

RIBBLE VALLEY BOROUGH COUNCIL REPORT TO ACCOUNTS & AUDIT COMMITTEE

Agenda Item No. 8

meeting date: 28 NOVEMBER 2012
 title: RISK MANAGEMENT – UPDATE ON RED RISKS
 submitted by: DIRECTOR OF RESOURCES
 principal author: AMY JOHNSON

1 PURPOSE

- 1.1 To provide members with an update on the current areas of high risk for the Council as identified on the risk register.
- 1.2 Relevance to the Council's ambitions and priorities:
- Community Objectives – none identified.
 - Corporate Priorities – to be a well managed Council.
 - Other Considerations – none identified.

2 BACKGROUND

- 2.1 The Council's risk management approach is designed to form an integral part of the performance management approach of the Council.
- 2.2 Risks are scored based on their gross and net likelihood and impact levels, gross being the likelihood and impact level if no controls were in place and net being the risk level once controls have been considered. Risks are then allocated an overall risk score based on these levels. The scores are assigned using the matrix as shown below:

I M P A C T	HIGH	Amber 6	Red 8	Red 9
	MEDIUM	Green 3	Amber 5	Red 7
	LOW	Green 1	Green 2	Amber 4
		LOW	MEDIUM	HIGH
	LIKELIHOOD			

3 ISSUES

- 3.1 It was previously resolved that any red risks that are current should be reported to this committee, together with information from the risk register.
- 3.2 At the time of reporting to committee there is one red risk on the Council's risk register – this is the same risk as reported to committee at their previous meetings on 27 June and 22 August 2012, relating to the delivery of the Council's paper and cardboard waste to LCC's PFI Facility. The risk level of Red 7 remains unchanged.

- 3.3 Officers are still in discussion with LCC to try and mitigate the situation.
- 3.4 LCC are paying recycling credits at the reduced 2011/12 rate.
- 4 CONCLUSION
- 4.1 The Council currently has one red risk on its risk register. Regular monitoring of this risk will continue.
- 4.2 The Council is in communication with LCC in an attempt to resolve the issue.
- 4.3 Recycling credits at the reduced 2011/12 rate are being received.

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AA23-12/AJ/AC
19 November 2012

BACKGROUND PAPERS
None

For further information please ask for Amy Johnson, extension 4443.