

Committee:	Date:
Audit and Risk Management	26 January 2016
Subject: Corporate Risk Register Review	Public
Report of: The Chamberlain	For Information
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<p style="text-align: center;"><u>Summary</u></p> <p>This report provides the Audit and Risk Management Committee with an update on the corporate and the top red departmental risk registers following the review by the Chief Officer Risk Management Group (CORMG), on 17 November 2015 and the Summit Group on 7 December 2015.</p> <p>There are currently 11 corporate risks including the two new corporate risks (CR20 Road Safety and CR21 Air Quality), confirmed by the Audit and Risk Management Committee on 3 November 2015, and 11 top red departmental risks.</p> <p>There have been no changes in the current score of the 11 corporate risks since the 3 November 2015 Audit and Risk Management Committee risk update report. CORMG agreed that no new risks would be submitted to the Summit Group for possible escalation on to the corporate risk register. A new contract management risk will however be considered by CORMG, at their January 2016 meeting, as a possible corporate risk.</p> <p>There have been some changes to the composition of the top red departmental risk register, with air quality being escalated on to the corporate risk register (CR21) and a new risk SUR SMT 017 Asbestos Management being added as a Top X Health and Safety risk. MCP NS001 New Spitalfields Workplace Traffic Management has been rescored from a 16 to a 24 risk rating whilst OSD 003 Delivering the Departmental Road Map and Projects and Programmes has been rescored as an amber risk and removed from this register</p> <p>The number of Top department red risks is likely to show an increase in the next risk update report (March 2016) to the Committee as Top X Health and Safety Risks are being moved from departmental excel spreadsheets on to the Corporate Risk Management Information System (Covalent).</p> <p>Recommendations</p> <p>Members are asked to note the corporate risk register and the changes to the composition of the top red departmental risk register.</p>	

1.0 Background

- 1.1 The corporate risk register was last reviewed by CORMG on 17 November 2015 and the Summit Group on the 7 December 2015.
- 1.2 In accordance with the established risk framework, each risk has been reviewed (and where appropriate risk descriptions revised) by the responsible risk owner and departmental management teams.
- 1.3 There are currently a total of 210 risks (as at 17 November 2015) recorded on Covalent of which 11 are corporate and 11 top red departmental risks. The majority of the remaining risks are categorised as amber or green departmental/service level risks. Attached as appendix 1 is the corporate risk matrix which illustrates the likelihood and impact ratings as well as the definitions for red, amber and green risks.
- 1.4 The corporate risk register is attached as appendix 2 (providing details of each risk, a brief update, where appropriate a target risk date, mitigations) and a summary of the top red departmental risk register is attached as appendix 3.

2.0 Corporate risk register

- 2.1 There are currently 11 corporate risks which includes the two new risks, (CR20 Road Safety and CR 21 Air Quality), confirmed by the Audit and Risk Management Committee on 3 November 2015. Of the 11 corporate risks, there are four red risks, six amber and one green risk.

Table 1 below – List of corporate risks as at 17 November 2015 (Risk score order)

Risk no	Risk title	Risk rating	Current Risk score
CR11	Hampstead Heath Ponds	Red	16
CR 19	IT Service Provision – Police and Corporation IT Service	Red	16
CR20	Road Safety	Red	16
CR21	Air Quality	Red	16
CR09	Health and Safety Risk	Amber	12
CR01	Resilience Risk	Amber	8
CR02	Loss of Business Support for the City	Amber	8
CR10	Adverse Political Developments	Amber	8
CR17	Safeguarding	Amber	8
CR14	Funding Reduction	Amber	6
CR16	Information Security	Green	4

2.2 With the exception of the two new risks being added to the corporate risk register, there have been no other significant changes to the remaining nine corporate risks since November 2015.

2.3 CORMG, at their meeting on 17 November 2015, agreed that no risks would be recommended to the Summit Group meet (7 December 2015) for consideration as corporate risks. However a new contract management risk would be presented by the Chamberlain at the January 2016 meeting for consideration as a corporate risk. If agreed this risk will be reported to the Summit Group in the next risk update report on 17 February 2015.

3.0 **Top departmental red risks**

3.1 There are currently 11 Top departmental red risks (see appendix 3). Two of these red risks are scored at 24 whilst the remainder scored at 16. The two risks which are scored at 24 are;

- DCCS PE 002. Failure to deliver expansion of Sir John Cass Foundation Primary School to 2 form entry in September 2016. This matter remains unresolved although work is on-going to reach a satisfactory solution.
- MCP-NS 001. Workplace Traffic Management, this risk has increased in risk score from 16 to 24. This is as a result of the new Superintendent reviewing the evidence of incidents since his arrival at New Spitalfields Market and considers that the impact rating should be changed to “extreme” in view of the likelihood of a serious injury or death of a pedestrian from current fork lift truck movements. There are seven control measures currently in progress to mitigate this risk.

3.2 A number of other changes to the composition of the top red departmental risk register have occurred to this register since the last risk update to the Committee on 3 November 2015:

- The MCP risk on air quality being escalated on to the corporate risk register (CR21)
- A new risk SUR SMT 017 Asbestos Management being added as a Top X Health and Safety risk in the City Surveyor’s department.
- OSD 003 Delivering the Departmental Road Map and Projects and Programmes has been rescored as an amber risk and removed from this register.

3.3 The number of top red departmental risks is likely to show an increase in the next risk update report, following recent guidance from Town Clerk’s department to departments that Top X Health and Safety risks, currently recorded on excel spreadsheets, be input on to the Covalent risk system.

4.0 Conclusion

- 4.1 The Corporate risk register continues to be actively reviewed and updated by risk owners in line with the requirements stipulated by the Risk Management Strategy. CORMG provides additional assurance to the Summit Group, COG and the Audit and Risk Management Committee that corporate risks are appropriate and being actively managed.

Appendices:

APPENDIX 1 - Corporate Risk Matrix

APPENDIX 2 - Corporate risk register

APPENDIX 3 - Top Red departmental risk register

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