

RIBBLE VALLEY BOROUGH COUNCIL REPORT TO ACCOUNTS & AUDIT COMMITTEE

Agenda Item No. 11

meeting date: 26 JUNE 2013
 title: RISK MANAGEMENT – UPDATE ON RED RISKS
 submitted by: DIRECTOR OF RESOURCES
 principal author: SALMA FAROOQ

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 your previous meeting on 27 March 2013 and relates 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 continuing to pay recycling credits at the reduced 2011/12 rate (officers understand that it is the intention of LCC to review the rate at which recycling credits are paid in the financial year).
 - 3.5 Following recent reports to Community Services, Personnel and Policy and Finance Committees, the waste paper and card collection service is to be provided 'in-house' with effect from 1 July 2013. However, the risk relating to the delivery of the Council's paper and cardboard waste to LCC's PFI facility remains.
- 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.
 - 4.4 The future provision of the fortnightly collection of waste paper is to be provided in-house with effect from 1 July 2013.

SENIOR AUDITOR

DIRECTOR OF RESOURCES

AA10-13/FSF/AC
18 June 2013

BACKGROUND PAPERS
None

For further information please ask for Salma Farooq, extension 4443.