



**THE PORT**  
OF LOS ANGELES **LA**

AMERICA'S PORT®

# *Internal Audit Report*

## *Audit Committee Meeting*

Presented by:

*Sher Shah, Acting Director of Internal Audit*

Presented to:

Board of Harbor Commissioners,  
Audit Committee

5/28/26



## TOPICS COVERED

- Status of Audits & Consulting Projects
- Everport Compliance Audit
- Questions/Comments

## Status of *Projects* & Audit Requests

- Audits in Process:
  - Clean Ports Grant Compliance Audit & Monitoring Review Procedures
  - Information Technology General Controls Performance Audit

## Status of Projects & Audit Requests

### ➤ Audit in Process:

### ➤ Clean Ports Grant Compliance Audit & Monitoring Review Procedures:

### ➤ Kickoff meetings completed with:

➤ APMT

➤ Everport

➤ Fenix

➤ Yusen

➤ TraPac

➤ HCBF

For-Profit: Subject to  
Monitoring Review  
Procedures per Title 2  
CFR Part 200

Not-For-Profit: Subject to  
Audit per Title 2 CFR Part 200

# Status of Projects & Audit Requests

- Audit & Monitoring Review  
Progress and Next Steps:
  1. Work Plans completed
  2. Fieldwork Underway
  3. On-Going Progress Status Meetings
  4. Annual Reports

## Status of Projects & Audit Requests

- **Information Technology General Controls Performance Audit:**
  - Scope: Review of technology controls and processes across the Access Controls, Change Management, Cybersecurity Management, Disaster Recovery, IT Governance, IT Operations domains.
  - Status:
    - Kickoff meeting held on February 27, 2026.
    - Detailed audit work plan submitted by Weaver & Tidwell LLP.
    - Plan reviewed and approved by IAD.
    - Bi-Weekly progress updates ongoing.
  - Planned Audit Report Issuance: June 2026

## *Status of Projects & Audit Requests*

- Consulting/Advisory Projects in process:
  - **Succession Readiness Assessment**
  - **Finance & Administration Bureau Technology Skills & Fiscal Systems Alignment Assessment**
  - **Grants Administration & Compliance**



# COMPLIANCE AUDIT OF EVERPORT TERMINAL SERVICES

MATRIX CONSULTING GROUP  
MAY 28 , 2026

PORT OF LOS ANGELES, CALIFORNIA

**MATRIX**  
CONSULTING GROUP

## FINDING #1

EVERPORT IS IN COMPLIANCE WITH THE FINANCIAL TERMS OF THE PERMIT.

**ALL PAYMENTS  
WITHIN REQUIRED  
30-DAY WINDOW**

**NO TEU SELF-  
REPORTING  
ISSUES  
(SCANNER-  
GENERATED)**

**EFFICIENCY  
BRACKET & MAG  
CALCULATIONS  
ACCURATE**

**NO  
RECOMMENDATIONS  
ISSUED**

## FINDING #2

EVERPORT IS IN  
COMPLIANCE WITH  
ENVIRONMENTAL  
REQUIREMENTS

**COMPLIANT: CEQA,  
CERCLA, RCRA,  
CLEAN WATER & AIR  
ACTS**

**ALL COMPLIANCE  
ITEMS  
COMPLETED OR  
ON TRACK**

**STORMWATER /  
NPDES  
OUTREACH VISITS:  
2022, 2023, 2025**

**NO  
RECOMMENDATIONS  
ISSUED**

**EVERPORT IS IN  
COMPLIANCE WITH  
APPLICABLE SAFETY  
REQUIREMENTS**



**SAFETY MANUAL MEETS OSHA,  
CAL/OSHA & MARINE TERMINAL  
STANDARDS**

**ON-SITE INSPECTION (SEPT. 2025):  
ALL SAFETY ITEMS COMPLIANT**

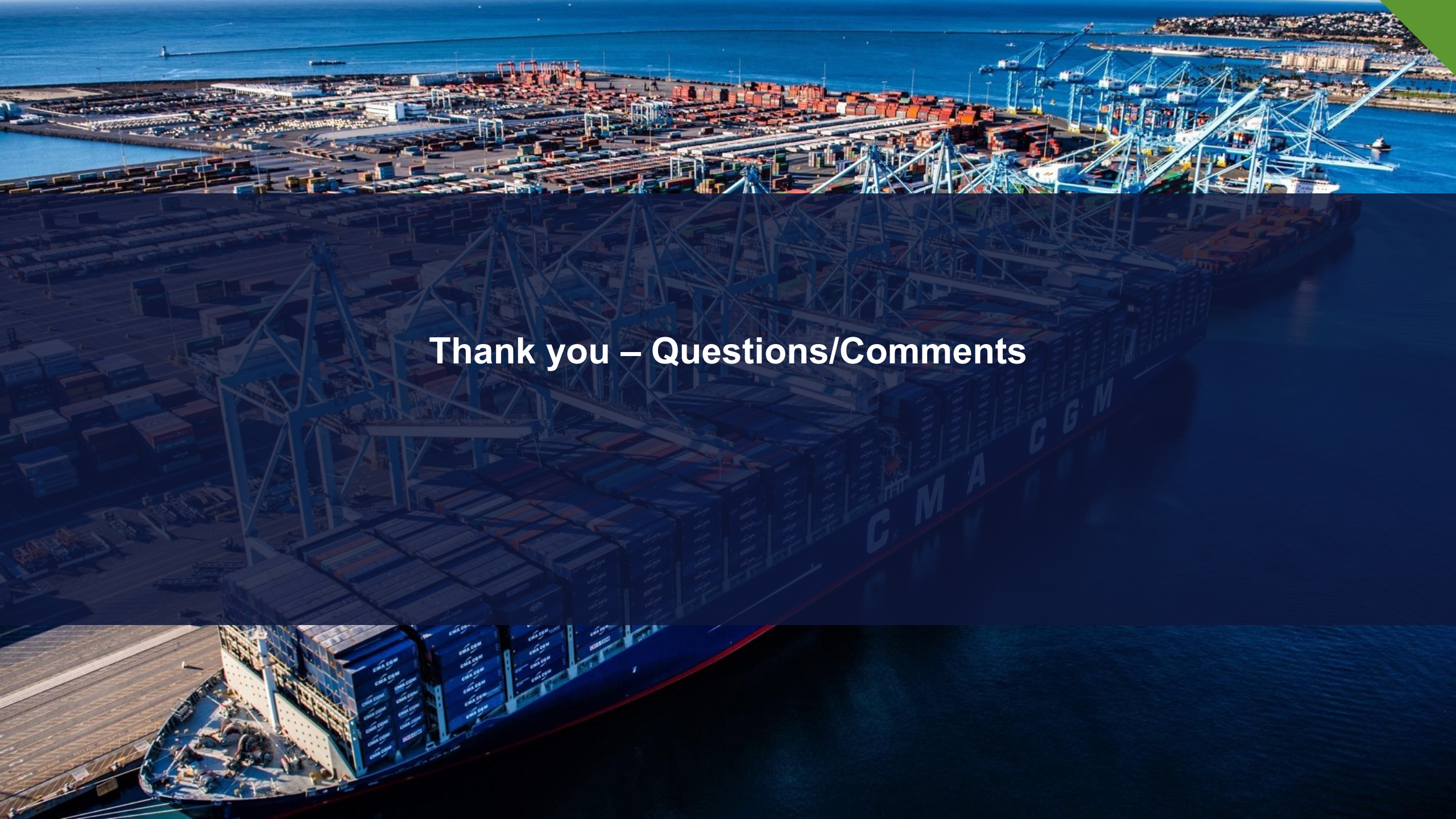
## FINDING #4

NO CYBERSECURITY  
NON-COMPLIANCE  
FINDINGS BASED ON  
DOCUMENTATION  
PROVIDED

**FINAL USCG CYBERSECURITY RULE  
EFFECTIVE JULY 16, 2025**

**U.S. COAST GUARD APPROVAL LETTERS  
PROVIDED**

**NO FORMAL RECOMMENDATIONS**



**Thank you – Questions/Comments**