

Item 12 Appendix 2 FINANCIAL RISK REGISTER RISK ASSESSMENT MATRIX

Impact													
Project	Service	Embarrassment/ Reputation	Legal Duties	Financial									
Complete failure of FINANCIAL PERFORMANCE extreme delay - 6 months or more	Major Loss of Service	Adverse IOCAL Coverage/Officers/Member Resignations	Litigation/claims/FI NES up to £50k	Costing over £50,000 Up to 80% of budget	5	0	5	10	15	20	25	Letter	Explanation
Partial failure of FINANCIAL ACCOUNTABILITY extreme delay - 3 months or more	Loss of area of Service for a long period	Adverse IOCAL coverage	Litigation/claims/FI NES up to £25k	Costing between £30,000 and £50,000 Up to 60% of budget	4	0	4	8	12	16	20	A	A short description of the risk
Significant impact on FINANCIAL PERFORMANCE or most of expected benefits fail/major delay - 2-3 months	Loss of area of Service for a short period	Adverse local Media coverage	Litigation/claims/FI NES up to £10k	Costing between £10,000 and £30,000 Up to 40% of budget	3	0	3	6	9	12	15	B	The Scope of the risk, what it effects
Adverse effect ON FINANCIAL PERFORMANCE slippage - 3 weeks - to 2 months	Major Effect on Service	Contained within Council	Litigation/claims/FI NES up to £5k	Costing between £5,000 and £10,000 Up to 25% of budget	2	0	2	4	6	8	10	C	The Category that the risk fits into
Minor impact FINANCIAL PERFORMANCE/ slight delay 1 to 2 weeks	Minor Effect on Service	Contained within Committee	Litigation/claims/FI NES up to £1k	Costing between £1,000 and £5,000 Up to 25% of budget	1	0	1	2	3	4	5	D	Who is the owner of the risk
Minimal impact to FINANCIAL PERFORMANCE delay less than 1 week	No Effect on Service	Contained with individual member	Litigation/claims/FI NES up to £0.5k	Costing between less than £1,000. Up to 5% of budget	0	0	0	0	0	0	0	E	The risk calculation if there were no control in place
	Red	High Risks	Must be managed as a matter of urgency			0	1	2	3	4	5	F	A description of the current controls in operation
	Amber	Medium Risks	Additional Action / Control required to reduce risk to Green or Blue		Likelihood	Almost impossible	Very Unlikely	Unlikely <50/50 chance	Likely >50/50 chance	Very Likely	Virtually Certain	G	The risk calculation after the application of existing controls
	Green	Low Risks	Live with and monitor Optional reduction to Blue Risk			0-5%	5-25%	25-50%	50-75%	75-95%	95-100%	H	If the risk is acceptable or not and why it is felt to be acceptable
	Blue	Insignificant Risk	No Action			Never before	Once in 5 10 years	Once in 3 -5 years	Once a year	Few times a year	Regular occurrence	K	The Actions planned to reduce the risk further
												L	The timescale for completion of the Actions
												M	The risk calculation when the actions are complete.
													Each Risk should be uniquely numbered.