

Report 13.21
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Committee Audit, Risk & 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 2012 meeting.

Further work on strengthening risk management is underway.

This involves utilising the skills of our software owner Quantate, to assist with bedding down our quarterly process of identifying and reporting on risks and adding two new risk criteria (Health & Safety and Environmental) and testing these. This is being undertaken during March.

4. Comment

- There was one new risks added to the register, however two risks were temporarily suspended from the register.
- A listing of the risks movements in the register since last quarter is appended (refer **Attachment 2**)
- A listing of the top 10 risks recorded and reported on (**Attachment 1**)
- 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 2**):

There were two risks suspended during the quarter in the register these were as follows:

- The Electoral Officer is required to re-run an election
- Harm to staff while carrying out Mangaroa/Kaitoke 1080 pest control

While they are still recorded as risks in the register they are not current risks as both activities are not presently underway.

A new risk was identified during the quarter and is as follows:

- Continuity of IT services during the relocation to CentrePort

There is a small risk that IT systems maybe disrupted during our relocation to CentrePort, however this risk is assessed as low after controls.

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 1**).

Changes to risk scoring since last quarterly reporting

The risk of “Source water availability reduced by external and unexpected effects” has been re-scored, which has seen it ranking in terms of overall

residual score go from the 2nd highest risk to the 16th highest risk out of a total of 38 risks recorded in the register.

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 31 December 2012 – Top Ten Risks

Attachment 2 – Quarterly Risk Report 31 December 2012 – Risk Additions/Deletions