

	<p>LG534 RISK MANAGEMENT</p>
<p>Key Focus Area Leadership and Governance</p>	<p>Responsible Directorate Governance and People</p> <p>Relevant Council Delegation Nil</p>

Purpose

The purpose of this policy is to articulate the 's (**the Town**) commitment to:

1. Identifying and responding to potential risks so that impacts can be minimised and opportunities realised.
2. Ensuring that the Town achieves its strategic and corporate objectives efficiently, effectively whilst following and upholding good corporate governance principles.

Definitions

Risk is defined as the “effect of uncertainty on objectives”.

Risk Management is defined as “co-ordinated activities to direct and control an organisation with regard to risk”.

Integrated Risk Management Framework is defined as “set of components that provide the foundations and organisational arrangements for designing, implementing, reviewing and continually improving risk management throughout the organisation”.

Policy

The Town will implement a coordinated approach to managing risks by:

- Implementing an integrated risk management framework based on the AS/NZ ISO 31000.
- Ensuring risk management functions are resourced appropriately to meet the size and scale of the Town’s operations.
- Ensuring the Town’s strategic and operational planning activities are aligned with the integrated risk management framework.
- Embedding risk management activities across the Town’s operations.
- Requiring all identified risks to be assessed according to the Town’s integrated risk management framework to ensure consistency and informed decision making. Where operational requirements

require alternative risk assessment criteria these cannot exceed the Town’s risk appetite and are to be noted within the individual risk assessment.

- Encouraging and supporting a culture of risk based decision making directed towards the effective management of potential opportunities and reduction of potential impacts of risk.
- Implementing regular risk review and periodic reporting to the CEO and Audit and Risk Management Committee.

Document Control Box			
Business Unit:	Governance		
Legislation:	<i>Local Government (Audit) Regulations 1996</i>		
Organisational:	AS/NZS ISO 31000:2018 Risk Management Framework (Internal) Risk Register (Internal)		
Review Frequency:	Annual	Next Due:	2022
Version #	Decision:	OCM Date:	Resolution Number:
1.	Adopted	16 February 2021	020/21