



Federal Maritime Commission
Washington, D.C. 20573 - 0001

Office of the Chairman

November 28, 2016

The Honorable Joseph R. Biden, Jr.
President of the Senate
United States Senate
S-212, The Capitol
Washington, D.C. 20510

Dear Mr. President:

I am pleased to provide you with the Federal Maritime Commission's Office of the Inspector General's (OIG) Semiannual Report to Congress for the period April 1, 2016, through September 30, 2016, pursuant to the requirements of section 5(b) of the Inspector General Act, as amended. Enclosed also is the Commission's *Management Report on Final Actions for the Six-Month Period Ending September 30, 2016*.

On behalf of the Commission, I am pleased to advise that the three open audit recommendations identified in this report have been addressed, and are pending final actions or review for closure. Management takes seriously its responsibility to work closely with the OIG in order to maintain effective and efficient government operations, free of waste, fraud, abuse and mismanagement. The Commission appreciates and recognizes our OIG's diligent efforts to provide quality analysis and evaluations of our programs and activities, and will continue to work to timely address the Inspector General's recommendations.

The Inspector General's Semiannual Reports are also available on the Commission's website (www.fmc.gov). The Commission is planning to submit all future Semiannual Reports to Congress via email. If you would like to receive paper copies of future reports, please indicate this preference by emailing OIG@fmc.gov.

Sincerely,

/s/

Mario Cordero
Chairman

Enclosures

**FEDERAL MARITIME COMMISSION
MANAGEMENT REPORT ON FINAL ACTIONS
FOR THE SIX-MONTH PERIOD ENDING SEPTEMBER 30, 2016**

The following information is provided in compliance with section 5(b) of the Inspector General Act. Tables I and II summarize final action taken by management on OIG audit reports. The tables reflect amounts which were agreed to by management and track the disposition of these amounts through final action. Table III lists audit reports for which final action has not been taken six months from the date a management decision was made. Management and staff continue to work closely together to resolve all of the Inspector General's recommendations in a timely manner.

Table I – Disallowed Costs, section 5(b)(2)		
	Number of Reports	Amounts Agreed to by Management
IG audit reports for which final action by management had not been taken by 9/30/16	0	0
IG audit reports on which management decisions were made from 4/30/16 through 9/30/16	0	0
Subtotal:	0	0
Less:		
IG audit reports for which final action was taken by management from 4/30/16 through 9/30/16	0	0
(a) Amounts that were recovered by management	0	0
(b) Amounts that were not recovered by management	0	0
(c) Amounts classified by the IG as unrecoverable	0	0
IG audits for which no final action had been taken by 9/30/16	0	0

Table II – Funds Put to Better Use, section 5(b)(3)		
	Number of Reports	Amounts Agreed to by Management
IG audit reports for which final action by management had not been taken by 9/30/16	0	0
IG audit reports on which management decisions were made from 4/30/16 through 9/30/16	0	0
Subtotal:	0	0
Less:		
IG audit reports for which final action was taken by management from 4/30/16 through 9/30/16	0	0
(a) Dollar value of recommendations completed by management	0	0
(b) Dollar value of recommendations that management decided should not or could not be implemented	0	0
IG audit reports for which no final action had been taken by 9/30/16	0	0

Table III – Final Action Not Completed in Six Months, section 5(b)(2)

Audit Report Number / Title	Date Issued	Disallowed Costs	Funds Put to Better Use	Explanation re: Final Action Not Completed
A16-02 / FY 2015 Implementation of FISMA	November 2015	None	None	The Commission is addressing the remaining three open recommendations. It is anticipated that these recommendations will be closed during the FY 2017 FISMA review.