



OFFICE OF THE NATIONAL PUBLIC AUDITOR

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ONPA RELEASES ITS PERFORMANCE AUDIT REPORT on the Caroline Islands Air, Inc. (Corporation) covering the fiscal years 2020 to June 2023.

Our objectives were focused on whether the Corporation is financially viable and able to sustain its operations in the longer run; compliance with the requirements of the Board of Directors By-Laws (dated November 16, 2000), establishing law (Public Law No. 10-072) and amendments thereof regarding the composition and effectiveness of the Board of Directors and the staff adequacy and sufficiency to administer and handle the operations of the Corporation.

We concluded the following:

- a) Lack of indications to support that the Corporation is financially viable to sustain its current and future operations.
- b) Some of the requirements of the Board of Director By-Laws, Establishing Law and its amendments were not complied with.
- c) Due to lack of documentation, we were not able to confirm whether the Corporation has adequate and sufficient staff to administer its operations.

The findings and recommendations were discussed with the Board of Directors and management of the Corporation, and we requested a written management response, which is included in the report.

A digital copy of our current audit report No. 2023-06 is available on our official website and our Facebook page, or you can read the report by clicking [HERE](#).

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Article XII, Section 3 of the F.S.M Constitution and Title 55, Chapter 5 of the FSM Code authorized the Public Auditor to direct a broad, comprehensive program of auditing within the National Government.