 09/04	A3664S	-	-	-	76	76
State Fire Asst. 05/04	A36640	-	-	-	87,599	87,599
U&C Forestry-Spn 09/04	A3664I	-	-	-	13,980	13,980
ATB Urban Forestry	A46643	126,100	(367)	-	-	(367)
Seedling Improvement	A46644	11,000	173	-	-	173
Forest Pest Management	A46647	10,000	29	-	-	29
Conservation Education Prog.	A4664A	4,000	166	-	-	166
Wetland Phase II FFSR	A5904A	-	(2)	-	-	(2)
U&C Forestry-Rota FFSR	A6664B	-	1	-	-	1
Fire Protection - Saipan	A6664I	11,977	18,034	-	-	18,034
U&C Forestry - Saipan	A7664A	50,516	(1,192)	-	-	(1,192)
U&C Forestry - Rota	A7664B	15,852	(1,339)	-	-	(1,339)
Seedling - Rota	A7664C	3,000	(249)	-	-	(249)
Fire Protection - Rota	A7664R	4,000	(274)	-	-	(274)
Fire Protection - Tinian	A7664T	6,000	(486)	-	-	(486)
Fire Protection - Saipan	A7664I	39,997	(19,035)	-	-	(19,035)
H2O-Shed Pro & Floi	A7904S	-	(175,036)	-	-	(175,036)
U&C Forestry - Saipan	A8664A	-	(391)	-	-	(391)
U&C Forestry - Rota	A8664B	-	(10)	-	-	(10)
Fire Protection	A8664I	-	(425)	-	-	(425)
U&C Forestry - Saipan	A9664A	77,406	(56)	-	-	(56)
Fire Protection	A9664I	90,000	(220)	-	-	(220)
Sub-total CFDA #10.664		449,848	(187,159)	393,630	440,555	(140,234)
<u>Soil &amp; H2O Survey CFDA #10.903</u>						
Kagman Watershed (Waterway)	A9903T	-	1	67,338	67,338	1
<u>Watershed Protection CFDA #10.904</u>						
H2O - Shed Pro & Flood	A7904S	-	175,038	-	-	175,038

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Agriculture, Continued</b>						
<u>EQIP Ed. Prog. Soil &amp; H2O Conser</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		-	1,143	1,700	-	(557)
<u>National Agriculture Statistic CFDA #10.950</u>						
Census of Agriculture	A8950C	20,000	6,248	-	-	6,248
<b>Total U.S. Department of Agriculture</b>		<b>14,433,878</b>	<b>646,342</b>	<b>8,861,664</b>	<b>8,292,977</b>	<b>77,655</b>
<b>U.S. Department of Commerce</b>						
<u>CENSUS 2000 PL105-277</u>						
Central Statistics	C3105A	-	-	-	5,099	5,099
<u>Coastal Zone Mgmt. CFDA #11.419</u>						
Base Grant	C0419A	-	1,870	3,618	1,747	(1)
FY00 CRM Program Income	C0419P	-	(300)	-	-	(300)
Coastal Hazard	C04192	-	37	37	-	-
Base Grant 03/02	C1419A	-	(1,002)	12,818	13,819	(1)
Coastal Hazard 03/02	C14192	-	(25,644)	3,071	28,715	-
Base Grant (306) 03/03	C2419A	-	98,061	112,726	120,193	105,528
NPS Pollution (6217) 03/03	C2419B	-	978	978	10,196	10,196
Coastal Hazard (309) 03/03	C2419C	-	5,707	28,926	27,879	4,660
CRM FY02 PROGRAM INCOME	C2419P	-	(51,452)	-	51,452	-
Base Grant (306) 03/04	C3419A	-	-	709,863	791,864	82,001
NPS Pollution (310) 03/04	C3419B	-	-	23,411	25,509	2,098
Coastal Hazard (309) 03/04	C3419C	-	-	44,763	52,575	7,812
CRM FY03 Program Income	C3419P	-	-	75,762	28,662	(47,100)
CRM Base Grant	C44190	-	1,456	-	-	1,456
Non-Point Source	C54191	84,000	(1)	-	-	(1)
Legal Counsel	C54193	-	1,054	-	-	1,054
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)
Coastal Hazard	C64192	44,000	(497)	-	-	(497)
AD&C H. Mngr	C64193	27,000	1,094	-	-	1,094
FY96 Program Income	C6419A	366,841	101	-	-	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	(1,601)	-	-	(1,601)
FY98 Program Income	C8419A	-	(30,242)	-	-	(30,242)
CRM Program Income	C9419G	-	(2,093)	-	-	(2,093)
Sub-total CFDA #11.419		1,575,503	155,553	1,015,973	1,152,611	292,191
<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)	-	17	(108)
Sub-total CFDA #11.427		132,130	17,901	-	17	17,918
<u>Pacific Fisheries Data CFDA #11.437</u>						
CRM/Coral Reef 08/01	C0426A	-	(7,463)	-	7,677	214
CRM/Coral Reef 08/02	C1426A	-	8,383	14,240	27,817	21,960
West Pac Fish 06/02	C1437A	-	5,005	-	-	5,005
West Pac Fisheries 06/03	C2437A	-	25,840	111,079	86,310	1,071
CRM/CNM CREMG 09/04	C3426B	-	-	32,679	34,846	2,167
West Pacific Fisheries 06/04	C3437A	-	-	-	25,379	25,379
West Pac Info	C54372	-	1	-	-	1
West Pacific Fish Info.	C64372	45,000	(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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Commerce, Continued</b>						
<u>Pacific Fisheries Data CFDA #11.437, Continued</u>						
Balance Forwarded		45,000	31,765	157,998	182,029	55,796
West Pac Fisheries FFSR	C7437A	-	(1)	-	-	(1)
West Pacific Fisheries	C8437A	-	(15,220)	-	-	(15,220)
West Pacific Fisheries	C9437A	135,000	(112)	-	-	(112)
Sub-total CFDA #11.437		180,000	16,432	157,998	182,029	40,463
<b>Total U.S. Department of Commerce</b>		<b>1,887,633</b>	<b>189,886</b>	<b>1,173,971</b>	<b>1,339,756</b>	<b>355,671</b>
<b>Institute of Museum and Library Services</b>						
<u>State Library Program CFDA #45.310</u>						
LSTA/Lib. Tech.	F0310B	-	(2)	-	-	(2)
LSTA/Lib. Tech. FFSR	F1310B	-	50,615	51,768	1,152	(1)
LSTA/Joeten Kiyu FFSR	F2310A	-	6,506	24,506	18,000	-
LSTA/Joeten Kiyu 9/03	F2310B	-	-	35,949	37,278	1,329
LSTA/Lib. Tech. 9/04	F2310C	-	-	50,751	51,552	801
LSTA/Lib. Tech.	F9310B	-	(258)	-	-	(258)
<b>Total Institute of Museum and Library Services</b>		<b>-</b>	<b>56,861</b>	<b>162,974</b>	<b>107,982</b>	<b>1,869</b>
<b>U.S. Department of Education</b>						
<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	-	14,309	14,310	48,187	48,186
Voc. Rehab./Admin. 09/02	E1126C	-	16,812	209,381	296,202	103,633
Voc.Rehab./Cons. Svs 09/02	E1126D	-	11,583	95,483	99,226	15,326
Voc.Rehab./S.R.C. 09/02	E1126E	-	3,830	4,206	376	-
Voc.Rehab./Admin. 09/03	E2126C	-	41,228	86,433	69,868	24,663
Voc. Rehab./Cons. Svs 09/03	E2126D	-	31,903	111,253	117,103	37,753
Voc. Rehab./S.R.C. 9/03	E2126E	-	-	4,122	11,655	7,533
Voc. Rehab. (Case)	E3126B	340,886	(943)	-	-	(943)
Voc. Rehab./Admin 9/04	E3126C	-	-	148,597	278,407	129,810
OVR/Counsel & Guide 9/04	E3126D	-	-	45,527	122,720	77,193
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	236,009	719,312	1,043,744	560,441
<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

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Education, Continued</b>						
<u>Independent Living - State Grants</u>						
<u>CFDA #84.169</u>						
VR Indep. Lvng/CS 09/01	E0169B	-	373	-	-	373
VR Indep. Lvng 09/02	E1169A	-	-	-	263	263
VR-Consumer SVS 09/02	E1169B	-	451	1,568	3,175	2,058
VR-Indep. Lvng (SILC) 09/03	E2169A	-	1,243	4,887	3,643	(1)
VR-Consumer SVS 09/03	E2169B	-	1,678	7,398	6,683	963
VR Indep. Lvng (SILC) 9/04	E3169A	-	-	-	10,594	10,594
VR-Consumer SVS 9/04	E3169B	-	-	-	4,019	4,019
VR-Independent Living	E7169A	43,407	(1)	-	-	(1)
VR-Independent Living 09/99	E8169A	54,102	454	-	-	454
VR-Ind. Liv./Consumers 09/00	E9169B	-	1	-	-	1
Sub-total CFDA #84.169		97,509	4,199	13,853	28,377	18,723
<u>Independent Living/Older Blind CFDA #84.177</u>						
Ind. Lvng/Older Blind	E0177B	-	(1)	-	-	(1)
Ind. Lvng/Older Blind 09/02	E1177B	-	(147)	3,387	3,260	(274)
Ind. Lvng/Older Blind 09/03	E2177B	-	15,691	30,745	18,136	3,082
Ind. Lvng/Older Blind 09/04	E3177B	-	-	-	2,798	2,798
Sub-total CFDA #84.177		-	15,543	34,132	24,194	5,605
<u>Supported Employment Services CFDA #84.187</u>						
VR Supp. Employ/CS 09/01	E0187A	-	(1)	-	16,043	16,042
VR-Supported Employ.	E7187A	47,690	1,258	-	-	1,258
VR-Supported Employ.	E8187A	-	11	8,548	26,716	18,179
VR Supported Employ. 09/00	E9187A	-	-	44,620	47,105	2,485
Sub-total CFDA #84.187		47,690	1,268	53,168	89,864	37,964
<u>Technology Assistance CFDA #84.224</u>						
Assistance for Disabled 09/02	E0224A	-	41,906	41,905	-	1
Assist. for Disabled 09/02	E1224A	-	97,313	97,313	-	-
Assist. for Disabled 09/02	E2224A	-	97,505	101,429	6,966	3,042
Assist. For Disabled 09/03	E3224A	-	-	9,481	93,354	83,873
Assistance for Disabled	E6224A	150,000	(318)	-	-	(318)
Assistance for Disabled	E7224A	152,813	2	-	-	2
Assistance for Disabled	E9224A	150,000	302	304	-	(2)
Sub-total CFDA #84.224		452,813	236,710	250,432	100,320	86,598
<u>Rehabilitation Training CFDA #84.265</u>						
VR Service Training	E1265A	-	(303)	-	1,349	1,046
VR Service Training 09/02	E2265A	-	10,803	10,803	9,153	9,153
VR Service Training 09/03	E3265A	-	-	-	17,657	17,657
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	-	271	271	-	-
Sub-total CFDA #84.265		28,660	18,873	11,074	28,159	35,958
<b>Total U.S. Department of Education</b>		<b>3,183,673</b>	<b>580,026</b>	<b>1,244,945</b>	<b>1,422,640</b>	<b>757,721</b>
<b>U.S. Department of Energy</b>						
<u>State Energy Conser. CFDA #81.041</u>						
State Energy Program 09/00	N0041A	-	(2)	-	-	(2)
State Energy Prog.	N1041A	-	(1)	-	-	(1)
State Energy Prog. FFSR	N2041A	-	37,343	49,821	12,479	1
State Energy Prog. FFSR	N3041A	-	-	167,732	193,772	26,040
FY95 SECP	N50041	107,400	(1)	-	-	(1)
State Energy Program	N7041A	216,784	(1)	-	-	(1)
State Energy Program	N8041A	166,000	(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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Energy, Continued</b>						
<u>State Energy Conser. CFDA #81.041, Continued</u>						
Balance Forwarded		490,184	37,337	217,553	206,251	26,035
State Energy Program	N9041A	-	(135)	-	-	(135)
Sub-total CFDA #81.041		490,184	37,202	217,553	206,251	25,900
<u>Energy Conservation for Institutional Building CFDA #81.052</u>						
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	(60,726)	-	-	(60,726)
<u>Consolidated Grant CFDA #81.074</u>						
Direct Charge FY93	N30740	50,500	39,429	-	-	39,429
Photovoltaic (PV) Elect.	N6074B	15,822	(1)	-	-	(1)
Diamond Shamrock	N00741	112,398	(93)	-	-	(93)
Oil Warner Fund	N70742	2,000	686	-	-	686
Sub-total CFDA #81.074		180,720	40,021	-	-	40,021
<u>S.E.P. Initiatives CFDA #81.117</u>						
SEP Initiative FFSR	N1117A	-	291	291	-	-
SEP Initiative FFSR	N2117A	-	-	1,679	1,679	-
SEP Initiative FFSR	N3117A	-	-	-	2,500	2,500
Sub-total CFDA #81.117		-	291	1,970	4,179	2,500
<b>Total U.S. Department of Energy</b>		<b>789,303</b>	<b>16,788</b>	<b>219,523</b>	<b>210,430</b>	<b>7,695</b>
<b>U.S. Department of Defense</b>						
<u>Defense Environmental Restoration CFDA #12.113</u>						
DERP Funds (DSMOA) 09/02	P0113D	-	12,216	12,216	-	-
DERP Funds (DSMOA) 09/03	P3113D	-	-	-	6,722	6,722
Department of Defense Grant	P46005	-	(16,214)	-	-	(16,214)
DERP Funds (DSMOA)	P8113D	59,240	337	-	-	337
Sub-total CFDA #12.113		59,240	(3,661)	12,216	6,722	(9,155)
<u>U.S. Dept. of Defense (Navy) CFDA #61.755</u>						
Anatahan MOA 9/01/02	D1755A	-	(3,249)	-	-	(3,249)
Anatahan Feral Anmi 7/04	D2420A	-	-	49,977	71,611	21,634
Sub-total CFDA #61.755		-	(3,249)	49,977	71,611	18,385
<b>Total U.S. Department of Defense</b>		<b>59,240</b>	<b>(6,910)</b>	<b>62,193</b>	<b>78,333</b>	<b>9,230</b>
<b>U.S. Environmental Protection Agency</b>						
<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)
Env Justice Project	P1600M	-	1,002	10,184	9,182	-
FY 01 DEQ Program Income	P16002	-	(3,837)	-	-	(3,837)

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Environmental Protection Agency, Continued</b>						
<u>Consolidated Grant CFDA #66.600, Continued</u>						
Balance Forwarded		-	(5,214)	10,184	9,182	(6,216)
IPA/David Schmidt	P2600B	-	-	100,803	100,803	-
Drinking H2O Oper Trng	P2600D	-	-	3,571	3,927	356
JAG (DEQ)	P2600E	-	-	63,974	63,974	-
DEQ/Beach Grant	P2600N	-	8,121	21,106	13,060	75
DEQ/PSA Project	P2600Q	-	1,440	4,508	3,068	-
DEQ/Stormwater & Erosion	P2600R	-	-	591	591	-
DEQ/Superfund	P2600S	-	-	11,422	17,883	6,461
Broad Area Mngt. Project	P2600T	-	-	46,416	64,236	17,820
FY02 DEQ Base Grant	P26000	-	336,483	362,109	25,842	216
FY2002 DEQ Prog. Income	P26002	-	(83,438)	-	72,009	(11,429)
Drinking H2O/Cterrorism	P3600C	52,300	-	-	12,561	12,561
FY03 DEQ Base Grant FFSR	P3600C	2,841,811	-	1,007,814	1,182,328	174,514
FY03 DEQ Program Income	P36002	-	-	212,841	158,964	(53,877)
CRM/DEQ Wetland Project	P46001	54,000	1,940	-	-	1,940
Rm. Dept. of Defense	P46005	50,000	16,472	-	-	16,472
EPA Base Grant	P56000	688,041	(620)	-	-	(620)
FY95 Program Income	P56002	77,245	(29,438)	-	-	(29,438)
Isley Project	P56003	-	1,113	-	-	1,113
NPS/Marine Monitor	P56004	117,686	1	-	-	1
LauLau Watershed	P56006	123,000	7,785	-	-	7,785
FY96 DEQ Program Income	P66002	194,054	1,591	-	-	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	304	305	-	(1)
Marine Monitoring - NPS	P8600I	-	(1)	-	-	(1)
Pesticide Containment	P8600K	-	2,500	2,500	-	-
FY98 EPA Base Grant FSR	P86000	-	1	-	-	1
FY98 DEQ Program Income	P86002	-	(1)	-	-	(1)
Compost. Animal Bedding	P9600C	-	1	-	-	1
Garapan Watershed Proj.	P9600F	-	18,882	22,299	3,416	(1)
Susupe Lake Project 9/99	P9600L	-	-	22,483	22,483	-
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		6,926,470	276,383	1,892,926	1,754,327	137,784
<u>Solid Waste Management Assistance CFDA #66.808</u>						
SPN Text Recycle Project	P2808P	-	-	1	-	(1)
<u>Environmental Education Grants CFDA #66.951</u>						
EPA Education Prog.	P5951A	10,000	1,095	-	-	1,095
<b>Total U.S. Environmental Protection Agency</b>		6,936,470	277,478	1,892,927	1,754,327	138,878
<b>U.S. Federal Emergency Management Agency</b>						
<u>FEMA Unknown</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 FEMA Unknown		598,474	(206,995)	-	-	(206,995)

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Federal Emergency Management Agency, Continued</b>						
<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	917	-	-	917
<u>CFDA #83.012</u>						
CERCLA	M60120	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
<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
Sub-total CFDA #83.516		525,000	(34,815)	-	-	(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	2,836	16,495	10,437	(3,222)
Grantee Admin	M9519B	-	(2,836)	-	-	(2,836)
S/Management Cost-Paka	M95190	48,212	(40,161)	-	-	(40,161)
S/Management Grantee Adm.	M95191	-	(96)	-	-	(96)
SUB GRANTEE ADMIN 3/01	M95487	-	(7,593)	-	-	(7,593)
Grantee Admin	M95488	-	7	8	-	(1)
Sub-total CFDA #83.519		288,067	(128,152)	16,503	10,437	(134,218)
<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

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Federal Emergency Management Agency, Continued</b>						
<u>Terrorism/Non-Terrorism EMPG</u>						
<u>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 12/03	M35230	-	-	9,453	-	(9,453)
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	9,453	-	(9,297)
<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
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>Crisis Counseling Program CFDA #83.539</u>						
FEMA/Crisis Counsel. FFSR	M3539A	-	-	53,597	53,597	-
<u>Disaster Unemployment Asst CFDA #83.541</u>						
DUA-Admin (EMO) 9/03	L3541A	-	-	20,215	26,652	6,437
DUA-Program (EMO) 9/03	L3541B	-	-	1,281,342	1,281,341	(1)
Sub-total CFDA #83.541		-	-	1,301,557	1,307,993	6,436
<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	(6,872)	13,164	10,544	(9,492)
Sub-total CFDA #83.543		76,496	(15,980)	13,164	10,544	(18,600)
<u>Public Assistance Grants CFDA #83.544</u>						
T-Pongs-State Admin-SPN	M31447	-	-	30,405	24,741	(5,664)
Election Commission-Rota	M3544A	-	-	3,240	-	(3,240)
Mayor (Municipality) Rota	M3544B	-	-	21,297	19,454	(1,843)
Municipl Council - Rota	M3544C	-	-	9,640	-	(9,640)
Department of Commerce - Rota	M3544F	-	-	953	-	(953)
DPS-Rota	M3544J	-	-	22,680	-	(22,680)
Labor & Immigration - Rota	M3544L	-	-	2,192	-	(2,192)
T-Chata'an - Rota	M3544M	-	-	350,246	200,501	(149,745)
T-Cha Sub G/Adm - Rota	M3544N	-	-	4,242	4,242	-
T-Cha Grntee Adm - SPN	M35440	-	-	3,178	3,178	-
T-Cha - State/Mnge Adm - SPN	M3544P	-	-	15,009	8,322	(6,687)
T-Pongs-DPS (Salary) - Rota	M3544R	-	-	84,811	77,022	(7,789)
EMO-Rota	M3544S	-	-	204,406	-	(204,406)
MVA	M3544T	-	-	37,464	37,231	(233)

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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Year Ended September 30, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Federal Emergency Management Agency, Continued</b>						
<u>Public Assistance Grants CFDA #83.544, Continued</u>						
Balance Forwarded		-	-	789,763	374,691	(415,072)
CPA	M3544U	-	-	12,686	12,686	-
NMHC	M3544X	-	-	4,500	4,500	-
Municipality of Tinian	M3544Z	-	-	1,350	-	(1,350)
CUC	M35441	-	-	154,129	154,129	-
T-Pong-Sub/G Admin - Rota	M35442	-	-	-	1,360	1,360
T-Pongs-Grantee Admin - SPN	M35443	-	-	1,260	1,259	(1)
Rota Health Center	M35444	-	-	9,745	-	(9,745)
DPW - Rota	M35445	-	-	91,862	89,806	(2,056)
SPN - Municipality	M35446	-	-	2,249	-	(2,249)
DPS - SPN	M35447	-	-	19,033	-	(19,033)
DPW - Tinian	M35448	-	-	1,275	-	(1,275)
DPW - SPN	M8544B	-	-	11,528	-	(11,528)
T-Keith IFGP - Base Grant	M8544B	250,000	254,643	-	-	254,643
T-Keith PA Base Grant	M8544C	-	49,823	203,052	204,540	51,311
T-Keith PA Grantee Admin.	M8544D	4,981	(1,325)	8,902	10,690	463
T-Keith State Admin. Cost	M8544E	-	94,634	29,806	17,780	82,608
T-PAKA State Admin. Cost	M8544F	-	36,908	135,203	155,626	57,331
T-PAKA Sub/Grant Admin.	M8544G	-	(1,752)	5,522	7,367	93
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	-	28,801	79,922	304,531	253,410
T-PAKA PA Grantee Admin.	M8544T	-	(854)	2,165	3,019	-
Sub-total CFDA #83.544		306,758	377,551	1,563,952	1,341,984	155,583
<u>Hazard Mitigation Grant CFDA #83.548</u>						
HMGP - Is. Power - EMO	M9548A	48,600	954	-	-	954
HMGP Sub-Grantee EMO 6/99	M9548B	-	1,077	1,554	-	(477)
HMGP Sub-Grantee EMO 12/00	M9548E	-	1,046	1,609	563	-
HMGP-Grantee Adm. FFSR	M9548I	-	307	500	193	-
Sub-Grantee Adm. Bldg 12/00	M9548K	-	-	1,133	1,297	164
Sub-Grantee Adm.	M9548N	-	-	157	-	(157)
HMGP-H2O Supply-CUC 3/01	M95481	-	1,172	184,999	177,867	(5,960)
HMGP - Grantee Admin 3/01	M95483	15,172	(3,480)	(2,480)	1,001	1
HMGP - Grantee Admin 3/01	M95484	-	(35)	(8)	-	(27)
Sub-total CFDA #83.548		63,772	1,041	187,464	180,921	(5,502)
<u>Terrorism/Non Terrorism Grant CFDA #83.552</u>						
EMPG Non-Terror	M1552A	-	15,621	15,620	-	1
FMA - Planning	M2536P	-	-	69	243	174
EMPG Non-Terror	M2552A	-	141,185	181,347	40,164	2
EMPG Terrorism	M2552B	-	10,212	17,101	6,887	(2)
EMPG Non-Terro 3/31/04	M3552A	-	-	375,672	410,592	34,920
EOP - EMO 12/19/03	M3562A	-	-	4,313	4,847	534
EOC - EMO FFSR	M3563A	-	-	17,719	38,231	20,512
Cert-EMO 3/31/04	M3564A	-	-	30,821	31,274	453
Sub-total CFDA #83.552		-	167,018	642,662	532,238	56,594
<u>Firefighters Assistance-DPS CFDA #83.554</u>						
Firefighters (DPS) FFSR	M1554A	-	144,776	144,776	-	-
<u>Pre-Disaster Mitigation - EMO CFDA #83.557</u>						
Pre-Disaster Mitigation 3/04	M3557A	-	-	56,547	59,759	3,212
Pre-Disaster Mitigation 3/04	M3557B	-	-	155,000	155,000	-
Sub-total CFDA #83.557		-	-	211,547	214,759	3,212
<b>Total U.S. Federal Emergency Management Agency</b>		<b>2,850,220</b>	<b>486,180</b>	<b>4,144,675</b>	<b>3,652,473</b>	<b>(6,022)</b>

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Health and Human Services</b>						
<b>Bioterrorism Program CFDA #93.003</b>						
Bioterrorism Prog. 03/04	H2003A	-	8,619	71,474	62,855	-
<b>Aging - Supportive Services CFDA #93.044</b>						
Support Services - Saipan 09/00	H0044A	-	(12,252)	-	-	(12,252)
C/Geriatric	H06104	60,785	382	-	-	382
Supportive Service - Saipan	H06105	137,325	28,779	-	-	28,779
Support Services - Saipan	H1044A	-	7,678	7,679	-	(1)
Support Serv.-Rot. 09/01	H1044R	-	748	863	115	-
Support Serv.-Tin. 09/01	H1044T	-	955	1,643	687	(1)
Support Serv.-Spn 09/02	H2044A	-	38,939	165,591	126,652	-
Support Serv.-Rot. 09/02	H2044R	-	1,975	6,346	4,371	-
Support Serv.-Tin. 09/02	H2044T	-	1,964	6,300	4,336	-
Supportive Service	H26330	187,024	62,000	-	-	62,000
Supportive Service - Japan 09/03	H3044A	-	-	142,521	159,585	17,064
Supportive Service - Rota 09/03	H3044R	-	-	2,202	2,202	-
Supportive Service - Tinian 09/03	H3044T	-	-	5,174	5,699	525
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	1,511	-	-	1,511
Sub-total CFDA #93.044		885,634	280,819	338,319	303,647	246,147
<b>Aging - Nutrition Services CFDA #93.045</b>						
Home Del. Meals - Saipan 09/00	H0045A	-	(1)	-	-	(1)
Home Del. Meals - Rota 09/00	H0045B	-	(457)	-	-	(457)
Congregate Meals - Rota 09/00	H0045R	-	(622)	-	-	(622)
Congregate Meals - Saipan 09/00	H0045S	-	1	-	-	1
Congregate Meals - Tinian 09/00	H0045T	-	(44)	-	-	(44)
Home Del. Meal - Saipan	H1045A	-	7,768	12,758	4,989	(1)
Home Del. Meal - Rota	H1045B	-	(438)	(438)	-	-
Home Del. Meal - Tinian	H1045C	-	3,783	6,175	2,393	1
Congregate Meals - Rota	H1045R	-	(2,501)	(2,501)	-	-
Congregate Meals - Saipan	H1045S	-	44,242	82,505	38,264	1
Congregate Meals - Tinian	H1045T	-	1,681	2,026	344	(1)
Home Del. Meals - Saipan 09/02	H2045A	-	(14,506)	47,655	62,160	(1)
Home Del. Meals - Rota 09/02	H2045B	-	5,943	20,339	14,396	-
Home Del. Meals - Tinian 09/02	H2045C	-	(2,328)	17,869	20,196	(1)
Congregate Meals - Rota 09/02	H2045R	-	(1,223)	3,454	4,677	-
Congregate Meals - Saipan 09/02	H2045S	-	(9,437)	144,837	154,274	-
Congregate Meals - Tinian 09/02	H2045T	-	(2,169)	6,859	9,028	-
Congregate Meals	H2633A	235,373	(4,202)	-	-	(4,202)
Home Del. Meal - SPN 09/03	H3045A	-	-	20,584	20,747	163
Home Del. Meal - Rota 09/03	H3045B	-	-	12,764	15,964	3,200
Home Del. Meal - Tinian 09/03	H3045C	-	-	-	1,424	1,424
Congregate Meals - Rota 09/03	H3045R	-	-	-	(1,360)	(1,360)
Congregate Meals - SPN 09/03	H3045S	-	-	53,080	60,007	6,927
Congregate Meals - Tinian 09/03	H3045T	-	-	6,057	7,896	1,839
Home Delivered Meals	H46350	52,061	4,500	-	-	4,500
Home Delivered Meals	H56104	48,166	33	-	-	33
Home Delivered Meals	H5635A	55,569	3,654	-	-	3,654
Home Delivered Meals	H5635B	25,200	(1)	-	-	(1)
Home Delivered Meals	H5635C	24,520	1	-	-	1
Home Deliver Meals - Saipan	H9045A	39,882	7,220	-	-	7,220

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, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Health and Human Services, Continued</b>						
<b>Aging - Nutrition Services CFDA #93.045, Continued</b>						
Balance Forwarded		480,771	40,897	434,023	415,399	22,273
Home Deliver Meals - Rota	H9045B	15,059	(633)	-	-	(633)
Home Deliver Meals - Tinian	H9045C	15,059	(106)	-	-	(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	27,352	434,023	415,399	8,728
<b>Aging - In Home Services CFDA #93.046</b>						
Support Services - Rota	H6044R	-	(3,355)	-	-	(3,355)
Support Services - Tinian	H6044T	-	(1,269)	-	-	(1,269)
Congregate Meals - Rota	H6046R	18,338	1	-	-	1
Congregate Meals - Tinian	H6046T	18,339	1	-	-	1
Home Delivered Meals - Saipan	H7046B	36,090	(1)	-	-	(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	(8,997)	-	-	(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)
<b>Title IV - Aging CFDA #93.048</b>						
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)
<b>Aging Title III CFDA #93.052</b>						
T-III/NFCSP 09/02	H2046A	-	1,394	52,485	51,091	-
T-III/NFCSP	H3046A	-	-	49,894	62,429	12,535
Sub-total CFDA #93.052		-	1,394	102,379	113,520	12,535
<b>Aging NSIP CFDA #93.053</b>						
NSIP/Food Donation 09/03	H3053A	-	-	-	35,511	35,511
<b>Maternal and Child Health Federal Consolidated Programs CFDA #93.110</b>						
SSDI Program	H0110W	-	(2)	-	-	(2)
SSDI Prog.	H1110W	-	8,300	20,947	12,647	-
MCH Data System 09/29/03	H2110W	-	-	30,829	32,271	1,442
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	8,200	51,776	44,918	1,342
<b>Tuberculosis Control CFDA #93.116</b>						
TB Control	H01160	-	(1)	-	-	(1)
TB Control	H21160	-	42,497	147,893	105,396	-
TB Control	H3116A	-	-	151,251	163,758	12,507
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	42,571	299,144	269,154	12,581

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

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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, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Health and Human Services, Continued</b>						
<u>Mental Health Services CFDA #93.119</u>						
Mental Health Data	H6119A	36,987	1	-	-	1
<u>Rape Prevention &amp; Education CFDA #93.126</u>						
Rape Prev. & Educ. FFSR	H21260	-	-	7,345	7,345	-
<u>Emergency Medical Services for Children CFDA #93.127</u>						
EMSC Planning/FIR FFSR	H1127A	-	6,046	21,498	15,462	10
EMSC Planning/FIR 02/03	H2127A	-	2,323	7,479	5,157	1
EMSC Planning/FIR 02/04	H3127A	-	-	18,104	27,254	9,150
EMS Planning (Ops.)	H5127A	49,986	(2)	-	-	(2)
Sub-total CFDA #93.127		49,986	8,367	47,081	47,873	9,159
<u>PATH Project CFDA #93.150</u>						
PATH Homeless Program	H1150A	-	6,287	7,248	962	1
PATH Homeless Program	H2150A	-	492	41,789	43,774	2,477
Comm. Mental Health	H3958A	-	-	-	879	879
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	8,038	49,037	45,615	4,616
<u>Family Planning Services CFDA #93.217</u>						
Family Planning 12/00	H0217F	-	(1)	-	-	(1)
Family Planning	H1217F	-	(1)	-	-	(1)
Family Planning	H2217A	49,097	24,387	-	-	24,387
Family Planning	H2217F	-	20,382	52,495	32,114	1
Family Planning	H22170	-	(1)	-	-	(1)
Family Planning 12/03	H3217F	-	-	67,090	72,056	4,966
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	48,849	119,585	104,170	33,434
<u>Community Health Centers CFDA #93.224</u>						
CHC Planning & Dev.	H52240	25,000	562	18,185	18,185	562
<u>Universal Newborn Screening CFDA #93.251</u>						
Newborn Screening FFSR	H1251A	-	-	355	355	-
Newborn Screening FFSR	H2251A	-	-	24,910	30,035	5,125
Sub-total CFDA #93.251		-	-	25,265	30,390	5,125
<u>Childhood Immunization CFDA #93.268</u>						
Immunization Prog.	H1268A	-	(3)	-	-	(3)
Immunization Program	H2268A	-	31,762	114,148	82,384	(2)
Immunization Program	H22680	83,139	1,621	-	-	1,621
Immunization Program 12/03	H3268A	-	-	180,892	192,282	11,390
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	24,776	295,040	274,666	4,402

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, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Health and Human Services, Continued</b>						
<b>CDC Technical Assistance CFDA #93.283</b>						
Tobacco Prevention 5/01	H0283A	-	(1)	-	-	(1)
Tobacco Prevention 05/02	H1283A	-	977	978	-	(1)
Tobacco Prevention 05/03	H2283A	-	10,211	52,228	42,017	-
Bioterr. Prep./PIHOA FFSR	H2283B	-	-	42,000	42,000	-
Bioterr. Prep./P&RA FFSR	H2283C	-	-	52,804	56,789	3,985
Bioterr. Prep./S&EC FFSR	H2283D	-	-	58,586	58,991	405
Bioterr. Prep./E&T FFSR	H2283H	-	-	1,968	1,968	-
Chronic Disease Prev. 06/04	H3283A	-	-	11,781	15,339	3,558
Tobacco Prevention 5/00	H9635A	-	(4)	-	-	(4)
Sub-total CFDA #93.283		-	11,183	220,345	217,104	7,942
<b>Family Preservation CFDA #93.556</b>						
Train & Admin. - DYS 09/01	H0556E	-	1	-	-	1
Train & Admin. - DYS 09/02	H1556E	-	17,674	37,426	19,751	(1)
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)
Swim & Safety Club - DYS	H9556C	-	1	-	-	1
Sub-total CFDA #93.556		154,684	21,671	37,426	19,751	3,996
<b>Low Income Home Energy Assistance CFDA #93.568</b>						
Res. Energ. Asst. (Admin) 02/03	H1568F	-	9,897	49,928	40,029	(2)
Res. Energ. Asst. (Ops) 02/03	H1568G	-	2,526	68,719	66,193	-
Low. Income (LIHEAP) 09/04	H3568A	-	-	30,036	30,036	-
Low. Income (LIHEAP) 09/04	H3568B	-	-	2,047	2,047	-
Low. Income (LIHEAP) 09/04	H3568C	-	-	7,401	7,401	-
Low Income LIEAP	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	34,412	158,131	145,706	21,987
<b>CFDA #93.610</b>						
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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Health and Human Services, Continued</b>						
<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 Services	H1630B	-	1	-	-	1
Program Income FY92	H25503	-	(206)	2,030	2,200	(36)
DD Plan & Admin. 09/03	H2630A	-	8,735	22,519	13,784	-
DD Services 09/03	H2630B	-	30,140	83,078	52,781	(157)
DD Plan & Admin 09/04	H3630A	-	-	17,849	19,691	1,842
DD Services	H3630B	-	-	72,717	79,287	6,570
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	38,988	198,193	167,743	8,538
<u>PIP Is. Style Proj. CFDA #93.631</u>						
DD/Family Support Project	H26311	-	-	29,548	32,373	2,825
PIP Is. Style Proj. 01/01	H9631A	-	(2,580)	-	-	(2,580)
Sub-total CFDA #93.631		-	(2,580)	29,548	32,373	245
<u>Social Services Consolidated Grant CFDA #93.667</u>						
Comm. Svcs. 09/01	H0667C	-	(2)	-	-	(2)
Child Family Serv. 09/02	H1667A	-	133,412	155,661	22,250	1
Child Protect. Serv. 09/02	H1667B	-	37,423	40,327	2,903	(1)
Community Svcs-DYS 09/02	H1667C	-	37,815	40,429	2,615	1
Child Family Serv. 09/03	H2667A	-	17,092	665,001	672,828	24,919
Child Protect Serv. 09/03	H2667B	-	-	171,635	178,242	6,607
Community Svcs-DYS 09/03	H2667C	-	-	155,957	162,159	6,202
DYS/Family Serv. 09/04	H3667A	-	-	188,719	199,285	10,566
DYS/Child Protect SRV. 09/04	H3667B	-	-	-	4,353	4,353
DYS/Community Serv. 09/04	H3667C	-	-	-	5,218	5,218
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	(1,070)	-	-	(1,070)
Child Protect Serv. 09/00	H9667B	-	(1)	-	-	(1)
Community Svcs - DYS 09/00	H9667C	-	(1)	-	-	(1)
Sub-total CFDA #93.667		2,108,400	(517,476)	1,417,729	1,249,853	(685,352)

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Health and Human Services, Continued</b>						
<u>Child Abuse Prevention CFDA #93.669</u>						
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
<u>Medicaid Child Ins. Prog. (CHIP) CFDA #93.767</u>						
SCHIP(Redist99) 09/02	H1767D	-	325,551	325,551	-	-
CHIP - M.A.P.	H2767A	-	363,825	363,825	-	-
SCHIP Grant 09/05	H3767A	-	-	-	363,825	363,825
SCHIP (Redist 00) 9/03	H3767C	-	-	-	254,844	254,844
Sub-total CFDA #93.767		-	689,376	689,376	618,669	618,669
<u>Medical Assistance CFDA #93.778</u>						
Medicaid Admin. 09/00	H07780	-	(1)	-	-	(1)
Medicaid Admin. 09/01	H17780	156,000	924	-	-	924
Medicaid/MAP	H17781	1,854,000	23,646	-	-	23,646
Medicaid Admin. 09/02	H2778A	96,000	(9,560)	(9,560)	-	-
Medicaid/MAP 09/02	H2778B	2,003,910	99,572	99,572	-	-
Medicaid - M.A.P.	H27780	476,310	47,004	-	-	47,004
Medicaid - Admin.	H27781	62,000	(3,711)	-	-	(3,711)
Medicaid Admin. 09/03	H3778A	145,000	-	262,457	270,774	8,317
Medicaid/MAP 09/03	H3778B	2,110,000	-	3,966,438	4,218,384	251,946
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
Midicaid 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)
Sub-total CFDA #93.778		11,336,054	412,695	4,318,907	4,489,158	582,946
<u>Real Choice Sys./Starter Grant CFDA #93.779</u>						
Starter Grant 12/02	H1779A	-	855	855	-	-
Starter Grant 12/05	H2779A	-	-	240,537	249,636	9,099
Sub-total CFDA #93.779		-	855	241,392	249,636	9,099
<u>Community Youth Program CFDA #93.871</u>						
Com. Youth Program	H28180	-	(5,000)	-	-	(5,000)
<u>T-II/HIV Emerg. Relief Grant CFDA #93.917</u>						
HIV Relief 03/03	H2917A	-	7,990	9,031	1,041	-
<u>AIDS/HIV-Title III Grant CFDA #93.918</u>						
AIDS/HIV Grant	H19180	-	28,267	37,691	9,424	-
AIDS/HIV Grant	H99180	-	(1)	-	-	(1)
Sub-total CFDA #93.918		-	28,266	37,691	9,424	(1)
<u>Cooperative Agreements for State-Based Comprehensive Breast Cancer CFDA #93.919</u>						
Breast/Cer Cancer	H09190	-	104,038	289,556	194,640	9,122
HIV Prevention 12/31/00	H0940A	-	(2)	-	-	(2)
Diabetes Task Force	H1612A	-	29,689	35,096	5,406	(1)
HIV Prevention	H1940A	-	2	-	-	2
HIV Prevention	H2940A	-	16,383	190,118	173,736	1
HIV Prevention 03/04	H3940A	-	-	110,467	114,417	3,950

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Health and Human Services, Continued</b>						
<u>Cooperative Agreements for State-Based</u>						
<u>Comprehensive Breast Cancer CFDA #93.919, Continued</u>						
Balance Forwarded		-	150,110	625,237	488,199	13,072
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	150,104	625,237	488,199	13,066
<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 CHDA #93.952</u>						
Trauma EMS/DPH 07/03	H29520	-	2,813	13,192	10,475	96
<u>Community Mental Health CFDA #93.958</u>						
Communitie Mntl Hlth 09/00	H0958A	-	1	-	-	1
Mntl Hlth Data Infra. FFSR	H12300	-	627	628	-	(1)
Community Mntl Hlth	H1958A	-	9,379	9,380	-	(1)
Mntl Hlth Data Infra. 09/03	H22300	-	-	15,935	22,802	6,867
Community Mntl Hlth 09/03	H2958A	-	5,838	54,579	50,816	2,075
Comm. Mental Health	H3958A	49,600	297	-	-	297
Comm. Mental Health 09/04	H39580	-	-	10,861	11,305	444
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	12,832	91,383	84,923	6,372
<u>Substance Abuse Block Grant CFDA #93.959</u>						
Substance Abuse	H19590	-	24,589	27,464	2,873	(2)
Substance Abuse 09/03	H29590	-	27,502	215,686	195,771	7,587
Substance Abuse 09/04	H3959A	-	-	30,797	34,531	3,734
Program Income	H4959P	4,200	(11,505)	40	(769)	(12,314)
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	36,414	273,987	232,406	(5,167)
<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)
Venereal Disease Project	H76105	-	5,063	-	-	5,063
Sub-total CFDA #93.977		46,891	2,581	-	-	2,581
<u>Diabetes Control CFDA #93.988</u>						
State Based Prog.	H19880	-	(5,175)	(5,174)	-	(1)
State Based Prog. 03/03	H29880	-	10,903	35,177	24,273	(1)
State Based prog. 03/04	H39880	-	-	-	30,161	30,161
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	5,726	30,003	54,434	30,157

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, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Health and Human Services, Continued</b>						
<b>Preventive Health Services CFDA #93.991</b>						
Prev. Hlth Serv.	H1991A	-	7,802	8,368	565	(1)
Sex Offense FFSR	H1991B	-	-	1,124	1,124	-
Rape Prev. Educ. FFSR	H1991C	-	-	6,732	6,732	-
Preventive Health Service	H2991A	-	-	-	1,413	1,413
Prev. Hlth Serv. 09/03	H2991B	-	-	29,871	31,497	1,626
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)
Veneral Disease	H99910	31,508	3,241	-	-	3,241
Preventive Health Service	H9991A	50,986	(20)	-	-	(20)
Sub-total CFDA #93.991		202,995	4,612	46,095	41,331	(152)
<b>Alcohol &amp; Drug Block CFDA #93.992</b>						
Handicapped	H19920	-	2,344	-	-	2,344
Alcohol & Drug	H99920	100,000	(2,344)	-	-	(2,344)
Sub-total CFDA #93.992		100,000	-	-	-	-
<b>Maternal &amp; Child Health CFDA #93.994</b>						
Maternal & Child Health 09/01	H0994A	-	(2)	-	-	(2)
Mat'l Child Hlth.	H1994A	-	153,801	187,225	33,425	1
Mat'l Child Hlth. 09/03	H2994A	-	6,167	384,408	394,956	16,715
Mat'l Child Hlth. 09/04	H3994A	-	-	1,146	2,834	1,688
Maternal & Child	H4994A	189,066	(20,916)	-	-	(20,916)
Maternal & Child	H5994A	424,326	2,344	-	-	2,344
Maternal & Child	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	103,640	572,779	431,215	(37,924)
<b>CFDA #93.997</b>						
STD Prevention	H2997A	-	13,622	83,033	69,411	-
STD Prevention 12/03	H3997A	-	-	39,823	43,490	3,667
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	13,548	122,856	112,901	3,593
<b>Total U.S. Department of Health and Human Services</b>						
		27,422,347	2,181,765	10,991,954	10,429,590	1,619,401
<b>U.S. Department of Housing and Urban Development</b>						
<b>Home Program Grant CFDA #14.239</b>						
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		-	(55,672)	-	-	(55,672)
<b>U.S. Department of the Interior</b>						
<b>CFDA #15.145</b>						
Qtrly Labor Force Survey	I6145A	52,500	(1)	-	-	(1)

See accompanying notes to schedule of expenditures of federal awards.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued  
Federal Grants Fund  
Year Ended September 30, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of the Interior, Continued</b>						
<b>Sports Fish Restoration CFDA #15.605</b>						
Fisheries Program 10/00	I0605C	-	1	-	-	1
FY00 Prog. Income (Marina (O&M))	I0605P	-	(1,599)	-	-	(1,599)
Sportfish Restoration AT	I06051	646,500	43,743	-	-	43,743
F&W Coordinator FFSR	I0610C	-	40	-	-	40
Boating Access Prog.	I1605F	-	-	6,958	6,958	-
F&W Coordination FFSR	I2605B	-	25,903	35,696	9,793	-
F&W Fisheries Prog. 06/03	I2605C	-	49,935	64,407	14,471	(1)
Boating Access Prog. 03/03	I2605F	-	86,362	341,465	255,104	1
FFY02 P.I. (Marina) FFSR	I2605P	-	77,712	94,687	16,976	1
Aquatic Educ. Prog. FFSR	I26051	-	7,198	10,790	3,593	1
Aquatic Education Program 09/03	I3605A	-	-	-	25,610	25,610
F&W Coordination FFSR	I3605B	-	-	141,165	150,360	9,195
Sportfish Program	I3605D	281,794	77,803	-	-	77,803
Boating Access Program 06/04	I3605F	-	-	3,816	3,816	-
FY03 P.I. (Marina) FFSR	I3605P	-	-	123,135	227,059	103,924
Aquatic Education Program FFSR	I3605R	-	-	17,312	20,241	2,929
Fisheries Research 10/03	I36051	-	-	81,093	92,032	10,939
Fish Evaluation 10/03	I36052	-	-	205,919	219,370	13,451
Fisheries Management 10/03	I36053	-	-	5,010	7,099	2,089
Fish Education 10/03	I36054	-	-	163	163	-
Fisher's Construction 10/03	I36055	-	-	504	504	-
Boat Access - S/Dock	I4605F	-	1	-	-	1
Fisheries & Research	I5605D	413,631	5,685	-	-	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	-	(3,191)	-	-	(3,191)
Sportfish Research	I6605D	-	6,278	-	-	6,278
S/Cove Program Income FY96	I6605P	-	518	-	-	518
F&W Coordination	I6610C	-	(4,579)	-	-	(4,579)
Wildlife Research	I6611P	162,717	2,862	-	-	2,862
Sportfish Research	I7605C	561,171	1,398	(16,002)	-	17,400
FY97 Prog. Income (Marina)	I7605P	-	87,246	-	-	87,246
Aquatic Education	I8605A	-	1,481	-	-	1,481
FY98 Program Income	I8605P	-	(87,246)	-	-	(87,246)
F&W Coordination	I9605B	-	114	-	-	114
Fisheries Program	I9605C	-	484	-	-	484
Boating Access Program	I9605F	401,368	(44)	-	-	(44)
FY00 Program Inc. Marina	I9605P	125,498	(1)	-	-	(1)
Sub-total CFDA #15.605		2,652,679	496,236	1,116,118	1,053,149	433,267
<b>Wildlife Research &amp; Restoration CFDA # 15.611</b>						
Fish & Wildlife Coordinator	I0610C	74,438	(40)	-	-	(40)
Northern Island Project 12/01	I0611B	-	(1)	-	-	(1)
Wildlife Program FFSR	I2611A	-	38,913	40,978	2,063	(2)
Wildlife Program FFSR	I3611A	-	-	244,683	253,494	8,811
Wildlife Research	I4611P	-	(3,869)	-	-	(3,869)
F&W Office Building	I5611A	390,000	(627)	-	-	(627)
F&W Coordination	I6610C	-	116	-	-	116
Wildlife Research	I6611P	-	4,975	-	-	4,975
Wildlife Research	I7611A	451,394	(70)	-	-	(70)
Wildlife Program	I9611A	-	69	-	-	69
Sub-total CFDA #15.611		915,832	39,466	285,661	255,557	9,362

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of the Interior, Continued</b>						
<u>Cooperative Endangered Species</u>						
<u>Conservation Fund CFDA #15.615</u>						
Spt Recovery Land Grant 09/04	13615A	-	-	53,796	54,501	705
Mcrow Habitat - Rota 09/04	13615N	-	-	57,932	57,932	-
White-eye Conser. ROP 09/04	136151	-	-	21,445	21,445	-
Mariana Crow Conserv. 09/04	136152	-	-	105,437	105,437	-
Nesogenes Rotensis. 09/04	136153	-	-	160	160	-
State Wildlife (DFW) 09/04	13634A	-	-	10,349	10,349	-
Sub-total CFDA #15.615		-	-	249,119	249,824	705
<u>Wildlife Conserv &amp; Restoration CFDA #15.625</u>						
Wildlife Conserva 6/20/03	11625A	-	-	119,490	119,490	-
<u>Development of TTPI Islands 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	-	1,980	1,980	-	-
Infor. System-CHC	I0875C	-	-	1,571	1,720	149
Computer Purchase - EDP 12/00	I0875E	-	(1)	-	-	(1)
Insular Econ Initiative	I0875II	-	-	8,573	8,573	-
CRM/Coral Reef 02/04	I0875J	-	17,820	34,792	29,726	12,754
DEQ/Coral Reef 02/04	I0875Q	-	1,933	-	-	-
Technical Assist. -PSS 12/01	I0875S	-	-	45,336	45,336	-
F&W/Coral Reef 02/04	I0875W	-	3,567	12,774	101,280	92,073
Labor Force Surveys	I08758	-	1	-	11,949	11,950
00 Brown Tree Snake	I08759	-	(2)	-	-	(2)
Brown Tree Snake	I1875A	-	22,379	2,051	-	20,328
Canine Program	I1875N	197,308	432	-	-	432
AITAA Conference-SOF	I1875T	-	(1)	-	-	(1)
Booklet for MMScouts	I1875W	-	25,000	-	-	25,000
Secure Faxnet	I18755	3,000	150	-	-	150
Brown Tree Snake Control	I18759	147,600	(19,739)	-	-	(19,739)
CRM/Coral Reef 09/03	I2875C	-	2,280	2,280	5,349	5,349
BTS Awareness & Educ	I2875E	-	13,680	88,000	74,320	-
Closed Out Grant - Conversion	I2875H	-	1	-	-	1
Tguide Trng & Cert - MVA	I2875L	-	-	5,138	5,138	-
NMC Film School	I2875O	-	-	72,831	72,830	(1)
Leadership Trng - NMC	I2875Q	-	-	4,000	4,000	-
WIA Client Track System	I2875T	-	-	391	6,049	5,658
GASB 34 Conformance - SOFT	I2875U	-	-	94,000	26,938	(67,062)
Web Based Dist. Lrng. - NMC	I2875X	-	-	7,344	7,344	-
DPH/Info. Sys/FMIP 10/03	I28752	-	-	6,099	6,099	-
Perf. Govt. Init./FMIP 10/03	I28753	-	-	72,960	72,960	-
Excise Tax Comp/FMIP 10/03	I28754	-	-	-	50,000	50,000
Rev&Tax Train/FMIP 10/03	I28755	-	-	158	158	-
CRW/Coral Reef 09/04	I28756	-	-	41,684	89,066	47,382
DFW/Coral Reef 09/04	I28757	-	-	10,854	23,339	12,485
DEQ/Coral Reef 09/04	I28758	-	-	6,552	8,586	2,034
Brown Tree Snake 03/03	I28759	-	47,188	140,042	92,858	4
CNMI Seismic Lab.	I38751	43,568	(6,224)	-	-	(6,224)
Revenue Enh. Project	I38756	250,000	54,488	-	-	54,488
Census Micronesia (CNMI) 122	I3875D	-	-	6,784	26,014	19,230
Junior Statesmen	I3875I	-	1	-	-	1
US Army Ranger Training	I3875N	12,000	6,224	-	-	6,224
2002 Agriculture Census	I3875S	-	-	20,000	18,991	(1,009)
Brown Tree Snake Control	I38759	-	-	-	544	544
Brown Tree Snake 02/15/04	I38760	-	-	122,410	205,169	82,759
PIALA Ann. Conf.	I38768	19,836	(1,057)	-	-	(1,057)
Stat. Training/1990 Census	I40010	10,808	(9,384)	-	-	(9,384)
Criminal Rec. Improv.	I48731	150,000	69,536	-	-	69,536
Alternate Youth Activity	I48757	-	11,624	-	-	11,624

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of the Interior, Continued</b>						
<u>Development of TTPI Islands</u>						
<u>CFDA #15.875, Continued</u>						
Balance Forwarded		858,330	248,739	810,537	994,336	432,538
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)
Brown Tree Snake	I78759	152,371	1,271	-	-	1,271
Fin. Management Assistant	I81431	-	17,173	-	-	17,173
Enhance Project	I8875E	-	760	-	-	760
Quarterly Labor Force	I8875G	-	5,483	9,214	7,365	3,634
Manpower Res. Dev.	I8875A	25,000	(10,100)	-	-	(10,100)
FIS & MIS MOU32	I88757	172,852	41,099	-	-	41,099
Brown Tree Snake	I88759	-	928	-	-	928
Solid Waste Management	I88765	100,000	(27,694)	-	-	(27,694)
Computer Study-CHC	I9875A	-	-	-	1,250	1,250
OMIP/Plant Engineer/CHC	I9875B	-	9,973	7,271	13,243	15,945
CRM - Coral Reef Initiative	I9875F	40,000	8,027	-	-	8,027
Quarterly Labor Force	I9875G	87,000	160	-	440	600
Fixed Asset P&S - DOF	I9875P	-	80,100	-	5,584	85,684
Tax Admin. Conference - DOF	I9875R	10,000	1,359	-	-	1,359
DLNR Ass. of Agr.	I98750	14,438	95	-	-	95
Brown Tree Snake	I98759	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	382,593	827,022	1,022,218	577,789
<u>CFDA #15.876</u>						
Criminal Record Improvement	I48731	(132,442)	(29,885)	-	-	(29,885)
Alternate Youth Activity	I48757	(15,000)	(9,776)	-	-	(9,776)
DARE Training Material (DPS)	I58701	-	(4,456)	-	-	(4,456)
Anti-Drug Training	I58703	-	(1,678)	-	-	(1,678)
Anti-Drug Enforcement	I58704	30,000	15,605	-	-	15,605
Law enforce. Exp. DYS.	I58705	30,000	1,364	-	-	1,364
Substance Abuse-Mental Health	I5871A	-	(974)	-	-	(974)
Substance Abuse Parole Boat	I5871B	14,892	(2,932)	60	397	(2,595)
Ice Drug Awareness (Ayuda)	I58713	-	(1)	-	-	(1)
Pilot Bike Patrol	I58716	16,000	(7,169)	-	-	(7,169)
Substance Abuse Treat Ind.	I58717	-	1,039	-	-	1,039
Sub-total CFDA #15.876		(56,550)	(38,863)	60	397	(38,526)
<u>Historic Preservation CFDA #15.904</u>						
FY 00 HPO Grant 09/01	I0904A	-	1	-	-	1
FY92 Initial HPO	I1904A	190,546	111,384	-	-	111,384
FY01 HPO Grant	I1904B	-	11,456	72,010	60,553	(1)
HPO Survey/Plan	I2904A	155,574	12,285	-	-	12,285
FY02 HPO Grant 09/03	I2904B	-	130,552	286,453	193,434	37,533
FY03 HPO Grant 09/04	I3904B	-	-	-	134,554	134,554
HPO Continuation	I4904B	118,430	1	-	-	1
Historic Pres. Carryover	I5904A	97,503	(20,194)	-	-	(20,194)
FY96 HPO Grant	I6904A	133,833	455	-	-	455
FY97 HPO Grant	I7904A	53,310	69,276	-	-	69,276
FY98 HPO Grant	I8904A	-	(69,293)	-	-	(69,293)
FY99 HPO Grant 09/00	I9904A	199,549	(176)	-	-	(176)
FY99 HPO Grant 12/00	I9904B	-	(1)	-	-	(1)
Sub-total CFDA #15.904		948,745	245,746	358,463	388,541	275,824

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of the Interior, Continued</b>						
<u>Outdoor Recreation CFDA #15.916</u>						
Tewkesberry B. Park	I1916A	25,000	1,214	-	-	1,214
Paupau Beach Park	I1916P	-	3,430	3,430	-	-
Sub-total CFDA #15.916		25,000	4,644	3,430	-	1,214
<b>Total U.S. Department of the Interior</b>		<b>6,635,197</b>	<b>1,129,821</b>	<b>2,959,363</b>	<b>3,089,176</b>	<b>1,259,634</b>
<b>U.S. Department of Justice</b>						
<u>Alcohol &amp; Drug Training CFDA #16.004</u>						
Drug Law Enforcement	J00044	7,803	3,156	-	-	3,156
Police Research & Evaluation	J10041	150,000	390	(360)	-	750
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	(360)	-	12,680
<u>Public Education on Drug Abuse CFDA #16.005</u>						
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
<u>Domestic Preparedness Equip. CFDA #16.007</u>						
OSLDPS/Planning 09/03	J0007A	-	14,691	36,298	23,249	1,642
Equip. Support Program FFSr	J1007A	-	-	88,770	88,769	(1)
Equip. Support Program 5/05	J2007A	-	-	80,699	80,699	-
OSLDPS - Exercise - EMO 7-04	J2007B	-	-	9,278	11,087	1,809
OSLDPS - Admin. - EMO 7/04	J2007C	-	-	81,121	86,859	5,738
OSLDPS - Equip. - EMO 7/04	J2007D	-	-	201,543	236,358	34,815
OSLDPS - Equip - EMO 3/05	J3007D	-	-	-	24,849	24,849
Sub-total CFDA #16.007		-	14,691	497,709	551,870	68,852
<u>Drug Enforcement CFDA #16.047</u>						
Arson Prev Prog. 09/03	J05796	-	18,549	26,543	7,995	1
Family Court Med Pro 9/03	J05798	-	7,403	9,556	2,153	-
Planning & Admin 06/03	J0586B	-	1,208	8,720	7,569	57
STOP - AG	J0586D	-	13,119	25,755	12,636	-
STOP - CHC 06/03	J0586E	-	8,166	38,273	30,107	-
STOP - DPS	J0586F	-	5,136	11,213	6,077	-
STOP - Ayuda Net. 06/03	J0586G	-	4,513	30,912	26,400	1
Admin. CJPA 03/04	J05890	-	379	8,110	7,947	216
Juv Pros. AG (JAIBG)	J05893	-	19,151	19,247	96	-
Juv Rehab Sys 03/04	J05894	-	5,265	26,780	21,515	-
Juv Sup Pro. DYS 03/04	J05895	-	33	423	390	-
Alt Inter Pro. DYS 03/04	J05896	-	20,838	21,671	833	-
Juv Justice Inf 03/04	J05897	-	2,013	11,881	9,868	-
Admin. CJPA	J0592A	-	(2,312)	-	710	(1,602)
Customs Enfor-ROTA	J0592B	-	(1,500)	-	-	(1,500)
Burglary Inv DPS Spn	J0592C	-	(560)	-	-	(560)
Enhanced Custom SPN	J0592D	-	(4,903)	-	-	(4,903)
Adult Proba SCourt	J0592E	-	(3,523)	-	1,500	(2,023)
Viol Crim Inves/TRG-Spn	J0592F	-	(2,696)	-	-	(2,696)
Law Enforcement/DPS-Spn	J0592G	-	(88)	-	-	(88)
Kagman Policing DPS-Spn	J0592H	-	(5,352)	-	-	(5,352)
DARE DPS-Spn	J0592I	-	(3,711)	-	776	(2,935)
Policing Koban-DPS	J0592J	-	(3,000)	-	-	(3,000)
PSafety Impro Rota	J0592R	-	(13,661)	-	3,995	(9,666)
Commu/Equip Prog Tinian	J0592T	-	(3)	-	-	(3)
Arson Prev Prog. 09/04	J15796	-	-	44,299	44,845	546
Admin. CJPA	J1592A	-	(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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Justice, Continued</b>						
<u>Drug Enforcement CFDA #16.047, Continued</u>						
Balance Forwarded		-	64,463	283,382	185,412	(33,507)
Enhanced Custom Enf.	J1592D	-	(8,846)	(8,846)	-	-
Adult Probation	J1592E	-	(19,423)	(11,138)	8,284	(1)
Law Enf/Tin-Spn	J1592G	-	(2,816)	(2,344)	472	-
Psafety Imp Prj Tin	J1592T	-	(16,000)	(16,000)	-	-
Wcol Cinv Enh Trg-PAudl	J1592W	-	(2,956)	(463)	2,493	-
JUV Task Force, Fcourt 3/05	J2589B	-	-	24,650	24,880	230
Pdefender Jvu 3/05	J2589C	-	-	3,407	3,407	-
Admin. CIPA 03/05	J25890	-	-	21,107	22,396	1,289
Juv Prosecutor, AG 3/05	J25893	-	-	19,803	36,202	16,399
Juv Detention 03/05	J25894	-	-	66,226	66,674	448
Juv Detention 03/05	J25895	-	-	34,763	34,945	182
Alter Inter Pro, DYS 03/05	J25898	-	-	41,323	41,302	(21)
Pre-Trial, Fcourt 03/05	J25899	-	-	38,880	43,487	4,607
Admin. CIPA 09/03	J2592A	-	(15,330)	-	270	(15,060)
IA Investigation Trg 9/3	J2592B	-	(10,000)	-	4,155	(5,845)
Burg, Rob, Vand Inv Trng 9/3	J2592C	-	(26,050)	-	18,151	(7,899)
Detector Dog Trng (Custom) 9/	J2592D	-	(10,000)	-	3,678	(6,322)
Adult Prob Prog (sCourt) 9/3	J2592E	-	(50,180)	-	44,545	(5,635)
Fingerprint ID Sys (DPS) 9/3	J2592F	-	(53,590)	-	-	(53,590)
Lenforcement Trng (Tin) FFSR	J2592K	-	-	-	9,138	9,138
Evidence Track Sys (SPN) 9/3	J2592L	-	(12,500)	-	4,950	(7,550)
Admin. CIPA 08/26/04	J3592A	-	-	-	834	834
Det Dog Trng (Custom) 08/26/04	J3592D	-	-	-	3,779	3,779
CNMI Armorer (DPS-SPN) 08/26/04	J3592Q	-	-	-	18,329	18,329
Criminal Justice Information Sys.	J40046	-	(1)	-	-	(1)
Drug Task Force/AG	J4047C	143,381	(1)	-	-	(1)
Planning & Admin	J45790	-	(3,520)	-	-	(3,520)
Criminal Justice System/DPS	J50046	-	(15,444)	-	-	(15,444)
Task/AG/DPS/CHC	J50050	-	(22,321)	-	-	(22,321)
Drug Enforce Customs	J5047A	24,666	20,000	-	-	20,000
Drug Enforcement DPS	J5047B	66,141	1	-	-	1
Drug Enforcement AG	J5047C	97,354	(1)	-	-	(1)
Planning & Admin	J55790	-	(35,194)	-	-	(35,194)
Info. System - DPS	J65795	-	(40,679)	-	-	(40,679)
Court Program Probation Officer	J65796	-	(16,963)	-	-	(16,963)
Crime Victim Program	J75756	179,664	(26,148)	-	-	(26,148)
Admin. CIPA 09/98	J7592A	-	2,106	-	-	2,106
DPS Improvement Project	J7592B	-	81,210	-	-	81,210
Guma Esperansa-Karidat	J85756	-	10,675	10,675	-	-
Admin. CIPA 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	-	10,966	25,470	14,504	-
Rural Domestic (Supp-1) FFSR	J95233	-	4,727	5,864	1,137	-
Family Court Med Prog	J95798	-	15,950	-	-	15,950
Planning & Admin	J9586B	-	350	-	-	350
STOP - AG 02/01	J9586D	-	189	-	-	189
STOP - Karidat	J9586G	-	125	-	-	125
Juv Det Sys Impr Program	J95894	-	(1)	-	-	(1)
Juv Sup Pro. DYS	J95895	-	(1)	-	-	(1)
Alt Inter Pro. DYS	J95896	-	1	-	-	1
Planning & Admin 09/00	J9592A	-	4,209	-	-	4,209
Enhanced Court Sec. 09/00	J9592C	-	7,613	-	-	7,613

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Justice, Continued</b>						
<u>Drug Enforcement CFDA #16.047, Continued</u>						
Baalance Forwarded		663,174	(265,496)	536,759	593,424	(208,831)
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	(233,414)	536,759	593,424	(176,749)
<u>Juvenile Justice &amp; Delinquency Prevention CFDA #16.540</u>						
Plan & Admin 09/03	J0540A	-	(5,615)	(5,026)	590	1
Tech Asst/Monitoring 0/03	J0540B	-	-	800	800	-
Youth Esteem-Kari 09/03	J0540C	-	2,392	5,371	2,979	-
Juv Pol Unit-DPS/ROT 9/03	J0540E	-	1,980	4,159	2,179	-
PSS Grief Rec-Tin/Rot 9/03	J0540F	-	609	1,609	1,000	-
Fam Serv-Tin High Sch9/03	J0540G	-	1,998	6,521	4,523	-
Teens-N-Tin Proj 9/03	J0540H	-	-	2,461	2,461	-
Grai Chld Park & Yth Center	J0540K	-	-	-	765	765
Yth 4 Yth Prog. 9/03	J0540L	-	-	-	3,554	3,554
LRC (Para Hita/Ghisch) 9/03	J0540P	-	1,079	1,678	600	1
JDU Rehab Ser Pro-DYS 9/03	J0540Q	-	3,904	19,985	16,080	(1)
Camp Alt Risk Stu (PSS) FFSR	J0540S	-	1,753	1,752	-	1
Girls B/Volleyball FFSR	J0540T	-	3,172	-	3,992	7,164
Technical Assistance	J05402	-	1	-	-	1
Juvenile Unit (Tinian)	J05405	-	1	-	-	1
State Advisory Group	J05426	-	500	1,005	506	1
Plan & Admin FFSR	J1540A	-	-	9,733	10,462	729
Tech Assistance FFSR	J1540B	-	-	-	4,690	4,690
Yth Esteem/Achie (Karidat) F	J1540C	-	-	2,203	2,203	-
Juv Police (SPN) FFSR	J1540D	-	-	4,144	6,653	2,509
Juv Police (ROTA) FFSR	J1540E	-	-	2,199	2,202	3
Grief Rec Prog_Kelem FFSR	J1540F	-	-	4,546	4,546	-
Comm/Fam/Stu-Support FFSR	J1540G	-	-	1,828	4,406	2,578
Teens-N-Tin Project FFSR	J1540H	-	-	6,977	6,977	-
LRC (Para Hita/Ghisch) FFSR	J1540P	-	-	4,162	5,334	1,172
JDU Rehab Ser Pro-DYS FFSR	J1540Q	-	-	13,221	17,331	4,110
Alt Proj at Risk Stu (PSS) F	J1540S	-	-	639	339	(300)
Pro.G.O.L.D (Karidat) FFSR	J1540U	-	-	1,379	1,379	-
Tutor Prog (KagmanHigh) FFSR	J1540W	-	-	2,984	2,430	(554)
State Advisory Group FFSR	J15426	-	-	5,000	5,000	-
Technical Assist. Juvenile Planning and Admin.	J2540A	-	2,179	-	-	2,179
Juvenile Unit (Tinian)	J25401	75,000	2,477	-	-	2,477
Juvenile Diversion	J25402	30,040	(1,966)	-	-	(1,966)
Pro Help/CHC	J25407	13,769	3,091	-	-	3,091
Plan & Admin	J25409	9,000	9,000	-	-	9,000
Probation Training DYS	J35401	-	(396)	-	-	(396)
DPS Juvenile Unit - Saipan	J45408	1,112	(8)	-	-	(8)
Planning and Admin.	J45409	7,743	1	-	-	1
Technical Assistance	J55401	7,500	117	-	-	117
Juvenile Rehab. Program DYS	J55402	9,200	1,479	-	-	1,479
Saipan DPS Juv.	J55403	28,375	7,962	-	-	7,962
Rainbow/Children	J55409	9,844	2,477	-	-	2,477
Planning & Admin.	J55401	-	140	-	-	140
Technical Assist. Juvenile	J55402	(9,200)	(257)	-	-	(257)
Juvenile Rehab. DYS	J55402	(9,200)	(1,480)	-	-	(1,480)
Saipan DPS Juvenile	J55403	(28,375)	(7,962)	-	-	(7,962)
Juvenile Rehab. - DYS	J55409	(9,288)	(2,478)	-	-	(2,478)
Juv. Police - Saipan	J65403	20,000	1	-	-	1
Touch/Grace Girls	J65409	6,700	(1)	-	-	(1)
	J7540A	4,165	(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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Justice, Continued</b>						
<b>Juvenile Justice &amp; Delinquency Prevention</b>						
<b>CFDA #16.540, Continued</b>						
Balance Forwarded		175,585	26,149	99,330	113,981	40,800
Juvenile Rehab. Serv.	J75401	-	(227)	-	-	(227)
Planning & Admin.	J75401	10,300	226	-	-	226
Juv Police - Tin DPS	J8540R	-	1	-	-	1
Juv Rehab Edu PSS	J8540S	-	(1)	-	-	(1)
Youth Haven (Tin)	J8540V	-	2,600	2,600	-	-
Touch/Grace Grls Hme	J8540Y	-	1,284	1,284	-	-
Juv. Police - Tinian	J85407	-	(1)	-	-	(1)
Parent Helpline-DYS	J9540D	-	-	244	244	-
LRC (Para Hita/Ghisch)	J9540P	-	-	1,362	1,362	-
DPS Juv Police-Tin	J9540R	-	378	341	-	37
Youth Haven Tinian FFSR	J9540T	-	-	8,581	1,661	(6,920)
Career Choices (MHS) FFSR	J9540U	-	(2,045)	(2,045)	-	-
Y Diversion-Karidat	J9540W	-	3,380	3,380	-	-
Grief Rec Trg Pro	J9540X	-	3,620	3,620	-	-
Plan & Admin	J95401	-	(1)	638	638	(1)
Technical Assist.	J95402	-	-	(14)	-	14
Family Serv. - Kari	J95405	-	3,386	3,386	-	-
Sub-total CFDA #16.540		185,885	38,749	122,707	117,886	33,928
<b>Technical Assistance, CFDA #16.541</b>						
Family Serv-Kari 9/03	J0541A	-	-	3,750	3,750	-
Tech Asst/Monitoring 9/03	J0541B	-	-	90	90	-
Youth Prev-Karidat 9/03	J0541C	-	180	9,562	9,382	-
Vil Outreach-DYS/JPU 9/03	J0541D	-	2,399	5,190	2,791	-
Juv Rehab Serv-DYS FFSR	J0541E	-	-	5,511	8,087	2,576
Juv Police Unit-Tin 9/02	J0541F	-	1,426	1,699	273	-
Sisidro Youth Center 9/03	J0541G	-	53	88	35	-
PSS Grief Trng-Tin/Rot 9/03	J0541H	-	1,522	2,706	3,213	2,029
Com Aft Sch Prog-Tin FFSR	J0541I	-	-	5,142	5,142	-
Teens-N-Tin Proj 9/03	J0541J	-	-	195	195	-
CJPA Plan & Admin	J05410	-	16,274	17,058	809	25
Planning & Admin.	J05411	41,000	4,343	-	-	4,343
Technical Training	J05412	30,275	388	-	-	388
Juvenile Unit - Tinian	J05417	2,000	266	-	-	266
Youth Worker	J05419	3,000	50	-	-	50
Tech Assistance	J1541B	-	-	-	2,488	2,488
Yth Prev-Rot/Municipal	J1541C	-	-	500	500	-
Vil Outreach-DYS/JPU 9/04	J1541D	-	-	1,867	1,867	-
Juv Police Unit-Tin 9/04	J1541F	-	-	3,707	4,207	500
Teens-N-Tin Proj 9/04	J1541J	-	-	193	193	-
Juv Police-DPS/SPN 9/04	J1541K	-	-	1,400	1,400	-
Atf Sch Music Prog 9/04	J1541S	-	-	1,280	1,280	-
Unified Fam Prog-Kari 9/04	J1541U	-	-	3,107	3,107	-
Kagman Yth Step Ahead 9/04	J1541Y	-	-	6,969	6,969	-
CJPA Plan & Admin	J15410	-	-	30,787	31,363	576
Planning & Admin 9/04	J25410	-	-	4,200	9,142	4,942
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. Svcs. Project Karidat	J55415	-	3,118	-	-	3,118

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Justice, Continued</b>						
<u>Technical Assistance CFDA #16.541, Continued</u>						
Balance forwarded		305,027	68,404	105,001	96,283	59,686
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)	(1,123)	-	(1,591)
Touch by Grace Home	J7541Y	-	(1)	-	-	(1)
DPS Juv Police - Saipan	J75410	4,748	3,278	3,279	-	(1)
CJPA Plan & Admin.	J75411	28,969	6,469	5,589	-	880
Sys. Impro. Tech. Assis.	J75412	5,000	675	675	-	-
CJPA Plan & Admin	J85411	-	867	867	-	-
Parent Ed.-DYS	J9541C	-	-	736	736	-
Juv Detention DYS FFSR	J9541G	-	1,707	7,093	5,386	-
DPS Juv Police - Saipan	J95410	-	5,048	5,048	-	-
CJPA Plan & Admin	J95411	-	15,490	18,567	2,194	(883)
Sys. Impro. Tech. Assis.	J95412	-	103	181	78	-
Youth at Risk-Kari	J95414	-	15,093	15,093	-	-
Vil Outreach Pro DYS	J95415	-	-	1,000	1,000	-
Juvenile Unit - Rota	J95416	-	(1)	-	-	(1)
Canoe Culture Yth Dev FFSR	J95417	-	3,959	3,959	-	-
IDU Reh Serv Prog DYS	J95418	-	2,850	2,850	-	-
Tin Juv Pol Unit DPS	J95419	-	447	447	-	-
Sub-total CFDA #16.541		389,109	84,684	169,518	105,677	20,843
<u>T-V Delinquency Prevention CFDA #16.548</u>						
Planning & Admin. FFSR	J0548A	-	419	902	483	-
Teen Center - Karidat FFSR	J0548B	-	7,306	17,741	10,435	-
Planning & Admin 09/04	J1548A	-	-	1,146	1,146	-
Teen Center - Karidat 09/04	J1548B	-	-	8,339	8,339	-
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	-	1,312	-	-	1,312
Teen Center - Karidat	J9548B	-	3,330	-	-	3,330
Delinquency Prev Prog	J9548C	-	7,534	-	-	7,534
Sub-total CFDA #16.548		34,650	51,159	28,128	20,403	43,434
<u>Criminal Justice Statistics CFDA #16.550</u>						
CNMI Justice Statistics 9/3	J1550A	-	525	-	8,301	8,826
State ANA Center	J15501	50,000	4,579	-	-	4,579
Sub-total CFDA #16.550		50,000	5,104	-	8,301	13,405
<u>Crime Victim Asst. CFDA #16.575</u>						
Vic Hotline Karidat	J05755	-	66,995	66,995	-	-
Criminal History Impro 9/03	J10831	-	15,738	78,839	81,653	18,552
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

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Justice, Continued</b>						
<b>Crime Victim Asst. CFDA #16.575, Continued</b>						
Balance forwarded		223,356	114,526	145,834	81,653	50,345
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	-	5,009	5,009	-	-
Vic. Help Proj/CHC	J85753	35,000	(2,319)	(2,319)	-	-
Sub-total CFDA #16.575		477,716	140,304	148,524	81,653	73,433
<b>Drug Control and System Improvement- Formula Grant CFDA #16.579</b>						
Planning & Admin 09/03	J05750	-	3,963	12,035	8,072	-
Victim Advocacy	J05751	-	58,230	58,230	-	-
Guma Esperansa	J05752	-	49,525	74,978	25,453	-
Victim Help Proj	J05753	-	6,187	7,589	1,401	(1)
Family Prot (Tinian)	J05754	-	8,753	15,309	6,556	-
Family Viol (Rota) 09/03	J05756	-	8,247	11,978	3,731	-
Plan & Admin 9/03	J0579A	-	10,457	11,442	1,027	42
Batterer's Edu. Prog. 09/03	J0579D	-	209	261	52	-
Planning & Admin.	J05790	35,343	(4,270)	-	-	(4,270)
Interagency (AG)	J05791	-	12,882	16,823	3,941	-
Interagency Custom 9/03	J05792	-	6,995	35,111	28,116	-
Interagency (AG, CUST, DPS)	J05793	-	-	-	18,298	18,298
Interagency (DPS) 09/03	J05794	-	8,191	19,443	11,253	1
CJPA Info Sys 09/03	J05795	-	9,862	16,509	6,677	30
Court Mngt 09/03	J05797	-	18,413	20,224	1,811	-
Planning & Admin 09/04	J1575A	-	-	-	10,210	10,210
Victim Advo (KARIDAT) 09/04	J1575B	-	20,770	36,935	44,230	28,065
Guma Esperansa	J1575C	-	-	5,355	68,634	63,279
Victim Help (CHC)	J1575D	-	-	237	8,619	8,382
FPPProject (Tin/Phealth)	J1575E	-	-	610	14,745	14,135
V Hotline (Karidat) 09/04	J1575F	-	11,444	24,994	40,712	27,162
FV Task Force (Rot/DPS) 09/04	J1575G	-	3,964	6,548	3,559	975
FV Task Force (Tin/DPS) 09/04	J1575H	-	1,052	1,052	9,944	9,944
Multi-DR Team (PH) 09/04	J1575I	-	5,068	-	14,185	19,253
Planning & Admin 09/03	J1579A	-	3,730	43,304	40,846	1,272
Intensive Prob (Scourt)	J1579I	-	-	21,362	22,697	1,335
Major Crime (AG)	J1579M	-	-	42,362	45,740	3,378
Pdefender Case Track	J1579P	-	-	15,943	15,943	-
Dabuse Jr High (TIN)	J1579T	-	-	3,891	3,891	-
White Collar Crime (OPA)	J1579W	-	-	28,434	28,922	488
Drug Task Force - AG	J1579I	-	-	4,363	8,533	4,170
Interagency Custom 9/04	J15792	-	-	39,812	45,568	5,756
Interagency (DPS) 9/04	J15794	-	-	49,036	56,178	7,142
CJPA Info Sys 9/04	J15795	-	-	10,200	10,200	-
Planning & Admin 09/05	J2575A	-	-	3,825	5,407	1,582
Victim Advo (KARIDAT)	J2575B	-	-	12,400	12,408	8
Guma Esperansa	J2575C	-	-	22,921	22,921	-
Victim Help (CHC)	J2575D	-	-	2,670	2,670	-
FPPProject (Tin/Phealth)	J2575E	-	-	2,809	1,729	(1,080)
V Hotline (Karidat)	J2575F	-	-	10,313	10,313	-
FVTask Force (Rota/DPS)	J2575G	-	-	957	5,286	4,329
Multi-DR Team (PH) 09/04	J2575I	-	-	7,306	7,813	507
Planning & Admin 9/05	J2579A	-	-	13,024	14,922	1,898
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)	(6,172)	-	5,060
Drug Task Force-AG	J65791	71,838	(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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Justice, Continued</b>						
<u>Drug Control and System Improvement-</u> <u>Formula Grant CFDA #16.579, Continued</u>						
Balance forwarded		225,422	291,919	704,423	693,213	280,709
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)
Planning & Admin. FFSR	J75790	-	-	5,062	-	(5,062)
Drug Task Force - AG	J75791	-	(9)	-	-	(9)
Drug Task Force - Cus	J75792	66,666	(1)	-	-	(1)
Druk Task Force - DPS	J75794	66,667	1	-	-	1
Garapan Neighbor Pro.	J8579A	-	4,768	4,768	-	-
Batterer's Ed. Prog.	J8579D	-	12,399	12,400	-	(1)
Planning & Admin.	J85790	-	14,320	11,618	-	2,702
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	6,455	-	1
Drug Task Force - DPS	J85794	-	13,307	13,066	-	241
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	-	-
Guma Esperansa FFSR	J95752	-	38,202	38,202	-	-
Victim Help Proj	J95753	-	(15,088)	(15,088)	-	-
Batterer's Ed. Prog.	J9579D	-	2,839	-	-	2,839
Planning & Admin.	J95790	-	19,396	-	-	19,396
Interagency (AG)	J95791	-	28,186	-	-	28,186
Interagency (Custom)	J95792	-	9,412	-	-	9,412
Court Diversion	J95793	-	26,033	-	-	26,033
Interagency (DPS)	J95794	-	1,247	-	(8,491)	(7,244)
CJPA Info Sys	J95795	-	46,033	-	-	46,033
Court Mngt	J95797	-	17,251	-	-	17,251
Sub-total CFDA 16.579		668,654	702,460	905,622	684,722	481,560
<u>Children's Justice Act Partnerships for</u> <u>Indian Communities CFDA #16.583</u>						
Plan & Admin.	J0583S	-	-	3,064	3,510	446
RSAT Program	J05830	-	-	-	18,795	18,795
Plan. & Admin - CJPA	J6583A	-	1,442	736	-	706
Residential Drug - DPS	J65830	-	31,201	14,159	-	17,042
Plan & Admin	J7583A	-	2,861	2,861	-	-
RSAT Program	J75830	-	34,249	15,778	-	18,471
Planning & Admin FFSR	J8583A	-	3,251	-	9,219	12,470
RSAT Program	J85830	-	(1)	-	-	(1)
PLAN & ADMIN 9/03	J9583A	-	243	16,303	16,107	47
RSAT Program 9/03	J95830	-	88,431	210,848	122,417	-
Sub-total CFDA 16.583		-	161,677	263,749	170,048	67,976
<u>Domestic Violence CFDA #16.586</u>						
Plan & Admin 06/04	J1586B	-	-	7,439	8,154	715
Stop Task Force AG 06/04	J1586D	-	-	21,886	25,315	3,429
Stop Task Force CHC 06/04	J1586E	-	-	2,942	2,942	-
Stop Task Force DPS 06/04	J1586F	-	-	25,029	29,253	4,224
Guma Esperansa - Karidat 06/04	J1586G	-	-	12,153	12,153	-
Family Court Trng-SCourt	J1586H	-	-	116	116	-
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)

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Justice, Continued</b>						
<u>Domestic Violence CFDA #16.586, Continued</u>						
Balance forwarded		31,523	(37,104)	69,565	77,933	(28,736)
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	(532)	-	5,959
Planning & Admin.	J8586B	-	(3,871)	(3,871)	-	-
Stop Fam Viol - Karidat	J8586C	-	(7,691)	(7,691)	-	-
Stop Task Force AG	J8586D	42,009	1,866	1,866	-	-
Stop Task Force - CHC	J8586E	42,009	(340)	(339)	-	(1)
Stop Task Force - DPS	J8586F	-	1,903	1,903	-	-
Sub-total CFDA #16.586		252,176	(39,543)	61,132	77,933	(22,742)
<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 Sch Grants Prog 8/04	J1710D	-	-	-	224,532	224,532
Cops (Universal Hire)	J7710A	1,017,834	(336,763)	(336,763)	-	-
Cops (Universal Hire) Local	J7710X	-	(44,644)	-	37,820	(6,824)
Sub-total CFDA #16.710		1,017,834	(381,407)	(336,763)	262,352	217,708
<b>Total U.S. Department of Justice</b>		<b>4,651,814</b>	<b>512,088</b>	<b>2,396,725</b>	<b>2,674,269</b>	<b>789,632</b>
<b>U.S. Department of Labor</b>						
<u>Senior Community Service Employment Program CFDA #17.235</u>						
Title-V Admin.	L1235A	307,986	12,923	-	-	12,923
(SCSEP) Admin. Cost FFSR	L12351	-	68	69	-	(1)
(SCSEP) Admin. Cost 06/03	L22351	-	2,212	12,677	10,555	90
T-V SCSEP Enrol Wage 06/03	L22352	-	61,806	303,115	217,703	(23,606)
T-V SCSEP Other Enro FFSR	L22353	-	-	2,966	2,966	-
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
T-V SCSEP Enrol Wage 06/04	L32352	-	-	-	73,841	73,841
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	71,061	318,827	305,065	57,299
<u>Job Training Partnership Act CFDA #17.250</u>						
Administration JTPA	L22460	179,045	(513)	-	-	(513)
Admin. JTPA FY92	L2246A	6,070	(130)	-	-	(130)

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Labor, Continued</b>						
<u>Job Training Partnership Act CFDA #17.250, Continued</u>						
Balance forwarded		185,115	(643)	-	-	(643)
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 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		1,011,653	2,502	-	-	2,502
<u>Workforce Investment Act (WIA) CFDA # 17.255</u>						
WIA Adult	L0255A	-	-	3,000	4,724	1,724
WIA Dislocated Wrks 06/03	L0255D	-	8,286	44,379	34,278	(1,815)
WIA Rapid Response FFSR	L0255R	-	-	4,583	4,463	(120)
WIA Youth	L0255Y	-	2,615	6,500	7,321	3,436
State Adm. Cost	L02551	-	(2,331)	(2,331)	(270)	(270)
Local Admin	L02552	-	28	523	950	455
WIA Adult	L1255A	-	5,804	18,956	14,214	1,062
Adult Competitive GntFFSR	L1255C	-	7,209	7,413	203	(1)
WIA Dislocated Wrks 06/04	L1255D	-	3,205	35,328	56,168	24,045
15% State Admin	L1255E	-	226	19,827	25,698	6,097
Dislocate Wrk (Adv)	L1255H	-	1	86,829	118,695	31,867
Adult Wrkr (Adv)	L1255I	-	5,898	12,099	27,724	21,523
10% Local Adm. 06/03	L1255M	-	1,223	11,324	10,101	-
Sumr '03 (Y/Train) 06/04	L1255S	-	-	-	10,745	10,745
WIA Youth	L1255Y	-	81,924	83,856	3,678	1,746
State Adm. Cost	L12551	-	7,360	38,731	27,403	(3,968)
Local Admin	L12552	-	3,736	24,120	21,129	745
15% State Admin	L2255E	-	-	12,085	20,105	8,020
Dislocate Wrk (Adv) 05/04	L2255H	-	-	41,129	127,163	86,034
Adult WRKR (Adv) 06/04	L2255I	-	-	-	73,869	73,869
10% Local Adm. 06/04	L2255M	-	-	14,711	27,057	12,346
15% State Admin	L22553	-	13,613	-	-	13,613
15% State Admin 06/05	L3255E	-	-	9,956	22,017	12,061
Dislocate WRKR (ADV) 06/05	L3255H	-	-	449	1,157	708
Adult WRKR (ADV) 06/05	L3255I	-	-	-	1,357	1,357
WIA/JTPA Youth FFSR	L9255Y	-	(1)	-	-	(1)
Sub-total CFDA #17.255		-	138,796	473,467	639,949	305,278
<u>WIA Youth Formula Grants CFDA #17.259</u>						
WIA Adult	L2259A	-	-	9,623	31,952	22,329
WIA Dislocated WRKS 06/05	L2259D	-	-	-	27,726	27,726
Summr '03 (Y/Train) 06/05	L2259S	-	-	-	16,331	16,331
WIA Youth 06/05	L2259Y	-	95	58,758	135,490	76,827
State Adm. Cost	L22591	-	-	-	47,661	47,661
Local Admin	L22592	-	-	3,989	4,165	176
WIA Youth	L3259Y	-	-	-	4,299	4,299
Local Admin	L32592	-	-	-	1,726	1,726
Sub-total CFDA #17.259		-	95	72,370	269,350	197,075
<u>Department of Labor &amp; Immigration CFDA #17.504</u>						
DOLI - OSHA Grant 03/04	L3504A	-	-	21,053	45,638	24,585
<b>Total U.S. Department of Labor</b>		2,823,800	212,454	885,717	1,260,002	586,739

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. National Foundation on the Arts and Humanities</b>						
<u>Arts Promotion CFDA #45.007</u>						
Underserved Comm.-Art	F0007B	-	38,438	38,438	-	-
Arts Council B-Grant	F00070	-	173,111	173,811	-	(700)
Arts Education	F1003A	-	7,719	-	-	7,719
Underserved Comm.-Art	F1007B	-	35,259	-	-	35,259
Arts Council B-Grant	F10070	-	(24,643)	-	-	(24,643)
Arts Education 09/02	F2003A	-	6,425	-	3,035	9,460
Arts Council B-Grant	F2007A	-	155,872	66,076	11,155	100,951
Underserved Comm.-Art 9/02	F2007B	-	10,653	-	14,771	25,424
Council for Arts	F20070	-	(1)	-	-	(1)
Arts Education - 9/03	F3003A	-	-	-	8,521	8,521
Arts Council B-Grant 9/03	F3007A	-	-	72,589	173,452	100,863
Underserved Comm.-Art 9/03	F3007B	-	-	-	17,491	17,491
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	142,212	-	(39,142)
Sub-total CFDA #45.007		729,268	524,774	493,126	228,425	260,073
<u>Arts Promotion CFDA #45.025</u>						
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
<b>Total U.S. National Foundation on the Arts and Humanities</b>						
		1,782,378	744,269	493,126	228,425	479,568
<b>U.S. Department of Transportation</b>						
<u>Boating Safety Asst. CFDA #20.005</u>						
RBS - Admin	T0005A	-	1	-	-	1
Closed Out Grant - Conversion	T0205S	-	266,363	-	-	266,363
RBS - Admin	T1005A	-	6,472	6,471	-	1
RBS - Law Enforc	T1005B	-	9,606	21,465	2,084	(9,775)
RBS - Admin. 12/06/03	T2005A	-	7,535	11,053	45,335	41,817
RBS - Law Enforc 12/06/03	T2005B	-	6,025	26,963	262,450	241,512
RBS - Education FFSR	T2005C	-	-	-	7,499	7,499
Boating Safety	T20050	166,159	(857)	-	-	(857)
RBS - Admin 12/20/04	T3005A	-	-	-	9,057	9,057
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	348,641	65,952	326,425	609,114
<u>Motor Carrier Safety CFDA #20.218</u>						
Motor Carrier	T00218	-	5,942	-	-	5,942
Motor Carrier	T10218	-	(82,965)	-	-	(82,965)
Motor Carrier 01/03	T20218	-	134,705	266,950	130,946	(1,299)
Motor Carrier 01/04	T30218	-	-	49,659	263,829	214,170
Motor Carrier	T50218	436,827	2,711	-	-	2,711
Motor Carrier	T60218	408,262	(549)	-	-	(549)

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Transportation, Continued</b>						
<b>Motor Carrier Safety CFDA #20.218, Continued</b>						
Balance forwarded		845,089	59,844	316,609	394,775	138,010
MCSAP Traf. Enfor.	T7021A	4,485	20,407	-	-	20,407
Motor Carrier	T70218	291,139	80,939	-	-	80,939
Motor Carrier	T80218	175,040	(4,369)	-	-	(4,369)
Motor Carrier	T90218	469,262	2,154	-	-	2,154
Sub-total CFDA #20.218		1,785,015	158,975	316,609	394,775	237,141
<b>Highway Safety CFDA #20.600</b>						
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	-	(1)	-	-	(1)
NHTSA - O.P./C.R.	T1600B	-	(1)	-	-	(1)
Police Traffic Mgmt	T1600C	-	(1)	-	-	(1)
NHTSA - E.M.S.	T1600M	-	(1)	-	-	(1)
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	-	18,433	38,593	22,295	2,135
OP Incentive (405) 09/02	T2600G	-	5,521	8,385	2,864	-
Child Passenger Prot. 09/02	T2600I	-	3,602	9,243	5,641	-
Paid Advertising 9/02	T2600N	-	2,790	8,519	5,729	-
NHTSA - Traff. Recds 09/02	T2600Q	-	10,732	12,422	1,689	(1)
PTS Management	T2600T	126,090	3,027	-	-	3,027
Traffic Records	T2600Y	21,747	3,174	-	-	3,174
NHTSA - Admin 09/02	T26000	-	9,441	13,003	3,561	(1)
NHTSA - O.P./C.R. 09/02	T26001	-	1	-	-	1
Police Traffic Services	T26002	-	72,618	78,710	6,091	(1)
Alcohol PI&E 09/02	T26003	-	34,474	35,771	1,296	(1)
NHTSA - E.M.S. 09/02	T26005	-	556	6,810	6,254	-
Planning Admin/FHWA	T3600B	-	1	-	-	1
HS Data Improve. 09/03	T3600D	-	-	7,222	7,222	-
Saipan Traffic TM	T3600E	90,000	48,837	-	-	48,837
OP Incentive (405) 09/03	T3600G	-	-	13,388	14,249	861
Paid Advertising 9/03	T3600H	-	-	31,392	31,392	-
Child Passenger Prot. 09/03	T3600I	-	-	16,467	17,384	917
NHTSA-Traff. Records 09/03	T3600Q	-	-	13,611	13,610	(1)
Police Traffic Services	T3600T	45,000	(11,990)	-	-	(11,990)
NHTSA - Admin 09/03	T36000	-	-	36,414	36,435	21
NHTSA - O.P./C.R.	T36001	-	-	13,884	13,885	1
Police Traffic Mgmt 09/03	T36002	-	-	63,342	63,577	235
Alcohol PI&E 09/03	T36003	-	-	50,137	50,301	164
NHTSA - E.M.S. 09/03	T36005	-	-	14,652	(1,098)	(15,750)
DUI Team - Saipan	T5600F	61,500	(1)	-	-	(1)
Planning & Admin. - NHTSA	T6600A	30,285	704	-	-	704
Alcohol PI&E	T6600V	10,550	(283)	-	-	(283)
NHTSA - Admin.	T7600A	37,942	1	-	-	1
Occupant Protection	T7600B	101,080	(1)	-	-	(1)
DUI Team - Saipan	T7600I	20,311	1	-	-	1
DUI Team - Rota	T7600J	11,899	1	-	-	1
DUI Team - Tinian	T7600K	10,855	1	-	-	1
Emergency Med. Serv.	T7600M	2,838	(1)	-	-	(1)
FHWA - Admin.	T7600O	67	(1)	-	-	(1)
Pedestrian Safety	T7600P	33,340	1,014	-	-	1,014
Occupant Protection	T8600B	50,000	(1)	-	-	(1)

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Transportation, Continued</b>						
<u>Highway Safety CFDA #20.600, Continued</u>						
Balance forwarded		802,836	426,957	471,965	302,377	257,369
Police Traffic Mgmt.	T8600C	23,532	(1)	-	-	(1)
Alcohol PI&E	T8600G	75,340	1	-	-	1
Youth Alcohol Program	T8600L	-	(3,838)	-	-	(3,838)
emergency Med. Serv.	T8600M	10,000	3,836	-	-	3,836
NHTSA - Admin.	T9600A	-	1,059	-	-	1,059
Occupant Protection	T9600B	86,503	(1)	-	-	(1)
Police Traffic Mgmt.	T9600C	179,749	(1)	-	-	(1)
Alcohol PI&E	T9600G	-	73	-	-	73
Youth Alcohol Prog.	T9600L	-	(12,456)	-	-	(12,456)
Emergency Med. Serv.	T9600M	59,475	12,455	-	-	12,455
Sub-total CFDA #20.600		1,237,435	428,084	471,965	302,377	258,496
<u>Hazardous Material Training CFDA #20.703</u>						
HMEP-Training	T2703A	-	22,840	24,559	1,714	(5)
HMEP - Training	T2703B	-	-	10,494	23,787	13,293
HMEP - Planning	T2703C	-	-	-	464	464
HMEP-Planning	T27030	-	10,168	14,636	4,468	-
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		30,933	38,118	49,689	30,433	18,862
<b>Total U.S. Department of Transportation</b>		<b>3,740,454</b>	<b>973,818</b>	<b>904,215</b>	<b>1,054,010</b>	<b>1,123,613</b>
<b>U.S. Department of Veterans Affairs</b>						
<u>State Cemetery Grants CFDA #64.203</u>						
VA Cemetery	V7203A	200,000	-	-	177,927	177,927
<b>Total U.S. Department of Veterans Affairs</b>		<b>200,000</b>	<b>-</b>	<b>-</b>	<b>177,927</b>	<b>177,927</b>
Unallocated cash receipts/expenditures		-	(988,890)	(239,251)	10,920	(738,719)
<b>Total Federal Grants Fund</b>		<b>\$ 77,396,407</b>	<b>\$ 6,899,443</b>	<b>\$ 40,991,747</b>	<b>\$ 39,919,834</b>	<b>\$ 5,827,530</b>
Reconciliation:						
Expenditures per Statement of Revenues and					\$ 37,675,255	
Changes in Fund Balance					2,244,579	
Transfers Out						
					<b>\$ 39,919,834</b>	

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of the Interior</b>						
<b>Capital Improvement Programs CFDA #15.875</b>						
<b>Second Covenant</b>						
Kagman II Waterline	4710	\$ 769,751	\$ (24,030)	\$ -	\$ -	\$ (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
AGO - Labor Policy Attorney	4820	-	-	39,482	39,482	-
AGO - Criminal/Civil Attorney	4821	-	-	25,880	27,259	1,379
AGO - Immigration Enforcement	4822	-	-	16,947	36,069	19,122
AGO/DOLI Paralegal	4823	-	-	-	9,767	9,767
DOLI - Hearing Officers	4824	-	-	75,497	96,710	21,213
DOF - Customs Division K-9	4828	-	-	63,206	63,356	150
Immigration/Labor IDs	4830	1,500,000	65,436	-	-	65,436
AG Invest. Unit/Imm. & Labor	4834	487,000	11,580	-	-	11,580
Labor Code Rev./Imm. & Labor	4838	83,000	6,000	-	-	6,000
Administrative Cost	4840	67,349	7,717	-	-	7,717
Renovate PSS Classrooms	4843	-	165	-	-	165
Immigration Advisor	4844	132,000	48,603	-	-	48,603
Deportation Program - Rota	4845	77,000	1,976	-	-	1,976
Employment Service Advisor	4846	153,958	9,079	-	-	9,079
Partnership Agmt. Strght. CUC	4849	1,011,250	82,500	-	-	82,500
Adm Hearing Office Project	4850	20,000	9,542	-	-	9,542
American Memorial Park	4860	3,000,000	285,177	-	-	285,177
Intergrade Computer Tax Sys.	4863	-	(230,477)	(173,765)	-	(56,712)
Policy, Legislation, R.	4864	93,827	(21,390)	-	-	(21,390)
Enforcement, Collection	4865	93,827	(68,110)	-	-	(68,110)
Paralegal Assistant	4866	-	(17,401)	-	-	(17,401)
Labor & Immigration, Criminal	4867	94,387	(29,658)	-	-	(29,658)
Labor & Immigration, Inter.	4869	70,980	(1)	-	-	(1)
FY00 IALR Dept. - Public Health	4871	320,000	8,630	-	3,930	12,560
FY00 IALR CNMI - FBI Task Force	4872	60,000	22,946	-	17,575	40,521
FY00 IALR AG's Investigation	4874	245,000	23,976	16,694	45,236	52,518
INTGT COM Tax System Y2K	4876	-	218,551	-	-	218,551
AAG: Policy, Legislation,	4878	-	37,750	38,063	313	-
Labor & Immig., Crimi	4879	-	(7)	-	-	(7)
Enforcement, Collection	4880	-	2,776	2,775	-	1
AAG: Paralegal Assistant	4881	-	18,009	18,009	-	-
DOLI, Internal Affairs	4883	-	-	-	32,616	32,616
DOLI, Health & Safety Insp	4884	-	27,309	39,936	14,602	1,975
DOLI, Job Develop. Speciali	4885	-	96	96	-	-
DOLI, Employment Counselin	4886	-	(2,334)	-	-	(2,334)
X-Ray Machines-Customs DI	4887	-	24,800	24,893	93	-
DOLI, Hearing Officer	4888	-	51,285	95,534	8,169	(36,080)
AAG, Labor, Policy, Rules	4890	-	-	106,754	18,658	(88,096)
AAG, Criminal Prosecution	4891	-	-	74,607	35,882	(38,725)
AAG, Immigration Enforcement	4892	-	-	60,455	-	(60,455)
AAG, Paralegal	4893	-	-	28,696	-	(28,696)
Public School System	4894	-	-	297,227	297,227	-
Department of Public Health	4895	-	-	94,482	94,482	-
CIP Project Management	4898	-	-	150,207	152,248	2,041
AGO - Criminal/Civil/Collect	5400	-	-	-	456	456
Unallocated	N/A	-	254,897	-	-	254,897
<b>Total Second Covenant</b>		<b>8,959,578</b>	<b>910,719</b>	<b>1,095,675</b>	<b>994,130</b>	<b>809,174</b>
<b>FY93 and FY94 Appropriations Act Grants</b>						
Rota Health Center FY94	4781	1,550,000	20,794	-	-	20,794
Rota Warning System	4783	-	2,400	-	140	2,540
Marpi Solid Waste Landfill	4803	5,000,000	120,166	3,526,291	3,452,436	46,311
Electric Power Trans. Sub.	4901	4,005,637	(88,446)	45,818	47,413	(86,851)
Sinapalu to Gampapa/Dugi	4909	500,000	2,000	-	-	2,000
Const. Sinapalu II Waterline	4914	293,238	9,635	-	464	10,099

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of the Interior, Continued</b>						
<u>Capital Improvement Programs CFDA #15.875, Continued</u>						
<u>FY93 and FY94 Appropriations Act Grants, Continued</u>						
Balance forwarded		11,348,875	66,549	3,572,109	3,500,453	(5,107)
Chalan Pale Arnold Waterline	4922	1,395,070	7,960	-	-	7,960
Chalan Kiya Waterline 20%	4924	244,217	9,226	-	-	9,226
Beach Rd/Qtrmaster Waterline	4926	615,801	3,439	-	-	3,439
Songsong Vill. Waterline Ph. II	4930	1,136,299	51,155	-	-	51,155
Isley San Vicente Waterline	4932	623,132	(36,555)	-	-	(36,555)
Saipan Obyan Waterline	4934	1,612,811	40,445	-	-	40,445
A/E Design San Jose Water	4936	1,583,024	87,569	245,033	245,033	87,569
Tatachog SongSong Water	4938	513,167	10,500	-	-	10,500
Sinapalu to Chugai Waterline	4939	-	62,425	-	-	62,425
DPW - Traffic Lights	4940	321,446	70,035	-	-	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	36,001	-	38	36,039
Tinian Rd. Resurfacing	4947	1,667,794	58,969	-	-	58,969
Afetna Road to Isabel Cabr.	4948	516,384	6,300	206	206	6,300
Kagman Elem. & Sec. School	4952	3,200,000	267,869	-	-	267,869
Tinian High School - A&E Ph. II	4957	315,078	(4,594)	1,793	1,792	(4,595)
Tinian High Sch. Ph. II - Mngt.	4959	205,500	4,594	-	-	4,594
Lib. Bldg. San Ant./San Vic. 20%	4963	40,000	1,718	-	-	1,718
ADA Improv. Garapan Sch.	4967	246,320	265	-	7,769	8,034
Modification MHS Spec. Ed.	4970	44,000	5,995	4,995	-	1,000
Rota Public Library	4973	-	134	-	-	134
Design & Construction - 60 Cla.	4974	1,300,000	250,000	-	-	250,000
Oleai Elem. School Outdoor	4676	-	23	-	-	23
Des. & Const. Beach Rd. Sewer	4980	4,105,338	6,393	118,173	152,103	40,323
Power Expansion Marpo Well	4993	-	3,148	-	-	3,148
Power Distribution Obyan	4994	-	3,169	-	-	3,169
Power Distrib. San Antonio	4995	-	1,554	-	-	1,554
Power Dist. As Lito Fina S	4996	-	350	10,983	12,968	2,335
Chalan Pale Arnold Sewer T	4997	-	2,118	1,996	-	122
Year End Transfer Def. Rev.	4999	-	1,981,604	-	-	1,981,604
Koblerville/As Gonno/Karma	5001	-	5,973	-	-	5,973
Basketball Courts San Roque	5002	-	1,340	1,887	622	75
Marianas High School Gym	5003	-	366	754	754	366
Sinapalo II Road Improvement	5004	-	2,575	-	-	2,575
DPS Detention Facility Rota	5005	-	372	-	1,528	1,900
San Vicente Basketball Court	5006	-	9,700	-	-	9,700
San Vicente Headstart Repa	5007	-	2,000	-	-	2,000
Youth Center Precinct III	5008	-	9,102	10,230	10,499	9,371
Sinapalu III Homestead Water	5009	-	330	-	1,971	2,301
Standy Generator Water Wel	5010	-	-	-	155	155
Unallocated	N/A	-	(468,218)	-	-	(468,218)
Total FY93 and FY94 Appropriations Act Grants		33,655,688	2,900,990	3,968,159	3,935,891	2,868,722
<u>FY95 Appropriations Act Grant</u>						
Labor & Immig. Policy & Proce	4862	-	(3,218)	-	-	(3,218)
As Matus Road Paving & Drain	5803	1,380,000	(224,968)	-	-	(224,968)
Upgrade Feeder 4 - Elect. Power	5804	1,152,000	(282,179)	48,056	73,941	(256,294)
Solid Waste Management - Sa	5805	3,674,154	(2,101,317)	4,591,280	6,691,088	(1,509)
Design & Const. Tanapag Re.	5806	450,000	(58,018)	893	-	(58,911)
Police & Fire Sub-Sta. Tan	5807	-	8,732	-	-	8,732
Chalan Msgr. Guerrero Drainage	5808	2,019,946	37,604	-	-	37,604
Veteran's Building - Saipan	5810	-	5,394	3,006	-	2,388
Construction of Drainage - Garapan	5811	450,000	(843)	-	-	(843)
Lighting-DanDan Baseball F	5812	-	1,551	279	-	1,272
Repair & Upgrade of Variou	5813	100,000	(384)	2,922	4,870	1,564

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of the Interior, Continued</b>						
<b>Capital Improvement Programs CFDA #15.875, Continued</b>						
<b>FY95 Appropriations Act Grant, Continued</b>						
Balance forwarded		9,226,100	(2,617,646)	4,646,436	6,769,899	(494,183)
Paving of Saipan Public School	5814	100,000	3,598	-	-	3,598
PSS 60 Classrooms Project	5815	2,280,000	(325,906)	-	-	(325,906)
Road & Drainage - Grace Chris	5817	100,000	9,426	4,099	-	5,327
Tinian Power Distrib. Syst	5819	-	(326,873)	586,420	830,812	(82,481)
Road Resurface - Carolina Heights	5820	540,000	(56,335)	-	-	(56,335)
Design & Const. Tinian NMC	5821	-	106,917	-	950	107,867
Tinian High School-Phase II	5822	-	(331,916)	-	-	(331,916)
Renov. & Rewiring - Tinian Elem.	5823	183,375	1,951	-	-	1,951
Village Electrical Upgrade	5825	1,200,000	199,761	182,707	18,377	35,431
Renovation & Construction	5827	-	55,484	7,069	10,000	58,415
SongSong Village Road Pavi.	5828	2,283,375	106,878	-	-	106,878
Rota High School JROTC	5829	1,700,000	51,821	-	281	52,102
Marpo Maui Water Well - Tinian	5831	-	307	-	-	307
DPS Detention Facility - Tinian	5832	-	32,440	-	-	32,440
Construction Basketball Court	5833	-	336	46,902	74,525	27,959
WSR Elementary School Stage	5840	-	9,734	24,611	35,678	20,801
Asphalt Pavement & Parking	5844	-	-	-	243	243
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		17,612,850	10,495,078	5,498,244	7,740,765	12,737,599
<b>FY96 - FY02 Appropriations Act Grant</b>						
FY96-FY02 CIP YE Adjustments	4099	-	4,173,107	-	-	4,173,107
New Prison & Corrections Facility	5101	2,040,000	(429,215)	1,537,676	1,788,096	(178,795)
Rota Health Center Expansion	5102	-	(37,609)	19,746	22,516	(34,839)
Rota Airport Runway-Non Ski	5103	-	(37,941)	-	-	(37,941)
Road Improv. Songsong/Sinapalo	5104	-	21,452	-	-	21,452
Nang Ocha Road	5106	-	(130,161)	-	-	(130,161)
China Town Sewerage System	5107	-	-	273,297	287,467	14,170
As-Matusis-Homestead New Po	5109	-	16,974	-	504	17,478
Existing Prison Facilities	5110	1,540,000	(53,207)	110,027	135,759	(27,475)
Airport Runway Sealant	5114	-	(500,680)	167,369	-	(668,049)
New Man-Amko Center Sinapalo	5116	-	141,982	104,186	310	38,106
Courthouse - Tatchog Villa	5117	-	-	154,035	177,800	23,765
Carolinas Heights Roads and	5118	-	-	333,010	271,901	(61,109)
New Public Health Building	5121	-	283,879	965,565	749,509	67,823
Kagman Homestead-Wastewater	5122	-	93,500	487,567	394,067	-
Kagman Homestead/Papago Are	5123	-	143	424,780	438,033	13,396
Kagman Homestead-Booster S	5124	-	19,032	407,805	389,502	729
Garapan Tourist District R	5125	-	36,649	586,800	569,800	19,649
New Saipan Cemetary	5126	-	27,414	41,266	14,176	324
Chalan Kanoa/Susupe Flood	5127	-	-	8,603	9,550	947
Replacement Asbestos Water	5128	-	-	26,941	35,851	8,910
Susupe Sports Complex Park	5129	-	(464,637)	290,450	635,463	(119,624)
Capitol Hill Road Improvement	5130	-	(13,064)	-	-	(13,064)
Tinian West Internat. Airport	5131	-	(124,523)	300,153	257,698	(166,978)
Rota Power Generation/Dist	5132	-	47,202	59,402	64,066	51,866
Precinct III Road Paving a	5133	-	86,236	86,235	-	1
Tinian West Internat. Airport	5134	-	(125,396)	1,322,136	1,295,260	(152,272)
Public Health Dialysis Center	5135	-	-	85,689	106,354	20,665
CNMI Adult Prison Facility	5136	-	-	1,685,000	1,700,000	15,000
Kagman III Homestead Road	5140	-	-	13,452	26,905	13,453
Koblervilled Wastewater Syst	5141	-	144	-	-	144
Dan Dan Homestead Children	5142	-	-	3,969	5,598	1,629

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of the Interior, Continued</b>						
<b>Capital Improvement Programs CFDA #15.875, Continued</b>						
<b>FY96 - FY02 Appropriations Act Grant, Continued</b>						
Balance forwarded		3,580,000	3,031,281	9,495,159	9,376,185	2,912,307
Fence Ancient Chamorro Village	5143	-	216	11,902	12,577	891
Tanapag Social Hall	5144	-	216	52,174	57,282	5,324
A&E/Const. Of East Harbor Im	5145	-	140	-	1,329	1,469
A&E & Construction Couthouse	5147	-	-	16,838	22,300	5,462
New Adult Prison/Juvenile	5170	-	485,472	2,929,953	2,602,054	157,573
Rota Health Center Expansion	5178	-	-	10,874	-	(10,874)
Precinct JV Road Improvement	5182	-	-	458,834	459,876	1,042
Santa Soledad Mission to Ne	5183	-	1,000	-	1,000	2,000
Navy Hill Secondary Road	5185	-	-	-	6,925	6,925
Precinct I Papago Area Sec	5186	-	-	-	2,800	2,800
Sadog Tasi Road Paving Project	5187	-	-	20,266	73,786	53,520
Koblerville High School Road	5189	-	144	46,356	46,212	-
Carolinas & Marpo Heights	5194	-	-	17,726	25,265	7,539
Public Market Fishing Base	5196	-	-	-	288	288
Power Distribution in Sina	5198	-	-	-	1,123	1,123
West Tinian Airport & Term	5201	-	-	322,050	322,050	-
Unallocated		-	(6,398,252)	(680,816)	13,754	(5,703,682)
<b>Total FY96 - FY02 Appropriations Act Grant</b>		<b>3,580,000</b>	<b>(2,879,783)</b>	<b>12,701,316</b>	<b>13,024,806</b>	<b>(2,556,293)</b>
<b>Public School System P.L. 11-89</b>						
Marianas High School Gymnasium	5111	-	(85,538)	-	-	(85,538)
Air Conditioning Rota High School	5112	-	11,000	-	-	11,000
Sinapalu Elem. School Compl.	5153	-	167,513	-	15	167,528
Rota Public Library - Tatach	5156	-	58,543	192,429	134,961	1,075
New Tinian Shower/Restroom	5160	-	-	3,000	3,000	-
New Tinian Elem. Playground	5161	-	-	35,000	35,000	-
Collateral Equipments Tinian	5162	-	3,022	-	55	3,077
New Saipan High School	5164	-	3,739	14,082	10,717	374
New Kagman Junior High School	5165	-	83,421	318,517	322,182	87,086
New Saipan Shower/Restroom	5167	-	-	3,456	3,456	-
New Northern Islands School	5168	-	-	-	288	288
Modernization (Part I) Rot	5169	-	43,315	-	375	43,690
<b>Total Public School System P.L. 11-89</b>		<b>-</b>	<b>285,015</b>	<b>566,484</b>	<b>510,049</b>	<b>228,580</b>
<b>CDA CIP Bond App. Act 2000 P.L. 11-119</b>						
Carolinas Homestead Waterline	5113	-	58,679	58,626	1,021	1,074
<b>Total DOI Capital Projects Fund</b>		<b>\$ 63,808,116</b>	<b>\$ 11,770,698</b>	<b>\$ 23,888,504</b>	<b>\$ 26,206,662</b>	<b>\$ 14,088,856</b>

Reconciliation of expenditures to the CNMI's financial statements for the year ended September 30, 2003:

Federal awards expenditures, as stated above	\$ 26,206,662
Debt service related:	
Interest	3,872,881
	<u>\$ 30,079,543</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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of the Interior</b>						
<u>Capital Improvement Programs CFDA #15.875</u>						
<u>CDA Project Series-I Revenue Bonds</u>						
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 Kiyu 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)
<u>CDA/Governor's Grant No. 2</u>						
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)
<u>1st Covenant</u>						
<u>CFDA #15.875</u>						
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
Water Cave 1 Million	4016	-	9,167	-	-	9,167
Rota Water Cave-Airport	4017	-	876,667	-	-	876,667
Exten & Upgrading Water	4022	-	(103)	-	-	(103)
Water Trans Line (Rota)	4023	-	(882,546)	-	-	(882,546)

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of the Interior, Continued</b>						
<u>Capital Improvement Programs CFDA #15.875, Continued</u>						
<u>1st Covenant</u>						
<u>CFDA #15.875</u>						
Balance forwarded		-	(759,827)	-	-	(759,827)
Rota Health Center	4026	-	70,331	-	-	70,331
New High School/Sewer Project	4032	-	2,997	-	-	2,997
Tanapag Schhol Admin Bldg.	4065	-	40	-	-	40
Tinian High School	4075	-	471,731	-	-	471,731
School Building Renov. Oleai	4079	-	76,001	-	-	76,001
Const. 2 Classroom Rota HS	4087	-	97,333	-	-	97,333
As Lito Road	4093	-	143,984	-	-	143,984
Saipan International School Ro	4096	49,000	24,761	-	-	24,761
Village Disp Renovation	4100	-	(4,993)	-	-	(4,993)
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
Design Beach Road Phase VI	4192	-	5	-	-	5
Year End Transfer Defrev/A/	4199	-	49,598	-	-	49,598
Unallocated		-	382,838	-	-	382,838
Total 1st Covenant		49,000	554,765	-	-	554,765
<u>Other</u>						
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	\$ (147,315)	\$ -	\$ -	\$ (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 - Public Works Grants Fund  
Year Ended September 30, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Environmental Protection Agency</b>						
<b>CFDA #66.418</b>						
Wastewater Renov.	P54182	\$ -	\$ 274	\$ -	\$ -	\$ 274
EPA Const. Grant	P04180	-	(5,074)	-	-	(5,074)
Sub-total CFDA #66.418		-	(4,800)	-	-	(4,800)
<b>U.S. Department of Transportation</b>						
<b>Highway Planning &amp; Const. CFDA #20.205</b>						
Rota Hill-Burtn DI	H4224A	-	(40,516)	-	-	(40,516)
10% DOE Share to DPW-TSD	N60TSD	-	(8,887)	-	-	(8,887)
Traffic Signal - Saipan	T0205A	-	103,729	-	-	103,729
Pedes Path Light - Spn	T0205B	-	659	-	-	659
Navy Hill Rd Reconst	T0205E	-	16,611	151,851	143,833	8,593
HWY Plan, Tech TRF & Training	T0205P	-	21,530	72,754	68,454	17,230
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	-	900	2,841	3,635	1,694
Reconstruct P-V	T02051	-	54,206	-	-	54,206
H/Plan Tech & Train Activ	T1205A	-	-	8,810	25,459	16,649
Airport Rd. Improv.32(012)	T1205S	-	-	39,188	44,634	5,446
Broadway Resurface32(012)	T1205T	-	462	542,751	543,016	727
Design Cross Is. Rd. Improv	T12051	-	-	6,000	6,000	-
Assmnt Route 36 Rd. Improv	T12052	-	-	165,000	165,000	-
Design Route 101 Rd.	T12053	-	-	125,000	125,000	-
Design B/Rd Hazard	T12055	-	-	-	4,556	4,556
Beach Rd. Hazard	T2205B	-	12,293	82,110	80,506	10,689
Highway Signage/Mile	T2205C	-	-	3,000	3,000	-
School Zone Signage	T2205D	-	-	1,000	888	(112)
Traffic/Safety Bldg.	T2205E	-	494	75,363	75,363	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 202 Rd Impro.	T2205J	-	-	497	497	-
Route 100 Rd. Impro.	T2205K	-	280	166,135	175,267	9,412
HWY Plan, Tech Trng Acti.	T2205P	-	-	11,224	17,858	6,634
Island Power Rd Const.	T2205R	-	-	7,378	15,308	7,930
Const Broadway Swalk	T2205S	-	-	23,713	23,783	70
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	262,146	-	(289)
Beach Road Phase V Design	T6205A	112,000	19,301	-	-	19,301
Tech. Transfer/High. Plan.	T6205E	-	(6,850)	-	-	(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)

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, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of Transportation, Continued</b>						
<u>Highway Planning &amp; Const. CFDA #20.205, Continued</u>						
Balance Forwarded		13,494,607	504,467	1,746,761	1,522,057	279,763
Traffic Signals Improv	T8205A	-	54,222	-	-	54,222
Pathway Light-Beach Road	T8205B	-	(375)	-	-	(375)
Chaln Monsignor P-III-Saipan	T8205C	-	244,127	3,874	3,874	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
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	-	(36,630)	-	-	(36,630)
CNMI - Highway Master Plan	T9205E	-	12,686	-	-	12,686
Public Works	T9205Q	169,010	84,143	-	-	84,143
Suicide Cliff Rd-Tinian	T9205T	-	37,814	50,500	-	(12,686)
Reconstruct P-V	T92051	-	60,285	-	-	60,285
Hi-way Plan & Tech. Traffic	T92057	210,000	7,979	14,250	20,511	14,240
Sub-total CFDA #20.205		16,425,788	691,502	1,815,385	1,546,442	422,559
<b>U.S Federal Emergency Management Agency</b>						
<u>Disaster Assistance CFDA #83.516</u>						
Culvert Replace - Rota	T85164	3,644,236	272,531	20,005	11,160	263,686
<b>U.S. Department of the Interior</b>						
<u>Development of TTPI Islands CFDA #15.875</u>						
Solid Waste 2000-1	I08765	-	(20,682)	10,323	18,857	(12,148)
Solid Waste Plan	I2875M	32,650	22,179	-	7,038	29,217
Solid Waste Mgt Pro.	I3876A	-	-	-	15,460	15,460
Certified Plant Engineer	I3876B	-	-	-	3,377	3,377
Solid Waste Mgt Pro.	I38765	-	1,694	-	-	1,694
Solid Waste Management Pro.	I88765	146,185	24,249	-	6,321	30,570
Sub-total CFDA #15.875		178,835	27,440	10,323	51,053	68,170
<b>U.S. Department of Commerce</b>						
<u>CFDA #11.300</u>						
Rota Water Cave	C9300A	-	1,220	-	-	1,220
Unallocated		-	(1,122,410)	-	-	(1,122,410)
Total Public Works Grants Capital Projects Fund		\$ 20,248,859	\$ (134,517)	\$ 1,845,713	\$ 1,608,655	\$ (371,575)

See accompanying notes to schedule of expenditures of federal awards.



COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Expenditures of Federal Awards, Continued  
 American Memorial Park - U.S. Department of the Interior  
 Year Ended September 30, 2003

Federal Grantor/Program Title/ Federal CFDA Number	Cost Center	Program or Award Amount	Receivable From Grantor (Deferred Revenue) at October 1, 2002	Cash Receipts FY03	Expenditures FY03	Receivable From Grantor (Deferred Revenue) at September 30, 2003
<b>U.S. Department of the Interior</b>						
<u>Capital Improvement Programs</u>						
<u>CFDA #15.875</u>						
AMP Visitor/Cultural Center	5718	\$ 326,300	\$ -	\$ 276,078	\$ 293,516	\$ 17,438
AMP Marianas Memorial Garden	5719	128,500	-	125,478	127,669	2,191
AMP Exhibit Design & Construction	5721	217,500	-	68,437	68,437	-
AMP Remodel & Upgrade Amph	5722	327,700	-	321,088	321,088	-
Total Capital Improvement Programs		<u>\$ 1,000,000</u>	<u>\$ -</u>	<u>\$ 791,081</u>	<u>\$ 810,710</u>	<u>\$ 19,629</u>

Reconciliation of expenditures to the CNM's financial statements for the year ended September 30, 2003:

Federal awards expenditures, as stated above	\$ 810,710
Local share	<u>2,715,972</u>
	<u>\$ 3,526,682</u>

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, 2003

### (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, 2003

(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, 2003, are as follows:

Northern Marianas College	\$ 1,803,797
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, 2003 for the following entities:

Commonwealth Ports Authority  
Commonwealth Development Authority  
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 and Commonwealth Utilities Corporation

The Commonwealth Ports Authority (CPA) and Commonwealth Utilities Corporation (CUC), Discretely Presented Component Units, receive funds in a subrecipient capacity through the CNMI. CPA and CUC's Single Audit report includes the following pass-through programs on their Schedule of Expenditures of Federal Awards for the year ended September 30, 2003:

<u>Program Title</u>	<u>Grantor Agency</u>	<u>CFDA Number</u>	<u>Funds Received</u>	<u>Funds Expended</u>
Commonwealth Ports Authority: CIP Covenant Grant Funds Fiscal Years 1996 - 2003 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, 2003

(2) Summary of Significant Accounting Policies, Continued

c. Subgrantees, Continued

Commonwealth Ports Authority and Commonwealth Utilities Corporation, Continued

<u>Program Title</u>	<u>Grantor Agency</u>	<u>CFDA Number</u>	<u>Funds Received</u>	<u>Funds Expended</u>
Commonwealth Utilities Corporation:				
CIP Covenant Grant Funds Fiscal Years 1996 - 2003	U.S. Department of the Interior	15.875	\$ 3,064,251	\$ 2,500,352
Capital Development Projects Typhoon Pongsona/Chataan	U.S. Federal Emergency Management Agency	83.544	\$ 342,855	\$ 705,307

No findings were reported in the Single Audits of CPA and CUC for the year ended September 30, 2003.

d. Indirect Cost Allocation

The CNMI has negotiated an indirect cost plan with the U.S. Department of the Interior for fiscal year 2003. It is applicable to all federal grant programs, except typhoon assistance, and was 14.57% of all direct expenditures for the year ended September 30, 2003.

(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	\$ 39,919,834	\$ -	\$ 39,919,834
Capital Projects - U.S. Department of the Interior	15,519,588	10,687,074	26,206,662
Capital Projects - Public Works	1,608,655	-	1,608,655
Capital Projects - American Memorial Park	810,710	-	810,710
	<u>\$ 57,858,787</u>	<u>\$ 10,687,074</u>	<u>\$ 68,545,861</u>

The CNMI is aware that the Schedule of Expenditures of Federal Award should exclude local match. The local match is included in the Capital Projects U.S. Department of the Interior fund due to financial management system limitations. The CNMI is in the process of rectifying this condition.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs  
Year Ended September 30, 2003

**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>
Tax Relief Reconciliation Act 2003	10.401
Nutrition Assistance Program	10.551
Capital Improvement Projects and Technical Assistance Grants	15.875
Consolidated Grant	66.600
Medical Assistance Program	93.778

8. A threshold of \$1,735,764 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>
2003-1	Cash and Cash Equivalents	54
2003-2 - 3	Receivables	55 - 56
2003-4	Due to Component Units	57
2003-5	Inventories	58
2003-6 - 7	Advances	59 - 60
2003-8	Other Liabilities and Accruals	61
2003-9	Fund Balance	62
2003-10 - 11	CNMI Local Noncompliance	63 - 64
2003-13	Accounts Payable/Allowable Costs/Cost Principles	66

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

**Section III - Federal Award Findings and Questioned Costs**

<u>Reference Number</u>	<u>Findings</u>	<u>Questioned Costs</u>	<u>Refer Page #</u>
2003-12	Eligibility	\$ 1,309	65
2003-13	Accounts Payable/Allowable Costs/Cost Principles	\$ -	66
2003-14	Allowable Costs/Cost Principles	\$ -	67
2003-15 - 16	Cash Management	\$ -	68 - 70
2003-17	Eligibility	\$ -	71
2003-18	Equipment and Real Property Management	\$ -	72 - 73
2003-19	Procurement and Suspension and Debarment	\$ -	74
2003-20 - 23	Reporting	\$ -	75 - 79
2003-24 - 27	Special Tests and Provisions	\$ -	80 - 83

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

**Section II - Financial Statement Findings**

Cash and Cash Equivalents

Finding No. 2003-1

Criteria: Bank reconciliations should be performed in a timely manner.

Condition: During the fiscal year ended September 30, 2003, the bank reconciliations for the Payroll, NMTIT Rebate Trust Fund, General Fund, Treasury Savings and the NMTIT Rebate Savings Account (A/c #s 11420.1010, 11430.1010, 11610.1010 and 11640.1010) were not performed in a timely manner.

Cause: The cause of the above condition is the lack of adequate policies and procedures related to the timely preparation of bank reconciliations.

Effect: The effect of the above condition is the possibility of misstated cash balances throughout the year.

Recommendation: We recommend that the CNMI establish policies and procedures to ensure the timely reconciliation of bank accounts.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

Receivables

Finding No. 2003-2

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

Condition: As of September 30, 2003, 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	\$ 5,827,530
DOI Capital Projects Fund	14,088,856
American Memorial Park Fund	<u>19,629</u>
	\$ <u>19,936,015</u>

The CNMI has not quantified an amount considered necessary to establish an estimated allowance for uncollectible accounts or amount to be reserved for. In addition, the schedule of expenditures of federal awards currently does not separately identify local match contributions from federal expenditures. 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 the 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 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 2002.



COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

Receivables

Finding No. 2003-3

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, 2003, the receivable balance at CHC was \$74,991,426. 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 \$74,991,426.

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 2002.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

Due to Component Units

Finding No. 2003-4

Criteria: Amounts due to/from interfund accounts and component units should be reconciled.

Condition: The General Fund recorded due to component units - Public School System (PSS) of \$2,706,898 at September 30, 2003. Based on PSS's audited financial statements for the fiscal year ended September 30, 2003, due from primary government amounted to \$3,704,568. The total variance of \$997,670 relates to prior year transfers that could not be reconciled by the entities.

Further, PSS's audited financial statements report total appropriations from the CNMI of \$37,794,725. The total transfers out, however, per the CNMI amounted to \$36,465,731 resulting in a variance of \$1,328,994. Of the total variance, approximately \$744,198 relates to the 2% deficit reduction included as part of appropriations by PSS. The remaining variance of \$584,796 represents transfers the CNMI made subsequent to year end that appear to have been recorded twice by PSS.

Cause: The cause of the above condition is due to the lack of reconciliation of prior year differences between the entities.

Effect: The effect of the above condition is the qualification of due to component units.

Recommendation: We recommend the Department of Finance review all transactions with PSS and reconcile differences in a timely manner.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

Inventories

Finding No. 2003-5

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

Condition: As of September 30, 2003, 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	\$ 1,221,580	\$ 1,298,575	\$ (76,995)
Pharmacy Storage	14130-0102	\$ 322,923	\$ 374,904	\$ (51,981)
Inpatient Pharmacy	14140-1012	\$ 181,122	\$ 107,184	\$ 73,938

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 2002.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

Advances

Finding No. 2003-6

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

Condition: As of September 30, 2003, subledgers were not available for advances to vendors totaling \$2,694,877 (A/c # 12430.1010 amounting to \$1,380,917 and # 12431.1010 amounting to \$1,313,960). In addition, advances identified in the accounts payable subledger of \$3,831,707 did not agree to the advances recorded in A/c #12430.1010 of \$1,380,917. An explanation of the variance was 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 Audits of the CNMI for fiscal years 2001 and 2002.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

Advances

Finding No. 2003-7

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

Condition: As of September 30, 2003, the General Fund recorded travel advances to government employees in the amount of \$1,493,189, which primarily represent advances outstanding and unliquidated for more than ninety days. Of the total amount, \$777,862 remain unchanged compared to prior year. Of three balances tested, the supporting documents for two employees (employee #s 100783 and 113478) were not made available after numerous requests.

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 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 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 2002.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

Other Liabilities and Accruals

Finding No. 2003-8

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, 2003, the General Fund recorded liabilities (A/c #s 20120.1010 amounting to \$855,297) representing goods received by the Division of Procurement and Supply for which the corresponding payable was not recorded in the accounts payable system. A detailed subsidiary ledger was not made available. Further, in prior years, this account also included prepaid items. Due to the lack of a subledger, it is uncertain whether this condition still exists.

Cause: The cause of the above condition is liabilities being recorded at the time advances are made. In addition, the CNMI is currently analyzing the liability account and as of September 30, 2003, the account balance was still not reconciled.

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 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 2002.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

Fund Balance

Finding No. 2003-9

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, 2003, 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 \$240,813.

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 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 2002.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

CNMI Local Noncompliance

Finding No. 2003-10

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, 2003, compliance with the collateralization requirement for CNMI deposits in four banks, totaling \$22,571,384, 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 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 2002.



COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

CNMI Local Noncompliance

Finding No. 2003-11

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, 2003, 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, 2003:

	<u>Budgeted Expenditures</u>	<u>Actual Expenditures</u>	<u>Over- Expenditure</u>
Executive branch:			
Typhoon Expenditures	\$ -	\$ 339,530	\$ (339,530)
First Senatorial District - Rota:			
Mayor	\$ 2,722,499	\$ 2,728,466	\$ (5,967)
Public Health	\$ 2,379,529	\$ 2,450,306	\$ (70,777)
Public Safety	\$ 2,099,883	\$ 2,139,702	\$ (39,819)
Finance	\$ 821,309	\$ 828,922	\$ (7,613)
Second Senatorial District - Tinian:			
Public Health	\$ 2,248,834	\$ 2,335,130	\$ (86,296)
Public Safety	\$ 1,759,525	\$ 1,759,940	\$ (415)
Independent programs:			
Cops Universal Hiring Program	\$ 9,899	\$ 11,670	\$ (1,771)
Other	\$ 1,491,900	\$ 3,331,096	\$ (1,839,196)
Government utilities	\$ 5,000,000	\$ 11,262,850	\$ (6,262,850)

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 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 through 2002.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

Section III - Federal Award Findings and Questioned Costs

Eligibility

Finding No. 2003-12

Program	Reason for Questioned Costs	Questioned Costs
U.S. Department of Agriculture / Nutrition Assistance Program / CFDA #10.551 / Federal Award # 7NM4004NM / Federal Award period 10/01/02 - 09/30/03	<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 \$6,553,905 benefits expended, forty-eight case files amounting to \$12,716 were reviewed and the following were noted:</p> <ul style="list-style-type: none"> <li>• Three participants (case # 6548 for ATP # 275874, # 4728 for ATP # 274552 and # 325 for ATP # 279767) failed to register for employment or did not register once every three months after initial registration in accordance with Section V E 1 of the MOU. Participants were not disqualified and excluded from the monthly benefit calculation for the household.</li> </ul> <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 an extrapolated error that is in excess of the \$10,000 threshold.</p> <p><u>Recommendation:</u> We recommend that management establish procedures for timely communication of amended program requirements with the pertinent divisions.</p> <p><u>Prior Year Status:</u> The lack of clear and timely communication of eligibility criteria, at the time of change, to eligibility workers was reported as a finding in the Single Audit of the CNMI for fiscal year 2002.</p>	\$ 1,309
Total Questioned Costs		\$ <u>1,309</u>

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

U.S. Department of Health and Human Services  
Accounts Payable/Allowable Costs/Cost Principles - Medical Assistance Program  
CFDA #93.778, Federal Award # 05-0305CQ5028  
Federal Award Periods 10/01/02 -12/31/02 and 04/01/03 - 06/30/03

Finding No. 2003-13

Criteria: Expenditures should be recorded when incurred.

Condition: Of total expenditures of \$4,489,158 at September 30, 2003, professional services of \$1,803,043 were tested. Of forty-eight items tested, twenty-nine items, totaling \$960,044, included billings from service providers for services rendered in previous years. These expenditures represent those approved by the local Medicaid office that were subsequently forwarded to the Department of Finance for recording in the general ledger and for payment.

Cause: The cause of the above condition is the lack of policies and procedures established by the Medicaid Office regarding the timely recognition of expenditures at the time services are rendered.

Effect: The effect of the above condition is that expenditures reported to the grantor agency are based on paid date and not service date. Further, actual expenditures incurred during the year are not properly accrued resulting in the understatement of current year expenditures and unrecorded liabilities. This results in the qualification of accounts payable. As Medical Assistance Program expenditures are limited to the amount of the grant award, this condition will only result in additional local matching expenditures.

Recommendation: We recommend the Medicaid Office ensure all billings received are reviewed and forwarded to the Department of Finance in a timely manner to ensure expenditures are properly recorded.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

U.S. Department of Health and Human Services  
Allowable Costs/Cost Principles - Medical Assistance Program  
CFDA #93.778, Federal Award # 05-0305CQ5028  
Federal Award Periods 10/01/02 -12/31/02 and 04/01/03 - 06/30/03

Finding No. 2003-14

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

Condition: Of fifty-two benefit payments tested, twenty-two items (APV # 277905, 277906, 277907, 277909, 277910, 281455, 281458, 281461, 281463, 285758, 285759, 285762, 285763, 285764, 290001, 290002, 290003, 302146, 302147, 302148, 302149 and 350445) from one service provider were not being reviewed for eligibility of services or for propriety of rates charged. Further, this service provider submits a spreadsheet for billing purposes instead of required invoices. Based on tests performed, the eligibility of services was 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 Medicaid Program.

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

Prior Year Status: The lack of clearly defined and communicated procedures for verification of billings prior to reimbursement was reported as a finding in the Single Audit of the CNMI for fiscal year 2002.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

U.S. Department of Health and Human Services  
Cash Management - Medical Assistance Program  
CFDA #93.778, Federal Award # 05-0305CQ5028  
Federal Award Periods 10/01/02 -12/31/02 and 04/01/03 - 06/30/03

Finding No. 2003-15

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 drawdown requests tested, the related disbursements for three checks totaling \$1,092,881 were disbursed thirty-three, thirty and eighteen days, respectively, after cash was received from the grantor agency, as follows:

<u>Drawdown Date</u>	<u>Check #</u>	<u>Check Date</u>	<u>Check Clearance Date</u>	<u>Amount</u>
11/14/02	219997	12/17/02	12/23/02	\$ 456,898
04/03/03	227264	05/02/03	05/09/03	\$ 501,844
07/28/03	233188	08/14/03	08/19/03	\$ 137,139

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.

Prior Year Status: The lack of procedures in place to ensure cash advanced from the grantor agency is disbursed within a timely manner was reported as a finding in the Single Audit of the CNMI for fiscal year 2002.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

U.S. Department of the Interior  
Cash Management - Technical Assistance Grants, DOI and Covenant Capital Projects  
CFDA #15.875, Federal Award #(s) Fiscal Year 1993 - 2002 Appropriations Act  
Federal Award Period Available Until Expended

CFDA #15.875, Federal Award # Fiscal Year 2001 Compact Impact Grant  
Federal Award Period Available Until Expended

CFDA #15.875, Federal Award # CNMI - 121  
Federal Award Period 09/01/02 - 10/31/03

CFDA #15.875, Federal Award # MCI-7  
Federal Award Period 09/01/02 - 10/31/03

Finding No. 2003-16

**Criteria:** In accordance with OMB Circular A-133, Part III Compliance Requirements - Cash Management, when entities are funded on a reimbursement basis, program costs must be paid for by entity funds before reimbursement is requested from the federal government.

**Condition:** Of sixty-six federally funded expenditures tested, we noted that payments related to sixty-two of such expenditure items were paid to the contractor(s) after funds were received from the grantor agency.

<u>APV #</u>	<u>CR Date</u>	<u>Check Date</u>	<u>Check Clearance Date</u>	<u>APV #</u>	<u>CR Date</u>	<u>Check Date</u>	<u>Check Clearance Date</u>
347446	10/15/02	11/06/02	11/12/02	348441	10/29/02	11/08/02	11/13/02
348296	10/15/02	10/25/02	10/29/02	349356	10/30/03	11/15/02	11/18/02
348440	11/02/02	11/26/02	12/02/02	349438	11/07/02	11/21/02	11/26/02
350034	11/20/02	11/25/02	12/20/02	350246	11/20/02	11/25/02	11/27/02
350245	12/09/02	12/13/02	12/23/02	350777	11/25/02	12/30/02	01/10/03
350584	12/02/02	12/03/02	12/05/02	350926	12/02/02	12/03/02	12/20/03
350914	11/25/02	12/13/02	12/24/02	350927	12/02/02	12/03/02	12/23/02
365445	01/27/03	01/31/03	02/10/03	352828	01/08/03	01/17/03	01/17/03
365476	01/08/03	01/17/03	01/22/03	366834	01/27/03	01/31/03	02/07/03
366829	01/28/03	01/31/03	02/13/03	367092	02/03/03	02/11/03	02/14/03
367888	02/05/03	02/11/03	02/14/03	367159	02/03/03	02/14/03	02/19/03
368155	02/06/03	02/11/03	02/13/03	366835	01/28/03	01/31/03	02/03/03
368552	03/04/03	03/05/03	03/05/03	369404	02/26/03	03/10/03	03/14/03
369135	02/26/03	03/10/03	03/13/03	369815	03/11/03	03/12/03	03/14/03
369814	03/11/03	03/12/03	03/14/03	370451	03/12/03	03/31/03	04/03/03
370448	03/12/03	05/14/03	05/27/03	373789	05/02/03	05/12/03	05/15/03
370476	03/26/03	03/27/03	04/07/03	375227	06/10/03	06/12/03	06/17/03
370911	03/26/03	04/29/03	05/06/03	375683	05/12/03	05/23/03	05/27/03
371200	04/07/03	04/14/03	04/15/03	375968	06/05/03	06/06/03	06/06/03
371202	05/02/03	05/08/03	05/09/03	376731	06/12/03	06/16/03	06/23/03
373915	05/02/03	05/08/03	05/22/03	376811	06/13/03	06/19/03	06/23/03
376251	06/12/03	06/30/03	07/03/03	376995	06/12/03	06/20/03	06/25/03
376728	06/12/03	06/20/03	06/30/03	379042	07/18/03	07/21/03	07/21/03
377482	06/20/03	06/30/03	07/18/03	380777	07/24/03	09/02/03	09/09/03
382307	08/20/03	08/21/03	08/22/03	380783	07/22/03	10/09/03	10/10/03
382307	08/20/03	08/21/03	08/22/03	381641	08/06/03	08/22/03	08/22/03
384881	09/15/03	11/24/03	12/08/03	381877	08/11/03	08/22/03	08/27/03
384926	09/16/03	09/26/03	10/20/03	382307	08/20/03	08/21/03	08/22/03
388524	09/19/03	10/28/03	10/29/03	383947	08/28/03	09/02/03	09/09/03
388525	09/19/03	10/28/03	11/05/03	388614	09/19/03	09/29/03	10/07/03

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

Finding No. 2003-16, Continued

In addition, we noted one item (APV # 365445) included above representing a down payment required by a contractor for which grantor approval was not obtained.

Cause: The cause of the above condition is due to the delays in which internal payment requests are routed.

Effect: The effect of the above condition is the lack of compliance with grant requirements relating to cash management.

Recommendation: We recommend the Department of Finance establish policies and procedures to ensure compliance requirements are met.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

U.S. Department of Health and Human Services  
Eligibility - Medical Assistance Program  
CFDA #93.778, Federal Award # 05-0305CQ5028  
Federal Award Periods 10/01/02 -12/31/02 and 04/01/03 - 06/30/03

Finding No. 2003-17

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

Condition: The Medicaid Program relies on an electronic database for verifying eligibility of individuals charged to the 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 established 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.

Prior Year Status: The lack of adequately defined control procedures over the program's electronic system was reported as a finding in the Single Audit of the CNMI for fiscal year 2002.



COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

U.S. Department of Agriculture  
Equipment and Real Property Management - Nutrition Assistance Program  
CFDA #10.551, Federal Award # 7NM4004NM  
Federal Award Period 10/01/02 - 09/30/03

U.S. Environmental Protection Agency  
Equipment and Real Property Management - Consolidated Grant  
CFDA #66.600, Federal Award # M-009156-03  
Federal Award Period 10/01/02 - 09/30/03

Finding No. 2003-18

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, 2003, 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 nor the percentage of federal share in the asset. Additionally, there was no inventory count performed by the Division of Procurement and Supply for the fiscal year ended September 30, 2003 to reconcile the count performed by NAP. Further, there are no procedures in place to provide accountability for movement of equipment between locations.

During the year ended September 30, 2003, the Division of Environmental Quality (DEQ) maintained a fixed asset listing representing its physical count as of fiscal year 2001. Further, the Division of Procurement and Supply (P&S) also maintained a master listing of DEQ's fixed assets. Both divisions, however, did not conduct an inventory count of property and equipment during fiscal year 2003. Reconciliation between the listings was not performed which resulted in differences. Both listings did not indicate the cost of the assets or the percentage of federal share in the asset.

Cause: The cause of the above condition is lack of established policies and procedures regarding physical inventory counts of property and equipment and the lack of reconciliation between the master listing maintained by P&S and that of the agencies.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

Finding No. 2003-18, Continued

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 2002.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

U.S. Department of the Interior  
Procurement and Suspension and Debarment - DOI and Capital Improvement Projects  
CFDA #15.875, Federal Award #(s) Fiscal Year 1993 - 2002 Appropriations Act  
Federal Award Period Available Until Expended

CFDA #15.875, Federal Award # Fiscal Year 2001 Compact Impact Grant  
Federal Award Period Available Until Expended

Finding No. 2003-19

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-five contracts relating to expenditures of the Capital Improvement Projects and other Technical Assistance Grants tested, nine contracts (#s 153-OS, 173-OS, 184-OS, 201-OS, 214-OS, 223-OS, 224-OS, 228-OS and 239-OS) did not contain provisions of compliance under Section 306 of the Clean Air Act.

Cause: The cause of the above condition is possibly due to lack of awareness of the Common Rule requirements.

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 through 2002.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

U.S. Department of the Interior

Reporting - DOI and Capital Improvement Projects

CFDA #15.875, Federal Award #(s) Fiscal Year 1993 - 2002 Appropriations Act

Federal Award Period Available Until Expended

Finding No. 2003-20

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 fourteen DOI and Capital Improvement Projects grants requiring submission of quarterly SF-269 and SF-272 reports, we examined all available reports. For ten grants relating to Capital Improvement Projects, no quarterly SF-269 and SF-272 reports were submitted. Although the CNMI is submitting drawdown and contract progress reports other than the specified SF-269 and SF-272 reports, no documentation was made available to indicate grantor approval of these reports.

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

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

Recommendation: We recommend that the Department of Finance implement procedures that ensure required federal financial reports are filed.

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 through 2002.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

U.S. Department of the Interior

Reporting - Technical Assistance Grants, DOI and Capital Improvement Projects

CFDA #15.875, Federal Award #(s) Fiscal Year 1993 - 2002 Appropriations Act

Federal Award Period Available Until Expended

CFDA #15.875, Federal Award # CNMI-BTS-2002 GR270041

Federal Award Period Available Until 03/22/02

CFDA #15.875, Federal Award # CNMI-BTS-2002 GR200015

Federal Award Period 12/05/01 - 12/31/02

CFDA #15.875, Federal Award # CNMI-BTS-2003

Federal Award Period 01/01/03 - 12/31/03

CFDA #15.875, Federal Award # CNMI-CRI-01

Federal Award Period 10/01/02 - 10/31/04

CFDA #15.875, Federal Award # CRI-CNMI-3

Federal Award Period 10/01/02 - 09/30/05

Finding No. 2003-21

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

Condition: During our tests of required financial reports to the grantor, we noted the following:

- Of twenty-eight nonpayroll expenditures of the CNMI's Capital Projects Fund tested, eight 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	\$ 2,814,795	\$ 2,761,525	\$ 53,270	\$ 3,452,397	\$ 3,452,436	\$ 39
4936	\$ 183,040	\$ 179,633	\$ 3,407	\$ 245,033	\$ 245,033	\$ -
5805	\$ 4,001,944	\$ 4,162,653	\$ (160,709)	\$ 6,839,088	\$ 6,691,088	\$ 148,000
5101	\$ 916,351	\$ 894,048	\$ 22,303	\$ 1,788,096	\$ 1,788,096	\$ -
5110	\$ 81,929	\$ 67,031	\$ 14,898	\$ 135,760	\$ 135,760	\$ -
5121	\$ 379,018	\$ 374,868	\$ 4,150	\$ 749,509	\$ 749,509	\$ -
5170	\$ 1,292,285	\$ 1,299,987	\$ (7,702)	\$ 2,599,564	\$ 2,602,054	\$ 2,490
5134	\$ 622,691	\$ 647,630	\$ (24,939)	\$ 1,295,260	\$ 1,295,260	\$ -

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

Finding No. 2003-21, Continued

In addition, one project (business unit (BU) # 5804) reported federal share of expenditures in the general ledger of \$47,993 or sixty-five percent of total expenditures of \$73,941. However, actual federal drawdown of funds represented the agreed-upon federal match of sixty percent of total expenditures.

- Of twenty-one Technical Assistance Grants expending \$1,022,219 as of September 30, 2003, we tested five grants and examined all available reports. For the five grants tested, we noted the following:
  - We were unable to determine if the required semi-annual narrative reports were submitted to the grantor agency for three grants (business unit (BU) #s I2875E, I28759 and I38760).
  - We were unable to determine if the lobbying certification and the quarterly and final narrative performance reports were submitted to the grantor agency for two grants (BU #s I0875W and I28756).
  - One grant (BU # I2875E) submitted an SF-269 covering the period March 22, 2002 through April 21, 2003. Of the total amount reported for the period of \$88,000, \$13,680 relates to expenditures incurred in fiscal year 2002 which should have been reported in the SF-269 due November 1, 2002.
  - One grant (BU # I28759) submitted an SF-269 covering the period September 25, 2002 through April 21, 2003. Of the total amount reported for the period of \$100,511, \$16,548 relates to expenditures incurred in fiscal year 2002 which should have been reported in the SF-269 due November 1, 2002.

Cause: The cause of the above condition is the subsequent transactions/adjustments made to the general ledger after submission of the reports to the grantor. Further, there is a lack of adherence to established procedures ensuring that supporting documentation is properly maintained.

Effect: The effect of the above condition is the over/understatement of expenditures/drawdowns reported to the grantor agency.

Recommendation: We recommend that the federal financial reports submitted to the grantor reflect actual transactions recorded in the general ledger and that all transactions are properly supported.

Prior Year Status: The lack of updating the federal financial reports submitted to the grantor was reported as a finding in the Single Audits of the CNMI for fiscal years 2000 through 2002.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

U.S. Environmental Protection Agency  
Reporting - Consolidated Grant  
CFDA #66.600, Federal Award # M-009156-03  
Federal Award Period 10/01/02 - 09/30/03

Finding No. 2003-22

Criteria: 40 CFR, Section 31.4 requires grantees to submit annual performance reports unless the awarding agency requires quarterly or semi-annual reports. Annual reports shall be due ninety days after the grant year and quarterly or semi-annual reports shall be due thirty days after the reporting period. In addition, a financial status report (SF-269) is required within ninety days of the end of the budget period. Further, total outlays reported to the grantor should correspond to amounts recorded on the general ledger.

Condition: Based on our review of the reporting requirements of the program, the SF-269 for the quarter ended September 30, 2003, reported total expenditures that were \$11,008 more than the total expenditures recorded in the general ledger as of September 30, 2003.

Cause: The cause of the above condition is that the amounts reflected on the SF-269 for the quarter ended September 30, 2003 reflected total expenditures after adjustments were made subsequent to September 30, 2003.

Effect: The effect of the above condition is the lack of compliance with the reporting requirements of the grant.

Recommendation: We recommend the Department of Finance ensure all grant reporting requirements are strictly adhered to.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

U.S. Department of Health and Human Services  
Reporting - Medical Assistance Program  
CFDA #93.778, Federal Award # 05-0305CQ5028  
Federal Award Periods 10/01/02 -12/31/02 and 04/01/03 - 06/30/03

Finding No. 2003-23

Criteria: Section 4.4 of the CNMI's Medicaid Operational Plan requires the Medicaid Agency to submit all required reports within specified deadlines. In addition, 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 CMS-64 for the fourth quarter reported expenditures amounting to \$7,106 more than the amount recorded in the general ledger at September 30, 2003.

Cause: The cause of the above condition is due to adjustments made subsequent to the submission of the CMS-64.

Effect: The effect of the above condition is noncompliance with Section 4.4 of the Medicaid Operational Plan.

Recommendation: We recommend that steps be taken to ensure information reported to the grantor is based on the CNMI's financial records as of a specified period.

Prior Year Status: Noncompliance with Section 4.4 of the Medicaid Operational Plan was reported as a finding in the Single Audit of the CNMI for fiscal year 2002.



COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

U.S. Department of Agriculture  
Special Tests and Provisions - Nutrition Assistance Program  
CFDA #10.551, Federal Award # 7NM4004NM  
Federal Award Period 10/01/02 - 09/30/03

Finding No. 2003-24

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 nine of the twelve retailers complied with the 10% requirement of local food products from gross sales. No penalties were issued to these retailers.

Although compliance visits to "high redeemers" were performed, we noted that the deadlines for each of the four quarters were not met. The compliance visits were delayed by an average of five months for the year.

Of three months reviewed for on-site inspections, all three (November 2002, February 2003 and June 2003) were not conducted in a timely manner. It was also noted that only five months (October 2002 through February 2003), amounting to twenty-five inspections, were reviewed during fiscal year 2003.

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 Audits of the CNMI for fiscal years 2001 and 2002.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

U.S. Environmental Protection Agency  
Special Tests and Provisions - Consolidated Grant  
CFDA #66.600, Federal Award # M-009156-03  
Federal Award Period 10/01/02 - 09/30/03

Finding No. 2003-25

Criteria: In accordance with Section L of the Administrative Conditions of the grant award, accounting of all program income funds received and a description of how those funds have been used or will be used to support the overall environmental program for fiscal years 2000 through 2002 and the period from October 1, 2002 through May 31, 2003 shall be submitted to the USEPA Project Officer by December 31, 2002 and June 30, 2003, respectively.

Condition: Based on our review of submitted reports, the following exceptions were noted:

- An accounting of how all program income was used for fiscal years 2000 through 2002 was submitted on April 8, 2003; however, an accounting of all program income funds received was not included in the submission.
- The report due on June 30, 2003 included the budget and remaining balance, but it did not include an accounting or details of all program income earned and a description of how those funds have been used for the period from October 2002 through May 31, 2003.

Cause: The cause of the above conditions is that such information had already been reported in the quarterly reports submitted to the grantor agency during the respective fiscal years. Further, it does not appear expenditures are being monitored.

Effect: The effect of the above condition is lack of compliance with Section L of the grant Administrative Conditions.

Recommendation: We recommend DEQ ensure all grant compliance requirements are strictly adhered to. We also recommend subsequent changes be reported to the grantor to ensure approval of expenditures.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

U.S. Environmental Protection Agency  
Special Tests and Provisions - Consolidated Grant  
CFDA #66.600, Federal Award # M-009156-03  
Federal Award Period 10/01/02 - 09/30/03

Finding No. 2003-26

Criteria: In accordance with Section E of the Administrative Conditions of the grant award, effective October 1, 1994, the recipient agrees to ensure that all conference, meeting, convention or training space funded in whole or in part with Federal funds complies with the Hotel and Motel Fire Safety Act of 1990.

Condition: We have been advised that DEQ does not have access to the Hotel and Motel Act of 1990 to ensure all conference, meeting, convention or training space complies with the Act.

Cause: The cause of the above condition is lack of available resource reference.

Effect: The effect of the above condition is the lack of compliance with Section E of the grant Administrative Conditions.

Recommendation: We recommend DEQ obtain a copy of the Hotel and Motel Fire Safety Act of 1990 to ensure compliance with grant requirements.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Schedule of Findings and Questioned Costs, Continued  
Year Ended September 30, 2003

U.S. Department of Health and Human Services  
Special Tests and Provisions - Medical Assistance Program  
CFDA #93.778, Federal Award # 05-0305CQ5028  
Federal Award Periods 10/01/02 -12/31/02 and 04/01/03 - 06/30/03

Finding No. 2003-27

Criteria: Policies and procedures should be established for systems security and offsite storage of backup files for the Automated Data Processing (ADP) system.

Condition: Our review of the ADP system at the Medicaid Office indicated that daily back-ups of the system has recently been implemented. However, only a single back-up is performed, which is retained in an unsecured area at the Medicaid Office. A second back-up is not being performed on a periodic basis (e.g., monthly or quarterly). In addition, there are no passwords to provide security to electronic files (such as accounting records and the eligibility database) to control or monitor access.

Cause: The cause of the above condition is the lack of required policies and procedures regarding ADP.

Effect: The effect of the above condition is the potential loss of data.

Recommendation: We recommend that policies and procedures be established for system security, which would address and reduce risks involved with the ADP system.

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Unresolved Prior Year Findings and Questioned Costs  
Year Ended September 30, 2003

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, 2003:

	<u>Questioned Costs</u>		
	<u>Primary Government</u>	<u>Subrecipient</u>	<u>Total</u>
Questioned costs as previously reported	\$ 437,953	\$ -	\$ 437,953
Less questioned costs resolved in fiscal year 2003:			
Questioned costs of fiscal year 1999 Single Audit (1)	<u>(146,174)</u>	<u>-</u>	<u>(146,174)</u>
	291,779	-	291,779
Questioned costs of fiscal year 2003 Single Audit	<u>1,309</u>	<u>-</u>	<u>1,309</u>
Unresolved questioned costs at September 30, 2003	\$ <u>293,088</u>	\$ <u>-</u>	\$ <u>293,088</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, 2003.

Unresolved Findings

The status of unresolved findings is discussed in the Schedule of Findings and Questioned Costs section of this report (pages 52 through 83).



**Office of the Secretary  
Department of Finance**

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Corrective Action Plans for Findings and Questioned Costs included in the Independent Auditors' Reports on Internal Control and on Compliance for the Year Ended September 30, 2003

**Financial Statement Findings Section**

Cash and Cash Equivalents

Finding No. 2003-1

Name of Contact Persons:

Antoinette S. Calvo, CNMI Treasurer

Corrective Action:

Checking accounts are reconciled monthly. Auditors are provided with summary reconciliation for full year. Summary reconciliation is used to book adjustments at year-end. Savings account statements should be reconciled quarterly not monthly. There is an assigned person to do this at Treasury but due to shortage of cashiers, Treasury staffs were acting as cashiers during this period. Bank should be able to confirm TCD history. Many times they automatically roll TCD's without notifying Treasury.

Proposed Completion Date:

FY2004

Receivables

Finding No. 2003-2

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:

FY2005

**Financial Statement Findings Section, Continued**

Receivables, Continued  
Finding No. 2003-3

Name of Contact Person:

Lina Villagomez, Acting CHC Chief Financial Officer

Corrective Action:

DPH agrees with the findings but has made major progress in the past years in correcting the problems. It should be noted that the receivable balance declined by almost \$25 million from the previous year. Implementing policies and procedures, as recommended by the auditors, will help but will not resolve the backlog in the processing of bills or decrease the huge outstanding receivable. The cause of the problem is a combination of inefficiency of the present computer billing system, inadequate FTE's in the Billing and Collection Office, non-payment of bills by the Government Health Insurance (GHI) program and inclusion of Medicaid expenditures beyond the annual cap as receivables. Medicaid expenditures above the annual cap represent over one third of the total receivable and GHI represents fifty percent of the remaining outstanding receivable. Improving the computer billing system and resolving the huge outstanding balance with GHI is included as a major task in the CNMI wide Financial Management Improvement Plan. A new faster, larger capacity computer system has been installed and data migration/conversion completed. CHC is now in the process of installing software upgrades for accounts receivable, third party billing, laboratory and pharmacy. CHC has formed a Revenue Enhancement Committee to review all aspects of the collection and billing process, fee schedules and other revenue enhancement matters. An RFP for consultant services for the technical and programmatic evaluation of the hospital financial management system has been issued.

Proposed Completion Date:

No completion date can be projected at this time

Due to Component Units  
Finding No. 2003-4

Name of Contact Person:

Fermin M. Atalig, Secretary of Finance

Corrective Action:

We agree that there is a difference between PSS and DOF records regarding amounts transferred. However, we disagree that lack of reconciliation is the criteria or cause. The amounts are reconciled but PSS is reluctant to make the corrections proposed as it reduces their receivables. \$683,437 is the FY95 carry forward balance difference between PSS and CNMI books and PSS cannot provide support for this amount. \$325,043 is due to PSS not reducing their FY96 appropriation by the 1% withheld for the Public Auditor. As noted in the finding, the difference of \$584,796 is a timing difference where PSS recorded a transfer made to them subsequent to 9/30/03 as received prior to year end.

Proposed Completion Date:

FY2004

**Financial Statement Findings Section, Continued**

Inventories  
Finding No. 2003-5

Name of Contact Person:

Lina Villagomez, DPH Technical/Financial Analyst

Corrective Action:

The Department of Public Health has provided the Department of Finance with a copy of the FY2004 actual inventory results so that the general ledger balances can be adjusted to the actual inventory results.

Proposed Completion Date:

FY2004

Advances  
Finding No. 2003-6

Name of Contact Persons:

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

Corrective Action:

This finding is related to finding 2003-9. 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:

FY2005

Finding No. 2003-7

Name of Contact Person:

Bernadita C. Palacios, Acting Director Finance & Accounting



**Financial Statement Findings Section, Continued**

Advances, Continued  
Finding No. 2003-7, Continued

Corrective Action:

We agree that the travel advance balance needs to be adjusted for old balances and that most these old balances cannot be adequately documented. However, we disagree that policies and procedures are not in place for currently issued advances. 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. The outstanding advance balance remained about the same in FY2003 as the most difficult items to clear remain. The amount outstanding more than one year is reserved against fund balance on the balance sheet.

Proposed Completion Date:

FY2005

Other Liabilities and Accruals  
Finding No. 2003-8

Name of Contact Persons:

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

Corrective Action:

This is related to Finding 2003-7. 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.

Proposed Completion Date:

FY2005

Fund Balance  
Finding No. 2003-9

Name of Contact Person:

Catherine Villagomez, SOF Office Financial Manager

**Financial Statement Findings Section, Continued**

Fund Balance, Continued  
Finding No. 2003-9, Continued

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 FY2003. All FMS corrections should be completed in FY2005.

Proposed Completion Date:

FY2005

CNMI Local Noncompliance  
Finding No. 2003-10

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:

FY2005

Finding No. 2003-11

Name of Contact Persons:

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

Corrective Action:

Total expenditures and transfers were within total allotments. The individual categories noted were over the amounts budgeted for those activities but offset by under expenditures in other categories. Utility expense was appropriated by the Legislature at \$5,000,000 in P.L. 13-24 even though actual expenditures were averaging \$11 million annually. The \$6,262,850 expenditure over the appropriation was offset by under expenditures in other programs. While specific areas in Rota and Tinian are shown as over budget, these are offset by under expenditures in other areas in each senatorial district. The respective mayors have reprogramming authority for these funds so OMB and DOF control at the senatorial district level. Other programs are noted as being \$1,590, 508 over budget. This is the result writing off \$1,802,959 in returned checks which is an unbudgeted item.

**Financial Statement Findings Section, Continued**

CNMI Local Noncompliance, Continued  
Finding No. 2003-11, Continued

Proposed Completion Date:

FY2004

**Federal Award Findings and Questioned Costs Section**

Eligibility  
Finding No. 2003-12

Name of Contact Person:

Peggy S. Nicholas, CU Supervisor, Division of Nutrition Assistance Program

Corrective Action:

NAP agrees with finding for case # 06548 (ATP # 275874), # 04728 (ATP # 274552), # 00325 (ATP # 379767). A 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 overdue 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. This procedure is supposed to help reduce the discrepancies in the work registration requirements.

NAP is in the process of upgrading the computer programs by putting up the specific sub-programs in the system to display and detect the due dates of the work registrations in each and every case. Due dates will be illustrated in the Turn-around Documents of which each Ews will be able to detect the expiration date during the face to face interview with the applicants. This shall also apply to other documents such ZIQs (Zero Income Questionnaires), affidavits, BCs, SS, etc.

Proposed Completion Date:

Implementation of the sub-program for detection of due dates for work registrations and ZIQs is tentatively to be completed before the end of April 2005.

Allowable Costs/Cost Principles  
Finding No. 2003-13

Name of Contact Person:

Helen C. Sablan, Medicaid Administrator

**Federal Award Findings and Questioned Costs Section, Continued**

Allowable Costs/Cost Principles, Continued  
Finding No. 2003-13, Continued

Corrective Action:

We disagree with the audit finding. The Medicaid funding for the Territories is capped and even if we received the billings within a fiscal year and we exhausted our Medicaid funding which also includes the state match requirements, we have to do a carryover of the billings because we do not have funding for that fiscal year and we have been doing this since the implementation of the Medicaid Program. The billing comes in batches and we only stamp the summary sheet of the batches and not the actual billings because it is a lot. Also, based on our CNMI General Waiver and Operational Plan, page 4 states that in June 1989, CNMI Governor Pedro P. Tenorio wrote to Mr. Louis B. Hays, Acting HCFA Administrator, requesting a "waiver and modification of the Title XIX provisions" and included "a proposed operational plan which describes how the Medicaid Program would operate in the Northern Marianas". This request was approved and on October 1, 1989, the CNMI implemented the Medical Assistance for the Needy (MAN) Program under the approved Operational Plan and on page 4, Section (B) Waiver Granted: CNMI was granted a waiver under Section 1902 (j) of the Social Security Act from all Title XIX program requirements except the three specific provisions that cannot be waived and operates the Medicaid Program as described in the Operational Plan.

Waiver of timely payment of claims by Fed's appears to allow payment of prior year claims. Billings received but not paid in a given year are an unfunded liability which could be disclosed in a footnote. It appears future Medicaid funding will be used to pay unpaid current billings.

Proposed Completion Date:

FY2006

Finding No. 2003-14

Name of Contact Person:

Helen C. Sablan, Medicaid Administrator

Corrective Action:

We agree with the audit finding. However, in January 2005, the one service provider who submits a spreadsheet for billing purposes also submits required invoices. We have checked with the one service provider on how much would it cost to purchase the same program server they used for the Medicaid billing process and it will cost us \$12,000. We cannot afford this program with our limited funding. However, he will check if he could print out the master drug listing out from their program server and see if it meets our requirements as specified in our Provider Agreement Contract.

Proposed Completion Date:

FY2006

## **Federal Award Findings and Questioned Costs Section, Continued**

### Cash Management

#### Finding No. 2003-15

Name of Contact Persons:

Antoinette Calvo, CNMI Treasurer  
Fermin M. Atalig, Secretary of Finance

Corrective Action:

CNMI policy is to disburse advance Federal funds as close to receipt of funds as possible. We will review our procedures with appropriate staff to minimize the timing differences. In the case of Medicaid, we do not feel we receive advance funds. Due to insufficient funding, the Commonwealth Health Center (CHC) does not receive Medicaid reimbursements so that grant funds can be utilized to pay non governmental providers. When drawdowns are requested, CHC has already spent many times more than the drawdown amount on Medicaid services. Rather than reimburse CHC, grant and matching funds are used to pay non CNMI Government vendors.

Proposed Completion Date:

FY2004

#### Finding No. 2003-16

Name of Contact Person:

Fermin M. Atalig, Secretary of Finance

Corrective Action:

The CNMI's general policy on Federal grant payments is to draw down funds on a reimbursement basis or as close to the actual disbursement as possible. This is evidenced by the fact that a substantial overall receivable is shown from Federal grantor agencies each year in the Single Audit. The financial statement section of this audit (FY2003) shows receivables from Federal agencies of \$5,827,530 for categorical grants and \$14,088,856 for capital improvement projects as of September 30, 2003. For DOI Technical Assistance grants, the audit report shows \$1,259,634 in receivables. DOI requires these grants to be drawn down on a reimbursement basis. The vouchers in this finding all relate to DOI Capital Improvement Project Grants which had an overall receivable balance of \$14,088,856 as of the audit date.

We feel the audit technique of selecting specific invoices is flawed in that the overall program expenditures versus drawdowns is not considered. The agency may not have made payments for other expenditures. Our review of program net balances showed a Federal receivable balance at the end of each month end period during FY2003 for the programs noted in the findings. Since the Federal agencies also have responsibilities to disburse requested funds in a timely manner, we think the audit testing should include the date the drawdown was requested as well as when it was received. The finding itself indicates "Federal Agencies shall deposit funds in a State account the next business day after receiving a request for funds." DOI does not deposit until three business days after receiving the drawdown in the best of circumstances. In our discussions with DOI regarding their expectations on timing of disbursements, they say disbursement should be made within a reasonable time period after receipt of funds. Their definition of reasonable is 3-5 days.

**Federal Award Findings and Questioned Costs Section, Continued**

Cash Management, Continued  
Finding No. 2003-16, Continued

Corrective Action, Continued:

We have been working with U.S. Treasury regarding implementation of the Cash Management Improvement Act (CMIA) for CNMI. Federal agencies would owe interest under the CMIA for drawdowns not remitted within the time frame shown in the Treasury-State agreement as well as CNMI owing interest if we do not disburse Federal Funds within the agreed period. There seem to be different expectations between U.S. Treasury and our grantor agencies and this needs to be resolved. A representative from U.S. Treasury will be here in April 2005 to provide technical assistance in this regard. A particular problem for us relates to the dollar amounts being disbursed. The invoices selected all relate to large construction projects where substantial payments were due to the vendor. Many of the payments selected also include a local share that must be drawn down from our bond trustees. DOI has instructed us not to release the Federal portion of the payment until the local matching bond draw down is received. Advance payment in these cases would disrupt our cash flow for normal payments and payroll. We try to time our disbursement to receipt of the Federal and bond drawdown cash but do wait for the cash to be deposited in the CIP drawdown account before releasing the check.

Proposed Completion Date:

FY2005

Eligibility  
Finding No. 2003-17

Name of Contact Person:

Helen C. Sablan, Medicaid Administrator

Corrective Action:

We disagree with the audit finding. Our computer technician did a survey on our computers and recommended that we should upgrade our computers or purchase new computers since he cannot install Windows 2000 which will prevent unauthorized users to or restrict access to the database to only authorized personnel. Most of our computers are old and could not be updated. We will look for funding to purchase new computers. However, updates to the database are only made by eligibility workers and the administrative clerk reviews or test checks the information posted to the database. The accounting staff are only restricted access to the database for verifying eligibility and third party liability information.

Proposed Completion Date:

FY2006

Equipment and Real Property Management  
Finding No. 2003-18

Name of Contact Person:

Herman Sablan, Director, Procurement & Supply

**Federal Award Findings and Questioned Costs Section, Continued**

Equipment and Real Property Management, Continued  
Finding No. 2003-18, Continued

Corrective Action:

The new CNMI Property and Procurement Procedures manual was issued in January 2003. The established inventory procedures are for Procurement & Supply to prepare and distribute inventory listings to each accountable activity, the activities to perform an inventory and submit any changes to Procurement & Supply. The Property Management Branch is in the process of implementing this policy.

Proposed Completion Date:

Ongoing

Procurement and Suspension and Debarment  
Finding No. 2003-19

Name of Contact Person:

Herman Sablan, Director of Procurement & Supply

Corrective Action:

Contracts noted are construction contracts. While the Clean Air Act is not specifically cited, paragraph 27 of construction contract general terms requires contractor to be familiar with and comply with all Federal laws and regulations that affect the conduct of the work.

Proposed Completion Date:

Already in compliance

Reporting  
Finding No. 2003-20

Name of Contact Persons:

Virginia Villagomez, CIP Coordinator  
Bernadita C. Palacios, Acting Director Finance & Accounting  
Fish & Wildlife: Brown Tree Snake/Coral Reef  
Coastal Resources Management (CRM): Coral Reef

Corrective Action:

During the audit period, the SF 269/270 reports were only required at the completion of each CIP project. The format of the quarterly reports submitted is acceptable to DOI as more than one project is being reported under each grant.

Procedures are in place regarding completion of federal financial reports. In most cases verbal or email approvals of reporting extensions are obtained. We have reminded appropriate staff of the importance of documenting extensions received in the grant files.

**Federal Award Findings and Questioned Costs Section, Continued**

Reporting, Continued  
Finding No. 2003-20, Continued

Corrective Action, Continued:

The narrative reports are the responsibility of the agencies administering the grants. Coastal Resources Management has indicated they are in the process of updating all of the required reports. We have been unable to obtain a response from the DLNR Brown Tree Snake program.

Proposed Completion Date:

CNMI is in compliance with DOI reporting requirements. Ongoing

Finding No. 2003-21

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 and Federal/Local share. Correcting entries will be made where needed. In most cases, the differences correct themselves on a cumulative basis.

Proposed Completion Date:

FY2004

Finding No. 2003-22

Name of Contact Persons:

Bernadita C. Palacios, Acting Director Finance & Accounting  
Division of Environmental Quality (DEQ)

Corrective Action:

We will make every effort to insure required reports are submitted in a timely manner. We have reminded appropriate staff of the importance of documenting extensions received in the grant files. As noted in the finding, the total reported reflected adjustments after September 30, 2003.

The narrative progress reports are the responsibility of the agency administering the grant (DEQ).

Proposed Completion Date:

FY2004



**Federal Award Findings and Questioned Costs Section, Continued**

Reporting, Continued  
Finding No. 2003-23

Name of Contact Persons:

Bernadita C. Palacios, Acting Director Finance & Accounting  
Helen C. Sablan, Medicaid Administrator

Corrective Action:

We will make every effort to insure required reports are submitted in a timely manner. This applies to the PMS-272 reports. It appears from Medicaid's documentation the finding related to late submission of the CMS-64 report should be removed as it was submitted electronically on January 31, 2003.

The differences noted between the CMS-64 report and G/L relate to adjustments posted subsequent to the report being prepared.

Proposed Completion Date:

FY2004

Special Tests and Provisions  
Finding No. 2003-24

Name of Contact Person:

Ms. Frances P. Roberto, R & R Officer, Division of Nutrition Assistance Program

Corrective Action:

1. NAP agrees with the finding that only nine (9) of the twelve (12) NAP authorized retailers tested were in compliance with the 10% requirement of local food products from gross sales. However, on the newly revised Manual of Operations (Section X.A.iii), contained a clause indicating that such requirement may be waived at NAP's discretion if necessary for good cause. For example, the location of the retail store, no other authorized retailer within that area. From July to December is typhoon season in the Marianas. During this time of the year, fishermen hardly go out due to rough waters and local produces are scarce because of heavy winds and floods. In Rota and Tinian, almost every household are engaged in traditional fishing and farming and retailers have a difficult time selling local fish and produces. Therefore, authorized retailers purchase very minimal local products to sell because most of the time they become spoil and not sold.
2. NAP also agrees with the finding that the Quarterly Compliance Visits were performed, however, the deadlines for each of the four (4) quarters were not met due to lack of manpower. There are only two (2) FTEs assigned to our Unit and with the significant increase in participation and redeemed NAP coupons, requiring us more time on NAP coupon verification and the verification of the Weekly Redemption Reports and the bank statements among other critical tasks. On several occasions, R & R Administrative Assistant is also assigned to assist with either the Issuance Unit or the Certification Unit whenever they are in need of assistance.

**Federal Award Findings and Questioned Costs Section, Continued**

Special Tests and Provisions, Continued  
Finding No. 2003-24, Continued

Corrective Action, Continued:

3. NAP agrees with the finding that the monthly on-site inspections were not performed in a timely manner and that not all on-site inspections were conducted during the fiscal year 2003 due to the same conditions with No. 2.

Proposed Completion Date:

First, NAP is in compliance with 10% requirement of local food products from the gross sales based on the newly revised Manual of Operations (Section X.A., iii), which contained a clause indicating that such requirement may be waived at NAP's discretion if necessary for good cause. On the other finding, regarding deadlines of compliance visits, NAP has included in the FY2006 proposed budget to the grantor agency for approval.

Finding No. 2003-25

Name of Contact Person:

Division of Environmental Quality (DEQ)

Corrective Action:

An accounting of all program income earned and a description of how funds have been used was provided on February 11, 2003 and may 22, 2003 by fax.

Please be advised that all personnel salaries and benefits to be charged under the program income account must first be approved by our grantor agency. Program income reports are discussed with the grantor agency on every mid-year and end of year reviews. Budget is always discussed during these reviews.

Proposed Completion Date:

FY2004

Finding No. 2003-26

Name of Contact Person:

Division of Environmental Quality (DEQ)

Corrective Action:

A copy of the Hotel and Motel Act of 1990 has been obtained and provided to you.

DEQ ensured that all conference, meeting, convention or training spaces used were in compliance with the Act.

Proposed Completion Date:

FY2004

**Federal Award Findings and Questioned Costs Section, Continued**

Special Tests and Provisions, Continued  
Finding No. 2003-27

Name of Contact Person:

Helen C. Sablan, Medicaid Administrator

Corrective Action:

We agree with the finding. The Medicaid Office is in the process of procuring new computers that will provide user security functions. User security is not available on the old system. In conjunction with the installation of the new computers, backup and security procedures will be updated.

Proposed Completion Date:

FY2006



## 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, 2003:

#### **Financial Statement Findings Section**

- Finding No. 2002-1 - Corrective action was taken.
- Finding No. 2002-2 - Not corrected. See corrective action plan to Finding No. 2003-2.
- Finding No. 2002-3 - Not corrected. See corrective action plan to Finding No. 2003-3.
- Finding No. 2002-4 - Not corrected. See corrective action plan to Finding No. 2003-5.
- Finding No. 2002-5 - Not corrected. See corrective action plan to Finding No. 2003-6.
- Finding No. 2002-6 - Not corrected. See corrective action plan to Finding No. 2003-7.
- Finding No. 2002-7 - Not corrected. See corrective action plan to Finding No. 2003-8.
- Finding No. 2002-8 - Not corrected. See corrective action plan to Finding No. 2003-9.
- Finding No. 2002-9 - Not corrected. See corrective action plan to Finding No. 2003-10.
- Finding No. 2002-10 - Not corrected. See corrective action plan to Finding No. 2003-11.

#### **Federal Award Findings and Questioned Costs Section**

- Finding No. 2002-11 - Not corrected. See corrective action plan to Finding No. 2003-12.
- Finding No. 2002-12 - Corrective action was taken.
- Finding No. 2002-13 - Not corrected. See corrective action plan to Finding No. 2003-14.
- Finding No. 2002-14 - Corrective action was taken.
- Finding No. 2002-15 - Not corrected. See corrective action plan to Finding No. 2003-15.
- Finding No. 2002-16 - Not corrected. See corrective action plan to Finding No. 2003-17.
- Finding No. 2002-17 - Corrective action was taken.
- Finding No. 2002-18 - Not corrected. See corrective action plan to Finding No. 2003-18.

**Federal Award Findings and Questioned Costs Section, Continued**

- Finding No. 2002-19 - Not corrected. See corrective action plan to Finding No. 2003-19.
- Finding No. 2002-20 - Not corrected. See corrective action plan to Finding No. 2003-20.
- Finding No. 2002-21 - Not corrected. See corrective action plan to Finding No. 2003-21.
- Finding No. 2002-22 - Corrective action was taken.
- Finding No. 2002-23 - Corrective action was taken.
- Finding No. 2002-24 - Corrective action was taken.
- Finding No. 2002-25 - Not corrected. See corrective action plan to Finding No. 2003-23.
- Finding No. 2002-26 - Not corrected. See corrective action plan to Finding No. 2003-24.