



PART I Agenda Item No	10
Document Reference No	A/15/19

**DATE OF MEETING:** 13 July 2015

**RISK MANAGEMENT PROGRESS AND UPDATE REPORT**

**PORTFOLIO HOLDER: CLLR JOHN GRAHAM**

The report reviews and updates the Strategic Risks and provides an annual report on risk management 2014 to 2015.

**1 RECOMMENDED THAT:**

- 1.1 The Committee notes the increase in the assessment of the Data Protection & Information Management Risk.
- 1.2 The Committee notes the addition of a new Strategic Risk arising from the opportunities from the “Establishment of a Development Company”
- 1.3 The Committee notes the Annual Risk Management Report 2014/15.

**2 INTRODUCTION**

- 2.1 At the April 2015 meeting, this Committee reviewed the identified Strategic Risks. Members were of the view that the likelihood of the Data Protection & Information Management risk should be raised further to level three. This recommendation has been implemented and is shown in the risk matrix in Table 1.
- 2.2 At the February 2015 meeting of the Executive it was agreed to explore the principle of establishing a wholly-owned Development Company. The risks around this opportunity have been included as a new Strategic Risk outlined in Appendix A.
- 2.3 An annual report on the risk management work undertaken at the Council in 2014/15 is attached as Appendix B. The Shared Internal Audit Service issue the audit on risk management in April 2015 and this has provided a substantial level of assurance.
- 2.4 Other than the change to the Strategic Risks identified in paragraph 2.1 and 2.2, there have not been any other substantial changes to the Strategic Risks. The following risk matrix in Table 1 provides a summary of the Strategic Risks.

**Table 1 – Risk Matrix as at 19 June 2015.**

<b>Likelihood</b>	4	7	11	14	16
	3	4	8 <b>CIL</b>	12 <b>Workforce Capacity</b>  Data Protection & Information Management (9) ↑	15 <b>External Financial Pressures</b>
	2	2	5 <b>Section 106 agreements</b>  <i>Establishment of a Development Company (new)</i>	9 <b>Elstree Way Corridor</b>  Affordable Social Housing	13 <b>Future Development Plans for Elstree Studios</b>
	1	1	3	6	10 <b>Business Continuity Management &amp; IT Disaster</b>
		1	2	3	4
<b>Impact</b>					

**3 FINANCIAL AND BUDGET FRAMEWORK IMPLICATIONS**

3.1 None directly arising from this report.

**4 LEGAL POWERS RELIED ON AND ANY LEGAL IMPLICATIONS**

4.1 None directly arising from this report.

**5 EFFICIENCY GAINS AND VALUE FOR MONEY**

5.1 None directly arising from this report. However, there is a daily charge made by North Hertfordshire District Council (NHDC) for the time spent by the Performance & Risk Manager on supporting the Council with their risk management framework. This is significantly less than the cost of directly employing a member of staff.

**6 RISK MANAGEMENT IMPLICATIONS**

6.1 As mentioned in the body of this report

7 **PERSONNEL IMPLICATIONS**

7.1 None specific to this report

8 **CORPORATE PLAN & POLICY FRAMEWORK IMPLICATIONS**

8.1 The risks to the delivery of or arising from the delivery of key projects for the Council are considered as Strategic Risks.

9 **APPENDICES ATTACHED**

9.1 Appendix A – Establishment of a Development Company

9.2 Appendix B – Annual report on Risk Management 2014 to 2015

10 **BACKGROUND PAPERS USED IN PREPARATION OF THIS REPORT**

Document Title	Custodial Officer	Where Filed
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11 **AUTHOR**

Fiona Timms NHDC Performance & Risk Manager Tel: 01462 474251  
email: [fiona.timms@north-herts.gov.uk](mailto:fiona.timms@north-herts.gov.uk)

**CONSULTATION ON DRAFT REPORT**

I have sent a copy of the draft of this report to the following on 22 June 2015.

CE, Directors, Head of Legal and Democratic Services Manager