
Report To:	Audit Committee	Date:	20.10.2020
Report By:	Corporate Director Environment, Regeneration and Resources	Report No:	AC/09/20/SA/APr
Contact Officer:	Andi Priestman	Contact No:	01475 712251
Subject:	ANNUAL REVIEW OF RISK MANAGEMENT ACTIVITY 2019/2020		

1.0 PURPOSE

- 1.1 The purpose of this report is to present to Committee progress made in 2019/2020 in developing and monitoring a strategic approach to managing risks faced by the Council.
- 1.2 This approach forms part of the Council's overall Corporate Governance Framework.

2.0 SUMMARY

- 2.1 During 2019/2020 the Council continued to value the importance of maintaining the momentum on risk management and progress has been made in the following areas:
 - Ongoing review and update of strategic and operational risk registers by Services.
 - Maintaining a risk register for the Financial Strategy which allows management to consider the risks to the overall financial position arising from matters contained within the Financial Strategy.
 - Maintaining risk management as a key aspect of the Strategic Planning and Performance Management Framework.
 - Continuing the advancement of emergency planning, crisis management and business continuity within the Council and fulfil the Council's legislative requirements under the Civil Contingencies Act 2004 in conjunction with the Joint Civil Contingencies Service.
 - Promoting the e-learning module on Risk Management for employees as part of the Brightwave corporate training platform.
 - A number of fraud risk reviews were included in the 2019/2020 Internal Audit Plan and progress has been reported on a regular basis to Audit Committee.
 - Developed a specific risk register surrounding the key operational risks in relation to the EU Exit process.
 - Developed a specific risk register surrounding the key operational risks surrounding the COVID-19 pandemic event.
- 2.2 It is considered important to actively progress the risk management process to achieve further improvement. We continue to review progress against the Audit Scotland BV toolkit relating to Risk Management and initiatives will be undertaken in 2020/2021 where appropriate to ensure the Council meets the requirements of the guidance.

3.0 RECOMMENDATIONS

- 3.1 It is recommended that Members note the progress made in 2019/2020 in developing, implementing and monitoring a coherent corporate approach to managing risks faced by the Council.

Scott Allan
Corporate Director Environment, Regeneration and Resources

4.0 BACKGROUND

- 4.1 The role of Internal Audit in Risk Management is defined as contributing to the management of risk by evaluating and providing assurance on risk management processes. The assurance extends principally to two main areas, firstly that major business risks are being managed and secondly that the Risk Management and Internal Control Framework is operating effectively.
- 4.2 The responsibility for managing risk lies not with Internal Audit but with service management, with corporate consistency being supported through the Corporate Management Team by the Chief Internal Auditor.

5.0 CURRENT POSITION

5.1 During 2019/2020 the Council continued to value the importance of maintaining the momentum on risk management and progress has been made in the following areas:

- Ongoing review and update of strategic and operational risk registers by Services.
- Maintaining a risk register for the Financial Strategy which allows management to consider the risks to the overall financial position arising from matters contained within the Financial Strategy.
- Maintaining risk management as a key aspect of the Strategic Planning and Performance Management Framework.
- Continuing the advancement of emergency planning, crisis management and business continuity within the Council and fulfil the Council’s legislative requirements under the Civil Contingencies Act 2004 in conjunction with the Joint Civil Contingencies Service.
- Promoting the e-learning module on Risk Management for employees as part of the Brightwave corporate training platform.
- A number of fraud risk reviews were included in the 2019/2020 Internal Audit Plan and progress has been reported on a regular basis to Audit Committee.
- Developed a specific risk register surrounding the key operational risks in relation to the EU Exit process.
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5.2 It is considered important to actively progress the risk management process to achieve further improvement. We continue to review progress against the Audit Scotland BV toolkit relating to Risk Management and initiatives will be undertaken in 2020/2021 where appropriate to ensure the Council meets the requirements of the guidance.

6.0 IMPLICATIONS

6.1 There are no direct financial implications arising from this report.

Financial Implications:

One off Costs

Cost Centre	Budget Heading	Budget Years	Proposed Spend this Report	Virement From	Other Comments
N/A					

Annually Recurring Costs/ (Savings)

Cost Centre	Budget Heading	With Effect from	Annual Net Impact	Virement From (If Applicable)	Other Comments
N/A					

Legal

6.2 There are no direct legal implications arising from this report.

Human Resources

6.3 There are no direct HR implications arising from this report.

Equalities

6.4 There are no direct equalities implications arising from this report.

Repopulation

6.5 There are no direct repopulation implications arising from this report.

7.0 CONSULTATIONS

7.1 Not applicable. This report summarises the work carried out during 2019-2020.

8.0 LIST OF BACKGROUND PAPERS

8.1 Risk Management Strategy. Copy available from Andi Priestman.