Management Letter

Marshall Islands Health Fund

(A Governmental Fund of the Republic of the Marshall Islands)

Year ended September 30, 2022





Ernst & Young LLP 231 Ypao Road Suite 201 Ernst & Young Building Tamuning, Guam 96913 Tel: +1 671 649 3700 Fax: +1 671 649 3920 ev.com

July 10, 2024

Ms. Francyne Wase-Jacklick Secretary of Health and Human Services Republic of the Marshall Islands

Dear Ms. Wase-Jacklick:

In planning and performing our audit of the financial statements of the Marshall Islands Health Fund (MIHF) as of and for the year ended September 30, 2022 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, we considered its internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the MIHF's internal control. Accordingly, we do not express an opinion on the effectiveness of the MIHF's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or combination of deficiencies, in control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

During our audit, we noted the following deficiencies in internal control (as described above) and other matters:

Receivables from Employees

<u>Condition</u>: RepMar's Ministry of Finance, Banking and Postal Services memorandum on Travel Rules and Regulations requires travelers to submit Travel Voucher Claims 15 days after end of travel. As of September 30, 2022, the MIHF recorded employee receivables of \$49,160, of which \$37,046 represent travel advance balances more than 90 days past due.

<u>Recommendation</u>: We recommend management establish internal control policies and procedures over collection of employee receivable balances.

Health Care Revenue Fund (HCRF) Contributions

<u>Condition</u>: As of September 30, 2022, contributions to the HCRF and related payables were overstated by \$512,562. An audit adjustment was proposed to correct this misstatement.

<u>Recommendation</u>: We recommend management establish internal control policies and procedures requiring timely reconciliation of operational subsidies between the HCRF and the MIHF.

Invalid Accounts Payable

<u>Condition</u>: As of September 30, 2022, the MIHF's accounts payable subsidiary ledger was overstated by \$196,329 due to the recording of invalid or double recorded payable balances. An audit adjustment was proposed to correct this misstatement.

<u>Recommendation</u>: We recommend management establish internal control policies and procedures requiring scrutiny of long outstanding liabilities and timely reconciliation and recording of payables and, where necessary, require timely adjustment.

Board Sitting Fees

<u>Condition</u>: During the year ended September 30, 2022, the MIHF paid sitting fees of \$4,500 to Health Services Board members. These fees may constitute wages under the Income Tax Act 1989 and thus may be subject to withholding taxes. No withholding taxes were withheld by the MIHF.

<u>Recommendation</u>: We recommend management obtain an interpretation from the Ministry of Finance, Banking and Postal Services Chief of Revenue and Taxation concerning the applicability of withholding taxes on sitting fees paid to Health Services Board members.

Contributions Receivable

<u>Condition</u>: As of September 30, 2022, contributions receivable was understated by \$163,500, which represented Fiscal Year 2022 Basic Health Benefits Plan contribution revenues received by the Marshall Islands Social Security Administration after year end. An audit adjustment was proposed to correct this misstatement.

<u>Recommendation</u>: We recommend management establish internal control policies and procedures requiring timely recording of contributions receivable.

* * * * * * * * * * * *

This communication is intended solely for the information and use of the Ministry of Health and Human Services, management, others within the organization, and the Office of the Auditor-General and is not intended to be and should not be used by anyone other than these specified parties.

We will be pleased to discuss the attached comments with you and, if desired, to assist you in implementing any of the suggestions.

Very truly yours,

Ernst + Young LLP

The Auditor's Communication With Those Charged With Governance

Marshall Islands Health Fund

(A Governmental Fund of the Republic of the Marshall Islands)

Year ended September 30, 2022





Ernst & Young LLP 231 Ypao Road Suite 201 Ernst & Young Building Tamuning, Guam 96913 Tel: +1 671 649 3700 Fax: +1 671 649 3920 ev com

July 10, 2024

Honorable Ota Kisino Minister of Health and Human Services Republic of the Marshall Islands

We have performed an audit of the financial statements of the Marshall Islands Health Fund (MIHF) as of and for the year ended September 30, 2022, in accordance with auditing standards generally accepted in the United States of America (GAAS) and have issued our report thereon dated July 10, 2024.

Provided below is a summary of required communications between the audit team and those charged with governance, as required by AICPA Clarified US Auditing Standard (AU-C) 260, "The Auditor's Communication With Those Charged With Governance", and other applicable auditing standards.

This communication is intended solely for the information and use of the MIHF management and the Office of the Auditor General, and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Ernst + Young LLP

REQUIRED COMMUNICATIONS

Auditors' Responsibilities under GAAS, including our discussion of the type of auditor's report we are issuing and the circumstances that affect the form and content of our auditor's report, if applicable

Our responsibilities are included in our audit engagement agreement. A copy of such agreement has previously been provided to you.

We have issued an unmodified opinion on the MIHF's financial statements as of and for the year ended September 30, 2022.

An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, we will express no such opinion.

An audit also includes the evaluation of the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as the evaluation of the overall presentation of the financial statements.

Changes to the audit strategy, timing of the audit and significant risks identified

Our audit strategy is consistent with the plan communicated during the July 2023 meeting with management.

Matters relevant to our evaluation of the entity's ability to continue as a going concern

We did not identify any events or conditions that led us to believe there was substantial doubt about the MIHF's ability to continue as a going concern.

Our views about the qualitative aspects of the entity's significant accounting practices, including:

- Accounting policies
- Accounting estimates

Management has not selected or changed any significant policies or changed the application of those policies in the current year. A discussion of significant accounting policies and sensitive accounting estimates has been included in footnote 2 of the financial statements.

We are not aware of any significant accounting policies used by the MIHF in controversial or emerging areas or for which there is a lack of authoritative guidance.

We determined that those charged with governance are informed about management's process for formulating particularly sensitive estimates and about the basis to our conclusions regarding the reasonableness of those estimates.

Management's judgment is called upon in:

- Preparing budgets that are used to administer and monitor the MIHF's operations. These budgets include determining how existing financial resources will be used in the MIHF's operations.
- Evaluating whether there are indications that the carrying value of the MIHF's long-lived assets is impaired.
- Determining the adequacy of the allowance for doubtful accounts.

Related party relationships and transactions

We noted no significant matters regarding the MIHF's relationships and transactions with related parties. A discussion of significant related party transactions has been included in footnote 5 of the financial statements.

Changes to the terms of the audit with no reasonable justification for the change

We are not aware of any matters that require communication.

Significant unusual transactions

We are not aware of any significant unusual transactions executed by the MIHF.

Difficult or contentious matters subject to consultation outside of the audit team

None.

Material corrected misstatements related to accounts and disclosures

Refer to "Management Representations Letter" in Appendix A.

Uncorrected misstatements related to accounts and disclosures, considered by management to be immaterial

Refer to "Management Representations Letter" in Appendix A.

Significant deficiencies and material weaknesses in internal control over financial reporting

No material weaknesses have been identified.

Fraud and noncompliance with laws and regulations (illegal acts)

We are not aware of any matters that require communication.

Obtain information relevant to the audit

Inquiries regarding matters relevant to the audit were performed during the July 2023 meeting and various status meetings with management.

Independence matters

We are not aware of any matters that in our professional judgment would impair our independence.

New accounting pronouncements

No issues have been identified with regard to management's planned application of new accounting pronouncements.

Significant issues discussed with management in connection with the auditor's initial appointment or recurring retention

We are not aware of any matters that require communication.

Disagreements with management and significant difficulties encountered in dealing with management when performing the audit

There were no material disagreements with the MIHF's management on financial accounting and reporting matters during the audit.

Management's consultations with other accountants

We are not aware of any consultations made by management with other accountants or specialists.

Other material written communications with management

None.

Other matters

There are no other matters arising from the audit that are significant and relevant to those charged with governance regarding the oversight of the financial reporting process.

Representations from management

We have obtained from management a representations letter related to the audit and a copy of the management representations letter is included in Appendix A.

Engagement team's involvement with preparation of the financial statements

The engagement team believes that this significant threat is reduced to an acceptable level upon application of the following safeguards:

- An engagement quality review was performed by a qualified Ernst & Young Partner who was not otherwise involved in the audit.
- All adjusting journal entries that Ernst & Young posted to the trial balance have been approved by management of the MIHF.
- The preparation of the financial statements is based on the MIHF's trial balance with the understanding that underlying books and records are maintained by the MIHF's accounting department and that the final trial balance prepared by the MIHF is complete.
- The MIHF's Chief Accountant has the skill set to oversee and review the completeness and accuracy of the financial statements and footnote disclosures.

AICPA ethics ruling regarding third-party service providers

From time to time, and depending on the circumstances, (1) we may subcontract portions of the Audit Services to other EY firms, who may deal with the MIHF or its affiliates directly, although EY alone will remain responsible to you for the Audit Services and (2) personnel (including non-certified public accountants) from an affiliate of EY or another EY firm or any of their respective affiliates, or from independent third-party service providers (including independent contractors), may participate in providing the Audit Services. In addition, third-party service providers may perform services for EY in connection with the Audit Services.

Appendix

A - Management Representations Letter

Appendix A - Management Representation Letter



REPUBLIC OF THE MARSHALL ISLANDS OFFICE OF ADMINISTRATION, PROCUREMENT AND FINANCE



MINISTRY OF HEALTH & HUMAN SERVICES P.O. Box 16 ~ Majuro ~ Marshall Islands ~ 96960

Telephone No. (692) 625-5327 Ext: 2392/2388 Email: fjacklick@rmiheal.org

July 10, 2024

Ernst & Young LLP Majuro, Marshall Islands P.O Box 1288, 96960

In connection with your audit of the financial statements of the Marshall Islands Health Fund (MIHF) as of September 30, 2022 and for the year then ended, and the related notes to the financial statements, we recognize that obtaining representations from us concerning the information contained in this letter is a significant procedure in enabling you to form an opinion whether the financial statements present fairly, in all material respects, the financial position of the MIHF and the changes in financial position in conformity with US generally accepted accounting principles (US GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement.

Accordingly, we make the following representations, which are true to the best of our knowledge and belief:

Management's responsibilities

We have fulfilled our responsibilities, as set forth in the terms of the audit engagement agreement dated March 27, 2023, for the preparation and fair presentation of the financial statements (including disclosures) in accordance with US GAAP applied on a basis consistent with that of the preceding years.

In preparing the financial statements, we evaluated whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the MIHF's ability to continue as a going concern for one year after the date that the financial statements are issued, and to provide appropriate financial statement disclosure, when applicable, related to going concern and using the going concern basis of accounting unless we prepared the financial statements in accordance with the liquidation basis of accounting.

We acknowledge our responsibility for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error. We have provided you with:

- Access to all information, of which we are aware, that is relevant to the preparation and fair presentation
 of the financial statements such as records, data, documentation and other matters
- Additional information that you have requested from us for the purpose of the audit
- Unrestricted access to persons within the MIHIF from whom you determined it necessary to obtain
 evidence

We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities.

From October 1, 2021 through the date of this letter we have disclosed to you, to the extent that we are aware, any (1) unauthorized access to our information technology systems that either occurred or is reasonably likely to have occurred, including of reports submitted to us by third parties (including regulatory agencies, law enforcement agencies and security consultants), to the extent that such unauthorized access to our information technology systems is reasonably likely to have a material effect on the financial statements, and (2) ransomware attacks when we paid or are contemplating paying a ransom, regardless of the amount.

Governmental entities

We recognize that we are responsible for the MIHF's compliance with laws, regulations, and provisions of contracts and grant agreements that are applicable to it. We have identified and disclosed to your representatives, all laws and regulations that have direct and material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.

We have identified to your representatives all previous audits, attestation engagements, and other studies related to the audit objectives and whether the related recommendations have been implemented.

There has been no noncompliance or possible noncompliance with provisions of contracts or grant agreements in any jurisdiction whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency.

We have informed you of any investigations or legal proceedings that have been initiated or are in process with respect to the period under audit.

We have a process to track the status of audit findings and recommendations.

We have provided views on your reported findings, conclusions, and recommendations, as well as management's planned corrective actions, for the report.

We have taken timely and appropriate steps to remedy fraud, and noncompliance with provisions of laws, regulations, contracts or grant agreements, that you have reported.

Corrected misstatements and reclassifications

We have reviewed and approved the adjustments and reclassifications, summarized in the accompanying schedules, and reflected these adjustments and reclassifications in the financial statements. Refer to the "Schedule of Corrected Misstatements" in Appendix A and to the "Schedule of Reclassification Misstatements" in Appendix B.

Internal control

There are no material transactions that have not been properly recorded in the accounting records underlying the financial statements.

We are not aware of any significant deficiencies or material weaknesses in the design or operation of internal control over financial reporting.

Minutes and contracts and internal audit reports

The dates of meetings of members, officers or summaries of actions of recent meetings held from October 1, 2021 to the date of this letter are as follows:

Date Meeting	Type
Dec 30, 2021	Regular Board Meeting
Feb 11, 2022	Special Board Meeting
Mar 10, 2022	Regular Board Meeting
Apr 13, 2022	Regular Board Meeting
June 01, 2022	Urgent Board Meeting
Aug 21, 2022	Special Board Meeting
Sep 20, 2022	Regular Board Meeting
Feb 01, 2023	Special Board Meeting
Feb 08, 2023	Special Board Meeting
Feb 22, 2023	Regular Board Meeting
Apr 10, 2023	Special Board Meeting
Apr 17, 2023	Special Board Meeting
Apr 27, 2023	Special Board Meeting
Apr 28, 2023	Special Board Meeting
Jun 28, 2023	Regular Board Meeting

Appendix A - Management Representation Letter, continued

The state of the s		
	Aug 07, 2023	Special Board Meeting
	Oct 11, 2023	Special Board Meeting
	Oct 13, 2023	Special Board Meeting
	Nov 07, 2023	Special Board Meeting
	Nov 28, 2023	Special Board Meeting
	Jan 25, 2024	Special Board Meeting
	Mar 14, 2024	Special Board Meeting
	Mar 15, 2024	Regular Board Meeting
	Apr 09, 2024	Special Board Meeting

We have made you available all the minutes of the meetings of the Health Services Board or summaries actions of recent meetings for which minutes have not yet been prepared.

We have made available to you all significant contracts, including amendments, and agreements and have communicated to you all significant oral agreements. We have complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance, including all covenants, conditions or other requirements of all outstanding debt.

We have also made available to you all internal audit reports (or reports from similar functions) that were issued to management during the year that address internal control over financial reporting.

Methods, significant assumptions, and data used in making accounting estimates

The appropriateness of the methods, the consistency in application, the accuracy and completeness of data, and the reasonableness of significant assumptions used by us in developing accounting estimates and related disclosures, including those measured at fair value, are reasonable and supportable.

Ownership and pledging of assets

The MIHF has satisfactory title to all assets appearing in the balance sheet. No security agreements have been executed under the provisions of any law, and there are no liens or encumbrances on assets, nor has any asset been pledged. All assets to which the MIHF has satisfactory title appear in the balance sheet.

Receivables and revenues

Receivables have been determined in accordance with all relevant GASB Statements, including GASB Statements No. 33 and 62 - as amended.

Adequate provision has been made for losses, costs and expenditures that may be incurred subsequent to the balance sheet date in respect of any sales and services rendered prior to that date and for uncollectible accounts and allowances, etc., that may be incurred in the collection of receivables at that date.

Related party relationships and transactions

We have made available to you the names of all related parties and all relationships and transactions with related parties.

The substance of transactions with related parties as defined in GASB Statement No. 56 - as amended, has been considered and appropriate adjustments or disclosures are made in the financial statements, and information concerning these transactions and amounts have been made available to you.

Side agreements and other arrangements

There have been no side agreements or other arrangements (either written or oral) that have not been disclosed to you.

Arrangements with financial institutions

Arrangements with financial institutions involving compensating balances or other arrangements involving restrictions on cash balances and line-of-credit or similar arrangements have been properly recorded or disclosed in the financial statements.

Contingent liabilities

There are no unasserted claims or assessments, including those our lawyers have advised us of, that are probable of assertion and must be disclosed in accordance with GASB Statement No. 62 - as amended other than those disclosed in the financial statements.

There have been no violations or possible violations of laws or regulations in any jurisdiction whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency other than those disclosed in the financial statements.

There have been no internal investigations or communications from regulatory agencies or government representatives in any jurisdiction concerning investigations or allegations of noncompliance with laws or regulations, noncompliance with or deficiencies in financial reporting practices, or other matters that could affect the financial statements other than those disclosed or accrued in the financial statements.

There are no other liabilities or gain or loss contingencies considered material, individually or in the aggregate, that are required to be accrued or disclosed by GASB Statement No. 62 - as amended, *Contingencies* other than those accrued or disclosed in the financial statements, nor are there any accruals for loss contingencies included in the statement of financial position or gain contingencies reflected in earnings that are not in conformity with the provisions of GASB Statement No. 62 - as amended.

We have not consulted with outside legal counsel concerning litigation, claims or assessments.

Oral or written guarantees

There are no oral or written guarantees other than those reported in the financial statements, including guarantees of the debt of others.

Purchase commitments

At September 30, 2022, the MIHF had no purchase commitments for inventories in excess of normal requirements or at prices that were in excess of market at those dates.

There were no agreements or commitments to repurchase assets previously sold. There were no material commitments outstanding at September 30, 2022 as a result of being a party to futures or forwards contracts, short sales or hedge transactions.

Non-compliance with laws and regulations, including fraud

We acknowledge that we are responsible to determine that the MIHF's business activities are conducted in accordance with laws and regulations and that we are responsible for identifying and addressing any non-compliance with applicable laws or regulations, including fraud.

We acknowledge our responsibility for the design, implementation and maintenance of a system of internal control to prevent and detect fraud.

We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.

We have no knowledge of any fraud or suspected fraud involving management or other employees who have a significant role in the MIHF's internal control over financial reporting. In addition, we have no knowledge of any fraud or suspected fraud involving other employees where the fraud could have a material effect on the financial statements. We have no knowledge of any allegations of financial improprieties, including fraud or suspected fraud, (regardless of the source or form and including without limitation, any allegations by "whistleblowers") which could result in a misstatement of the financial statements or otherwise affect the financial reporting of the MIHF.

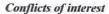
We have disclosed to you all known actual or suspected noncompliance with laws and regulations whose effects should be considered when preparing the financial statements.

Independence

We have communicated to you the names of the MIHF's affiliates, officers and directors.

We are not aware of any capital lease, material cooperative arrangement or other business relationship between the MIHF and Ernst & Young LLP or any other member firm of the global Ernst & Young organization.

We are not aware of any reason that Ernst & Young LLP would not be independent for purposes of the MIHF's audit.



There are no instances where any officer or employee of the MIHF has an interest in a company with which the MIHF does business that would be considered a "conflict of interest." Such an interest would be contrary to the MIHF's policy.

Effects of new accounting principles

As discussed in Note 2 to the financial statements, we have not completed the process of evaluating the effects that will result from adopting the amendments to the codification provided in Governmental Accounting Standards Board (GASB):

- GASB Statement No. 91
- GASB Statement No. 94
- GASB Statement No. 96
- · GASB Statement No. 99
- GASB Statement No. 100
- GASB Statement No. 101

The MIHF is therefore unable to disclose the effects that adopting the amendments in the aforementioned GASB Statements will have on its financial position and the changes in its financial position when such statement is adopted.

Going concern

In preparing the financial statements, we evaluated the entity's ability to continue as a going concern for twelve months after the date that the financial statements are issued (or available to be issued, if applicable), and provide appropriate financial statement disclosure, as necessary under GASB requirements.

Required supplementary information

Management has omitted the Management's Discussion and Analysis that US GAAP requires to be presented to supplement the financial statements. Such missing information, although not a part of the financial statements, is required by GASB who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context.

Additional representations

- We have identified and disclosed to you all provisions of laws and regulations that could have a direct and
 material effect on financial statement amounts, including legal and contractual provisions for reporting
 specific activities in separate funds.
- We have identified and disclosed to you violations (and possible violations) of laws, regulations and
 provisions of contracts and grant agreements with effects that should be considered for disclosure in the
 financial statements or as a basis for recording a loss contingency.
- Components of Fund Balance are properly classified and, if applicable, approved.
- Our policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred
 for purposes for which both restricted and unrestricted net position is available is appropriately disclosed
 and net position was properly recognized under the policy.
- Subsequent events have been evaluated and classified as recognized or nonrecognized through the date of this letter.
- As discussed in Note 1 to the financial statements, the financial statements of the MIHF present only the MIHF and are not intended to present fairly the financial position and results of operations of the Republic of the Marshall Islands in conformity with US GAAP.

Financial statements approval

We have received a draft copy of the financial statements of the MIHF as of and for the year ended September 30, 2022. The accuracy and completeness of the financial statements, including footnote disclosures, are the responsibility of the management of the MIHF.

You have assisted in the preparation of the MIHF's financial statements based on the information in the MIHF's trial balance and accounting records. It is our understanding that:

- The MIHF's underlying books and records are maintained by the MIHF's accounting department and that
 the final trial balance prepared by the MIHF is complete; and
- Management of the MIHF has designated a competent representative to oversee your services and that
 there are the MIHF personnel with sufficient financial competence who are able to challenge and review
 the completeness and accuracy of the financial statements.

We acknowledge, that we have reviewed the draft financial statements for accuracy and completeness, and we take responsibility for them.



Subsequent events

Subsequent to September 30, 2022, no events or transactions have occurred or are pending that would have a material effect on the financial statements at that date or for the period then ended, or that are of such significance in relation to the MIHF's affairs to require mention in a note to the financial statements in order to make them not misleading regarding the financial position, changes in financial position and, where applicable.

非非非常

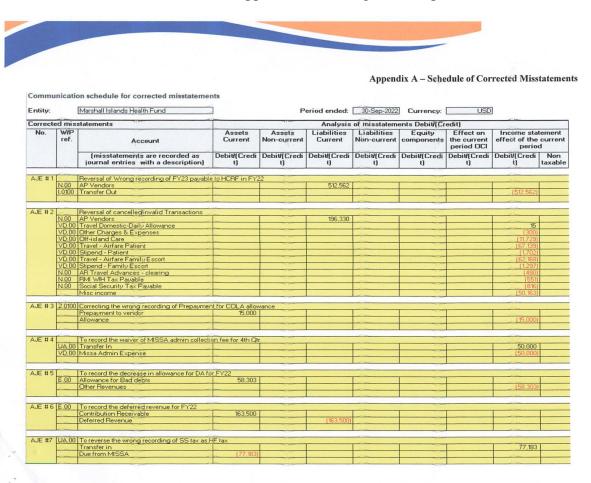
We understand that your audit was conducted in accordance with auditing standards generally accepted in the United States of America as established by the American Institute of Certified Public Accountants and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America, and was, therefore, designed primarily for the purpose of expressing opinions on the financial statements of MIHF and that your tests of the accounting records and other auditing procedures were limited to those that you considered necessary for that purpose.

Very truly yours,

Chief Accountant, Marius Escarez

Assistant Secretary, Titus Bien





			Appendix B- Schedule of Reclassificati								
		Account	Assets Current	Assets Non-current	Liabilities Current	Liabilities Non-current	Equity	Effect on the current period OCI	Income statemen effect of the curren period		
No.	W/P ref.	(Reclassification misstatements are recorded as journal entries with a description)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)		
	1										
RJE#2		Reclassification of Medical expense from AP vendors									
	N.00	AP Vendors			1,110,973						
	N.00	A/P Vendors - SPC HIV Program			(488,643)						
-	N.00	Medical Expense Payable			(622,330)						
RJE#	3	Reclassification of amount received from MISSA from other payables to Due from MISSA									
	N.00	Other Accounts Payable			200,000		1	100			
	E.00	Due From MISSA	(200,000)								
	116										
	1 110						k				
	Reclassification of AR travel advance clearing from Allowance for DA										
	1100										
	E 00	Allowance for Bad debts AR travel advance clearing	20,579° (20,579)		1.00		-	1.14			