



Audit and Risk Management Committee

Date: TUESDAY, 12 MARCH 2019
Time: 2.00 pm
Venue: COMMITTEE ROOMS, 2ND FLOOR, WEST WING, GUILDHALL

18. **ANY OTHER BUSINESS THAT THE CHAIRMAN CONSIDERS URGENT**
a) **Corporate Risk Register – Update (appendices in non-public)**
Report of the Chamberlain

For Decision
(Pages 1 - 4)

Item received too late for circulation in conjunction with the Agenda.

John Barradell
Town Clerk and Chief Executive

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Committee(s)	Dated:
Audit and Risk Management Committee	12 March 2019
Subject: Corporate risk register - update	Public
Report of: Dr Peter Kane, Chamberlain	For Decision
Report author: Paul Dudley, Corporate Risk Advisor, Chamberlain's Department	

Summary

This corporate risk register update report focuses on two changes to this risk register and in two parts. The public part of the report relates to a change in risk score and management to CR16 Information's Security Risk.

Included as appendix 1, and to be considered in the Not for Publication part of the agenda, is a new corporate risk (CR28) Action Fraud which the Committee is asked to endorse. Appendix 2 contains the Efficiency and Performance (Finance) Sub Committee (28 January 2019) report on the Action Fraud system (background information). This is also to be considered in the Not for Publication part of the agenda.

Members are asked to note that the full risk update report will be presented to the Committee in May 2019.

Following a recommendation of the Digital Services Sub-Committee on 6 February 2019, to reduce the score of CR16 Information Security from a Red 16 to Amber 8, Summit Group has agreed, given the mitigation progress made, to de-escalate this risk from the corporate risk register and for it to be managed at the departmental level. The risk will however be continued to be monitored by the Chief Officer Risk Management Group (CORMG) on a regular basis.

Recommendation(s)

Members are asked to:

1. Note that CR16 Information Security risk has been reduced in risk score from a red 16 to an amber 8; and,
2. Endorse the decision of the Summit Group that CR16 Information Security risk be de-escalated to the Chamberlain's departmental risk register and for it to be monitored on a regular basis by CORMG; and,
3. Endorse the decision of the Summit Group (on 27 February 2019) to include the Action Fraud Risk on to the Corporate Risk register (see appendix 1).

Main Report

Background

- 1 This corporate risk register update report focuses on two changes to this risk register. The public part of this report relates to a change in risk score and management to CR16 Information's Security Risk.

Included as appendix 1, and to be considered in the Not for Publication part of the agenda, is a new corporate risk (CR28) Action Fraud which the Committee is asked to endorse. Appendix 2 contains the Efficiency and Performance (Finance) Sub Committee (28 January 2019) report on the Action Fraud system (background information). This is also to be considered in the Not for Publication part of the agenda.

The full risk update reports will be presented to Summit Group in April 2019.

CR 16 Information Security risk (Public)

- 2 The Digital Services Sub-Committee, at their meeting on 6 February 2019, received the regular risk management report on the IT Division. The report recommended that CR 16 – Information Security should move to Amber 8 (from Red 16) as key security projects had been completed, and the 10 Steps maturity model have reached a maturity level of 4 (a robust level of maturity). The Sub-Committee confirmed this recommendation. Given the mitigation progress made, Summit Group has agreed to de-escalate this risk from the corporate risk register to departmental level. CORMG will monitor this risk on a regular basis.

Corporate and Strategic Implications

- 3 The effective management of risk is a cornerstone of good corporate governance and as such contributes to the City Corporation's ability to deliver on its corporate outcomes outlined in the corporate plan.

The mitigation of CR16 Information Security risk has improved the ability of the City Corporation to be more resilient to both external and internal security threats. This in turn enables the City Corporation to support the delivery of Corporate Plan outcomes.

Conclusion

- 4 This report outlines a new Corporate risk (CR28) on Action Fraud commercial dispute with IBM(UK) Ltd. It also proposes the de-escalation of the information security risk on to the Chamberlain's departmental risk register. CR16 Information Security risk will continue to be monitored by the Chief Officer Risk Management Group.

Appendices

Appendix 1 – Not for Publication - Action Fraud Corporate risk and risk register extract for CR28 Action Fraud risk

Appendix 2 – Not for Publication - Efficiency and Performance (Finance) Sub Committee 29 January 2019 report on the Action Fraud project.

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