



# ADMINISTRATION COMMITTEE

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## Agenda Report

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**File #:** 2021-1774

**Agenda Date:** 7/28/2021

**Agenda Item No:** 16.

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**FROM:** James D. Herberg, General Manager  
Originator: Lorenzo Tyner, Assistant General Manager

**SUBJECT:**

**INTERNAL AUDIT UPDATE: CYBER SECURITY**

**GENERAL MANAGER'S RECOMMENDATION**

RECOMMENDATION:

Receive and file the Internal Audit Report from Eide Bailly LLP.

### **BACKGROUND**

Orange County Sanitation District (OC San) selected the audit firm of Eide Bailly LLP to provide audits of various OC San programs and processes as selected by the Audit Ad Hoc Committee. Most recently, the Audit Ad Hoc Committee selected the permit fee collection process and the cyber security program areas for audit. However, as a result of COVID-19, the auditors were directed to focus its efforts on cyber security. The auditors will provide an update of those efforts. Additionally, staff and the auditors will present potential topics for future audit selection.

### **RELEVANT STANDARDS**

- Conduct audits to determine if an entity's operations are being conducted in an economical and efficient manner
- Conduct audits to establish whether specific government programs are effective in meeting their stated goals and objectives
- Conduct audits to determine if an entity is following policies and procedures in conducting operations

### **PRIOR COMMITTEE/BOARD ACTIONS**

June 2021 - Audit Ad Hoc Committee received the Internal Audit Report.

### **ATTACHMENT**

*The following attachment(s) may be viewed on-line at the OC San website ([www.ocsan.gov](http://www.ocsan.gov)) with the complete agenda package:*

- Internal Audit Report