

COUNCIL POLICY NO: 077

Responsible Directorate	Office of the CEO
Responsible Section	Legal and Risk
Responsible Officer	Manager Legal and Risk

OBJECTIVE:

To promote a culture of awareness and commitment to processes that are directed towards the effective and efficient management of risk by the Town.

SCOPE:

This policy applies to all aspects of the Town's affairs and the performance of its functions.

POLICY STATEMENT:

Council acknowledges that risk management is both appropriate and beneficial in the governance of the Town's affairs and the performance of the Town's functions.

The Town will develop, apply and maintain a risk management framework that is in accordance with *Standards of Australia AS/NZS ISO 31000:2018 'Risk Management'*. The risk management framework is to be integrated with the Town's strategic and operational activities. Council recognises that adequate resources and attention are needed to effectively manage risks.

DEFINITIONS:

"risk" AS/NZS ISO 31000:2018 defines risk as "effect of uncertainty on objectives". Risk is often specified in terms of risk sources, potential events or circumstances and the consequences and likelihood that flow from it.

"risk management" AS/NZS ISO 31000:2018 defines risk management as "coordinated activities that direct and control an organisation with regard to risk".

"risk management framework" ISO Guide 73:2009 Risk Management – Vocabulary defines risk management framework as a "set of components that provide the foundations and organisational arrangements for designing, implementing, monitoring, reviewing and continually improving risk management throughout the organisation".

Document Control

Office Use Only:

Previous Policy No	Policy No. 3.2.9
Statutory Legislation and Compliance	<i>Local Government Act 1995</i>
Related Documents/Legislation	<i>Local Government (Financial Management) Regulations 1996</i> <i>AS/NZS ISO 31000:2018</i>
Date of Adoption by Council	Council Meeting – 25 August 2015
Date Reviewed/Amended	26 June 2018 28 July 2020
Next Review Date	April 2024