

Adequacy of Reserves - Risk Assessment 2015/16

Three key assessment areas:

1. Identification of risks during the financial planning and budget setting process as set out in the main report;
2. risk assessment of the agreed investment and savings proposals in the proposed budget package, and;
3. key risks identified, monitored and managed through the Council's risk management strategy in the corporate risk register.

	Gross Budget Exposure £m	Risk %	Residual Impact £m
1. Budget Process			
Priority 1 - Children's	50	A medium level risk assessment (5%) has been applied to the budget amount potentially at risk	7.2
Priority 2 - Adults	81		
Priority 5 - Housing	13		
2. Savings Proposals			
- Delivery Programme	30	High risk (10%) on savings proposals for 2015-16	3.0
- Transformation costs (e.g. redundancies)	10	Medium risk (5%) of financial impact	0.5
3. Corporate Risk Register	30	Low risk (2.5%) assessment on variety of risks within the corporate risk register	0.8
4. Unidentified Risks			1.0
Total Risks			<u>12.5</u>
Less contingency sums held in Revenue Budget			2.0
Less un-earmarked reserves for the above			16.6
Available after risks			<u><u>6.1</u></u>