

<b>TITLE</b>	<b>Risk Management Policies and Guidance</b>
<b>FOR CONSIDERATION BY</b>	The Executive on 28 January 2016
<b>WARD</b>	None Specific
<b>LEAD OFFICER</b>	Andrew Moulton, Head of Governance and Improvement Services
<b>LEAD MEMBER</b>	Pauline Jorgensen, Executive Member for Resident Services

**OUTCOME / BENEFITS TO THE COMMUNITY**

The Enterprise Risk Management (ERM) Policy and supporting guidance provide the framework for sustaining effective management of risk at the Council. A robust risk management process will enable officers and members to make better informed decisions and become less risk adverse through a focus on risk and return. Effective risk management will help to reduce uncertainty and make effective provision for adverse events. These in turn will enhance the value for money delivered to taxpayers.

**RECOMMENDATION**

The Audit Committee recommend that the Executive approve:

- 1) the Enterprise Risk Management Policy; and
- 2) the Enterprise Risk Management Guidance.

**SUMMARY OF REPORT**

Both the policy and guidance have been subject to a high level review. They have been found to be sound and present a solid basis for the management of risk going forward. The main changes are:

- The role of the Risk Champions and the Risk Management Group has been split between Departmental Leadership Teams and the Council Risk Facilitator – see section 5 of the Policy
- The Risk Register template has been updated – see section 11 of the Guidance
- Further detail added in explain Risk Appetite – see section 12 of the Guidance

The ERM Policy sets out the Council’s approach to risk management. The policy aims to achieve a pragmatic and effective approach to risk management that adds value to decision makers and does not impose an excessive bureaucratic or administrative burden.

## Background

Both documents in their current form were last approved by the Executive in January 2015.

## Analysis of Issues

The key issue for the Executive is whether the policy and supporting guidance provide a sufficiently robust framework for the management of the Council's key strategic risks.

The Executive may like to use this opportunity to consider the Council's overall approach to risk management and whether this is aligned to the current level of risk the Council is taking.

## FINANCIAL IMPLICATIONS OF THE RECOMMENDATION

***The Council faces severe financial challenges over the coming years as a result of the austerity measures implemented by the Government and subsequent reductions to public sector funding. It is estimated that Wokingham Borough Council will be required to make budget reductions in excess of £20m over the next three years and all Executive decisions should be made in this context.***

	How much will it Cost/ (Save)	Is there sufficient funding – if not quantify the Shortfall	Revenue or Capital?
Current Financial Year (Year 1)	N/A	Yes	N/A
Next Financial Year (Year 2)	N/A	Yes	N/A
Following Financial Year (Year 3)	N/A	Yes	N/A

### Other financial information relevant to the Recommendation/Decision

Risk management will help protect the Council against any unforeseen costs.

### Cross-Council Implications

N/A

### List of Background Papers

None

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