



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

Office of the Chairman

November 23, 2020

The Honorable Nancy Pelosi
Speaker
U.S. House of Representatives
Washington, D.C. 20515

Dear Madam Speaker:

I am pleased to submit the Federal Maritime Commission's Office of the Inspector General's (OIG) Semiannual Report to Congress for the period April 1, 2020 through September 30, 2020, 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, 2020*.

The Commission continues its commitment to work closely with the OIG to maintain effective and efficient government operations, free of waste, fraud, abuse, and mismanagement. Management strives to timely address the Inspector General's recommendations and has taken action to close the open audit recommendations identified in this report. The OIG has not questioned any of the Commission's costs, nor determined that any Commission funds could have been put to better use. The Commission appreciates and recognizes our OIG's ongoing efforts.

The Inspector General's Semiannual Reports to Congress are available on the Commission's website (www.fmc.gov). The Commission intends to submit this and 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,

Michael A. Khouri
Chairman

Enclosures

**Management Report on Final Actions
for the Six-Month Period Ending September 30, 2020**

This 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 IG audit reports, reflect amounts agreed to by management, and track disposition of these amounts through final action. Table III lists audit reports for which final action was not completed within six months.

| 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 9/30/2020 | 0 | 0 |
| IG audit reports on which management decisions were made from 4/1/2020 through 9/30/2020 | 0 | 0 |
| Subtotal: | 0 | 0 |
| Less: | | |
| IG audit reports for which final action was taken by management from 4/1/2020 through 9/30/2020 | 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 9/30/2020 | 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 9/30/2020 | 0 | 0 |
| IG audit reports on which management decisions were made from 4/1/2020 through 9/30/2020 | 0 | 0 |
| Subtotal: | 0 | 0 |
| Less: | | |
| IG audit reports for which final action was taken by management from 4/1/2020 through 9/30/2020 | 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 9/30/2020 | 0 | 0 |

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

| Audit Number / Title | Date Issued | Disallowed Costs | Funds Put to Better Use | Explanation re: Final Action Not Completed |
|--|-------------|------------------|-------------------------|---|
| A-18-04, <i>Evaluation of the FMC's Information Technology Inventory</i> | 5/31/2018 | None | None | Action has been taken to implement the IG's recommendations. The OIG will follow up during FY 2021 and close as appropriate. |
| A-20-01, DATA Act Audit, 2019 | 11/7/2019 | None | None | Action has been taken to implement the IG's recommendations. The OIG will follow up during the next DATA Act audit in FY 2021, and close as appropriate. |
| A-20-02a, Independent Auditor's Report of the FMC's FY 2019 Financial Statements (Management Letter) | 9/30/2019 | None | None | Action has been taken to implement the IG's recommendations, however, a staff training recommendation may not be completed until FY 2021. The OIG will follow up and close as appropriate during FY 2021. |