

Report 12.388
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Committee Audit, Risk and Assurance Committee
Author Mike Timmer, Treasurer

Summary Risk Report

1. Purpose

To update the committee on changes to the risk register and to comment on risks highlighted in the quarterly reporting process.

2. The decision-making process and significance

No decision is being sought in this report.

3. Background

Each quarter the risks at group level at Greater Wellington are considered. The existing risks are also reviewed in terms of their scoring and currency.

The Group's risks are reviewed by the Chief Executive, in conjunction with the General Managers and the Chief Financial Officer, at the quarterly review meetings.

Any changes, be it deletions, additions or scoring, are reported to this committee for discussion.

A Risk Management Policy was adopted by the Council and had been reviewed by this Committee at the June meeting.

Further work on strengthening risk management is underway and will be completed before the end of this year. This will involve utilising the skills of our software owner Quantate, to assist with bedding down our quarterly process of identifying and reporting on risks

4. Comment

- There were no new risks added to the register, however one risk was removed from the register. A listing of the risks movements in the register since last quarter is appended (refer **Attachment 1**)

- A listing of the top 10 risks recorded and reported on (**Attachment 2**)
- An update on any status change of existing risks where the scoring has altered is reported.

Changes to the risk register during this quarter

The movements in the register since last quarter reporting is appended - (refer **Attachment 1**):

There was one risk deleted from the register since the March quarter and it is summarised:

- “Loss of the provision of IT service delivery”. This risk was centred around the fact that we had old equipment that was out of warranty, meaning we had to rely on suppliers and peers to provide us with back up equipment in case of failure, while we sourced new equipment.

New IT servers have been purchased with specific warranty period. Systems are well backed up and a transfer to another site is currently underway. The risk of loss of provision of service through breakdown of old out of warranty equipment has passed.

Top ten risks in the Risk Register

The top ten risks identified in the Risk Register, determined by their residual score, are appended to this report (refer **Attachment 2**).

Changes to risk scoring since last quarterly reporting

There are no risk scoring alterations since last quarter.

5. Recommendations

That the Committee:

1. *Receives the report.*
2. *Notes the content of the report.*

Report prepared by:

Report approved by:

Mike Timmer
Treasurer

Bruce Simpson
Chief Financial Officer

Attachment 1 – Quarterly Risk Report 30 June 2012 – Risk Additions/Deletions

Attachment 2 – Quarterly Risk Report 30 June 2012 – Top Ten Risks