

**South Lakeland District Council**  
**Audit Committee**  
**Thursday, 25 July 2019**  
**Risk Management Update**

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**Portfolio:** Councillor Giles Archibald - Leader and Promoting South Lakeland  
**Report from:** Simon McVey - Operational Lead Support Services  
**Report Author:** John Davies – Support Services Case Management Officer  
**Wards:** (All Wards);  
**Forward Plan:** Not applicable

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**1.0 Expected Outcome**

It is expected that Audit Committee will be updated with the Strategic Risk Register

**2.0 Recommendation**

**2.1 It is recommended that Audit Committee note the Strategic Risk Register in appendix 1 of this report**

**3.0 Background and Proposals**

3.1 Risk Management is a vital organisational control and is a key part of the Council's governance arrangements.

3.2 The Strategic Risk Register contains all those risks above and below the line of risk tolerance.

3.3 All risks above the line of tolerance have mitigations listed. These mitigations are designed to reduce the risks in terms of likelihood or impact or both.

3.4 The aim of mitigations is to reduce a risk from the current position on the risk matrix to the target position.

3.5 A risk should reach its target position by the target date. For a risk to be managed on schedule the mitigations must be implemented by their due dates. Not completing mitigations on time places a risk in exception.

3.6 Risks are highlighted with exception status as part of quarterly performance reporting arrangements. A risk is only removed from the register (archived) if there is no longer any risk. Please see the Risk Register at appendix 1.

3.7 Audit Committee of 23 April 2015, Item AUD/55 required sight of the full register to satisfy the committee that strategic risks are being managed.

3.8 Over 60% of the Strategic Risks are positioned below risk tolerance – this demonstrates the effective mitigation and regular review of the risks.

**4.0 Consultation**

4.1 The Strategic Risk Register is reviewed by Corporate Management Team each quarter as part of quarterly performance monitoring and reporting arrangements and the review informs this report.

## 5.0 Alternative Options

5.1 No alternative options – the Audit Committee requires that risk management arrangements are effective.

## 6.0 Links to Council Priorities

6.1 Risk management arrangements underpin the achievement of all priorities.

## 7.0 Implications

### Financial, Resources and Procurement

7.1 There are no financial or resource implications in updating Audit Committee on recent risk activity. However, many of the risks identified relate to financial issues and are considered as part of the Council's Medium Term Financial Plan, budget preparation and monitoring process.

### Human Resources

7.2 There are no human resource implications in updating Audit Committee on risk activity.

### Legal

7.3 There are no legal implications in updating Audit Committee on recent risk activity.

### Health, Social, Economic and Environmental

7.4 Have you completed a Health, Social, Economic and Environmental Impact Assessment? No

7.5 If you have not completed an Impact Assessment, please explain your reasons: Risk management arrangements underpin Health, Social, Economic and Environmental objectives. Therefore there is no requirement to carry out a Health, Social, Economic and Environmental Assessment.

7.6 Summary of health, social, economic and environmental impacts: None

### Equality and Diversity

7.7 Have you completed an Equality Impact Analysis? No

7.8 If you have not completed an Impact Assessment, please explain your reasons: Risk management underpins equality and diversity objectives and therefore there is no requirement to carry out an Equality Impact Assessment.

7.9 Summary of equality and diversity impacts: None

### Risk

<b>Risk</b>	<b>Consequence</b>	<b>Controls required</b>
That actions to mitigate the strategic risks are not met	The risks are not reduced or increase and impact on the Council's delivery against budgets/services	Risk mitigations are monitored as part of quarterly performance monitoring arrangements and appropriate action taken to reduce risks.
That risks are not captured or kept under review	Risks are not up to date or monitored leading to impact on service delivery	Risks are reviewed each quarter by Corporate Management Team as part of quarterly performance reporting arrangements.

## Contact Officers

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## Appendices Attached to this Report

Appendix No.	Name of Appendix
1	Strategic Risks Register Quarter 1 2019/20

## Background Documents Available

Name of Background document	Where it is available
Previous Audit Committee Risk Management Update reports	Previous Audit Committee reports <a href="#">on SLDC Website</a>
Previous Cabinet Council Plan Performance Monitoring reports with Strategic Risks Register	Previous Cabinet reports <a href="#">on SLDC Website</a>

## Tracking Information

Signed off by	Date sent
Legal Services	17/05/19
Section 151 Officer	17/05/19
Monitoring Officer	17/05/19
CMT	06/06/19

Circulated to	Date sent
Assistant Director	17/05/19
Human Resources Manager	17/05/19
Communications Team	17/05/19
Leader	
Committee Chairman	
Portfolio Holder	
Ward Councillor(s)	N/A
Committee	25/07/19
Executive (Cabinet)	N/A
Council	N/A