

Risk appraisal 2019

Risk calculation

Gross risk is defined as a function of the likelihood of an event or outcome occurring and the potential impact of that event. The assessment of residual risks takes into account any actual or proposed controls or actions taken by FCLT to mitigate the risk

Each risk is rated for its impact and likelihood. Impact rated on a scale of 1 to 6 with 6 being catastrophic. Probability rated from 1 to 6 with 6 being almost certain to occur.

Identified risk	Risk rating		Gross Risk (G = I x P)	Planned controls already in place	Further measures to be put in place to minimise risk
	Impact	Probability			
Legal fees exceed those allowed for	4	2	8	Legal fees will nit be agreed without a quotation	
Key trustees no longer able to play their part in running the organisation.	4	4	16		Succession planning needed

Gross risk 1 – 6 Green
 Gross risk 7-12 Amber
 Gross risk 13 – 36 Red