

## Adequacy of Reserves – Risk Assessment

Three key assessment areas:

1. identification of risks during the financial planning and budget setting process as set out the report to Council on 9 February;
2. risk assessment of the agreed investment and savings proposals in the agreed budget package, and;
3. key risks identified, monitored and managed through the Council's risk management strategy and included in the corporate risk register.

	Budget exposure	Risk	Residual
	£m	%	£m
<b>1. Budget process</b>			
- Homelessness	10.0	Low to medium risk / 10% to 50% residual impact	
- Employment costs	1.0		
- Supporting people (grant reduction)	1.0		
- Asylum	1.0		
- Looked after children	14.0		
- Adult social care	46.0		
- Waste disposal	6.5		
- Interest earnings	4.0		
- Alexandra Palace and Park	1.7		
	<b>85.2</b>		<b>10.7</b>
<b>2. Savings &amp; investment proposals</b>			
- total savings in 2009/10	9.6	Low to med / 10% to 50%	2.9
- total investments in 2009/10	6.5	Very low risk of negative financial impact	0.0
			<b>2.9</b>
<b>3. Corporate Risk Register</b> (not already dealt with in 1. above)		Impact score (from risk register)	
- Corporate IT systems		7	
- Highways infrastructure		5	
- Strategic sites programme		9	
- Strategic asset projects		7	
- Business continuity plans		8	
			<b>3.0</b>
<b>4. Unidentified risks</b>			<b>3.0</b>
<b>Grand total</b>			<b>19.6</b>