

RISK MANAGEMENT



First Nations
**FINANCIAL
MANAGEMENT
BOARD**



KEY LEARNING OBJECTIVES



Understand risks and how to identify them



Practice documenting and assessing risks



Complete a risk management plan



ICEBREAKER

EXPECTATIONS

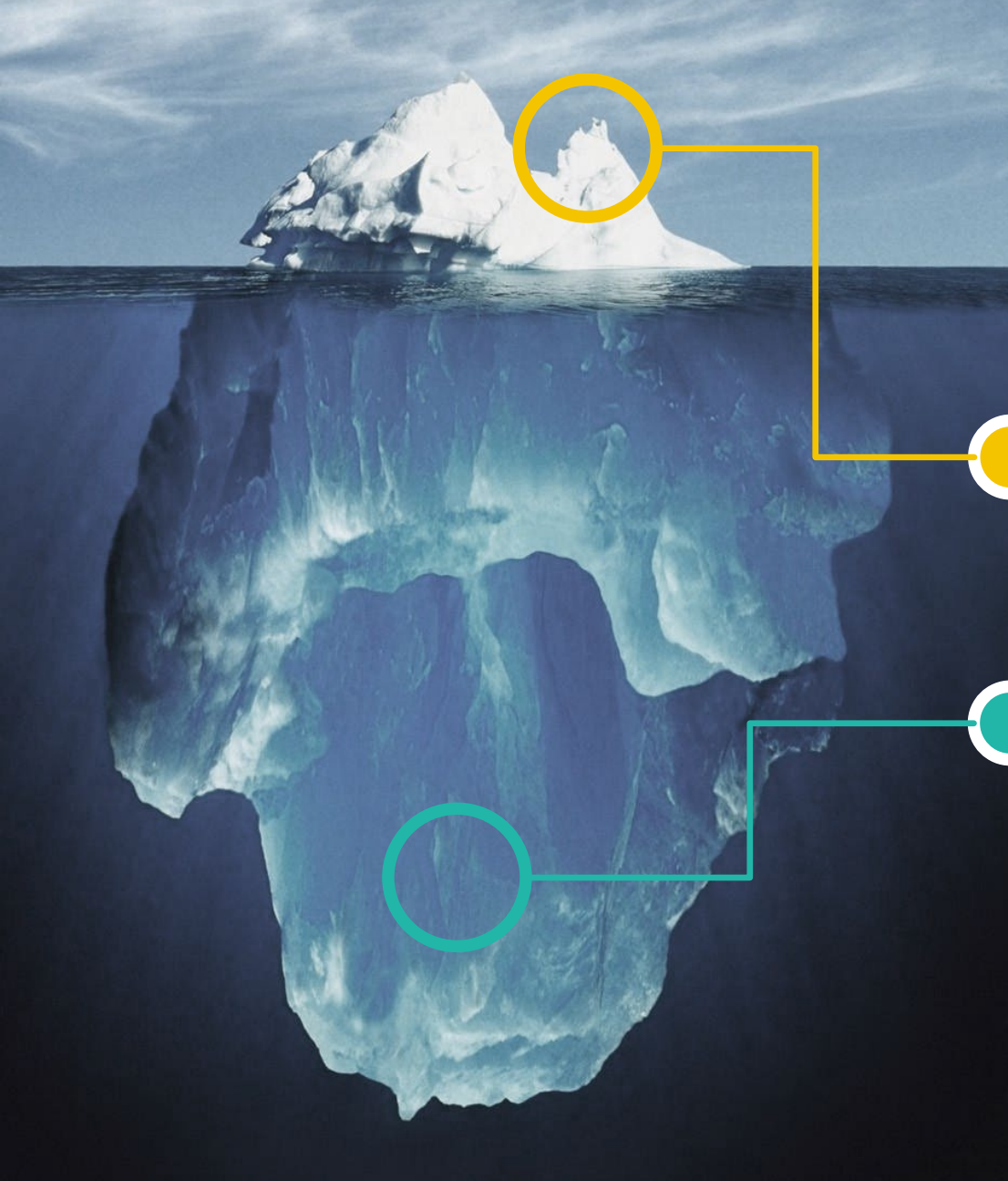
- What are the expectations?
- What are the guidelines?
- What are the learning objectives?



Eight-pointed star
Mi'kmaq petroglyph

INTRODUCTION TO RISK





WHAT IS RISK?

What keeps you up at night?

What ***should*** keep you up at night?



VIDEO

IMPORTANCE

Why is risk management important?

External Forces



Ability to provide quality programs and services to members



Internal Forces

Managing risks



Better results



Better decision making



Better use of resources

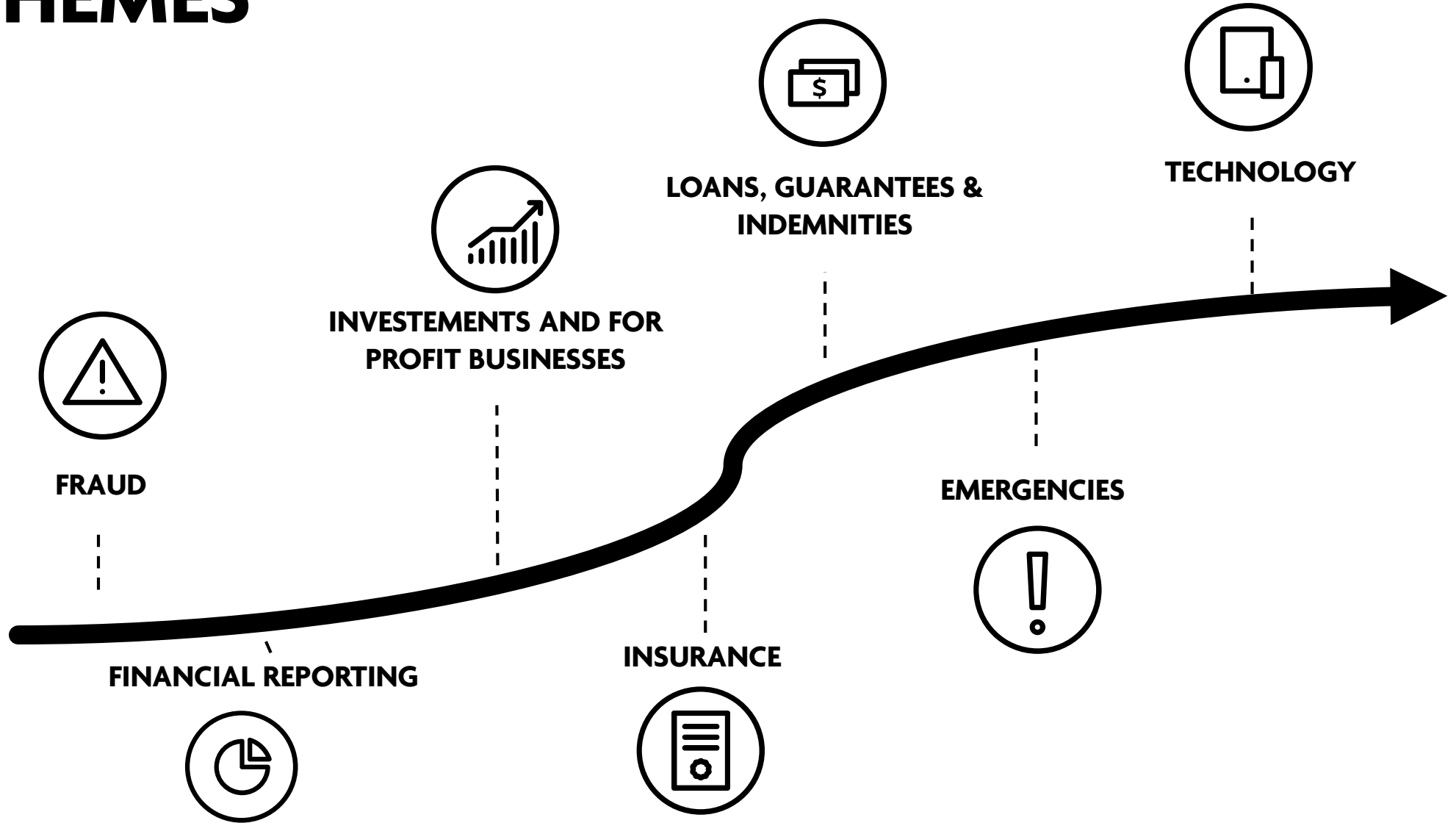


Better security



DISCUSSION

RISK THEMES





GROUP ACTIVITY



RESPONSIBILITY

- Council
- Finance and Audit Committee
- Chief Administrative Officer
- Director of Finance



GROUP DISCUSSION

RISK MANAGEMENT FRAMEWORK



RISK MANAGEMENT FRAMEWORK

RISK DESCRIPTION



- Identify risks
- Describe each risk



RISK ASSESSMENT

- Rate the potential impact
- Rate how likely the risk is to occur



MONITOR AND MANAGE

- Determine risk management plan for high priority areas
- Assign responsibility
- Determine residual risk
- Revisit as needed



ACTIVITY



CASE STUDY

RISK MANAGEMENT PLAN



RISK MANAGEMENT PLANNING TEMPLATE

[illegible]



RISK DESCRIPTION



Risk Description	
	Sample Description Statements
1.	Investments and For-Profit Businesses (required) No rules to guide investments and for-profit businesses by the Nation, according to the FAL
2.	Loans Guarantees and Indemnities (required) Council does not enforce or have rules to govern loans, guarantees, or indemnities, according to the FAL
3.	Insurance (required) No documented or appropriate insurance coverage
4.	Emergencies (required) No emergency and contingency planning
5.	Financial Reporting (required) Lack of rules to govern financial management, according to the FAL
6.	Fraud (required)

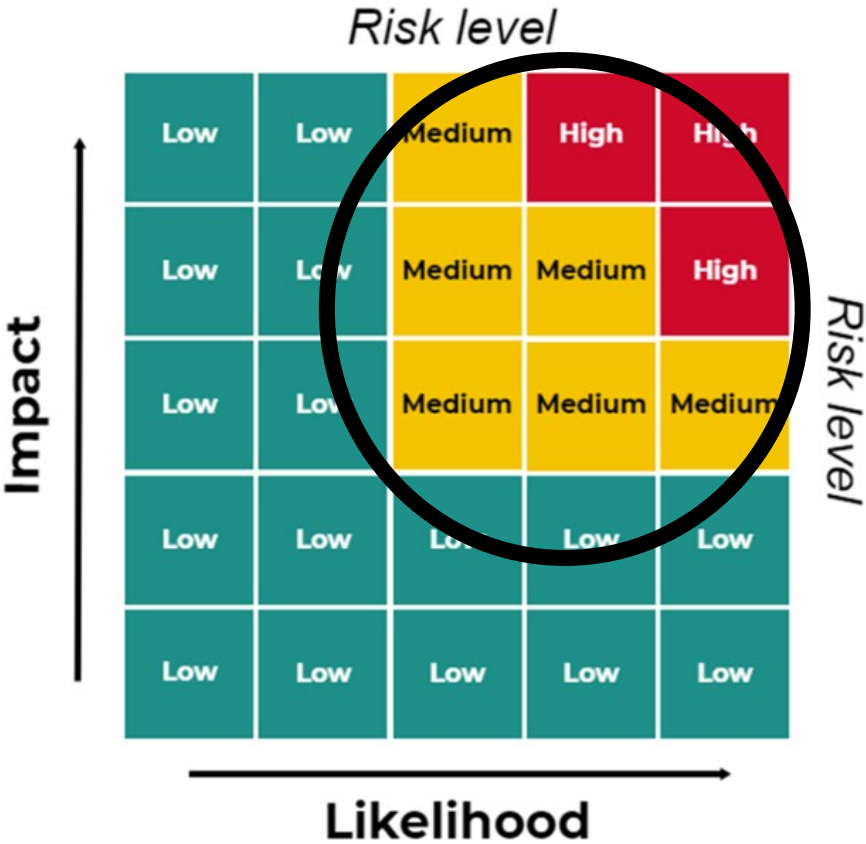
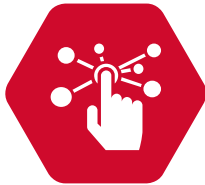


ACTIVITY



ASSESS RISK

Evaluate the risk level according to likelihood and impact





ACTIVITY

MONITOR AND MANAGE

Avoidance

Quit the activity

Reduction

Engage in new activities to reduce the likelihood of the event happening

Share/Transfer

Transfer or share a portion of the risk

Accept

No action is currently taken but risk can be monitored for change

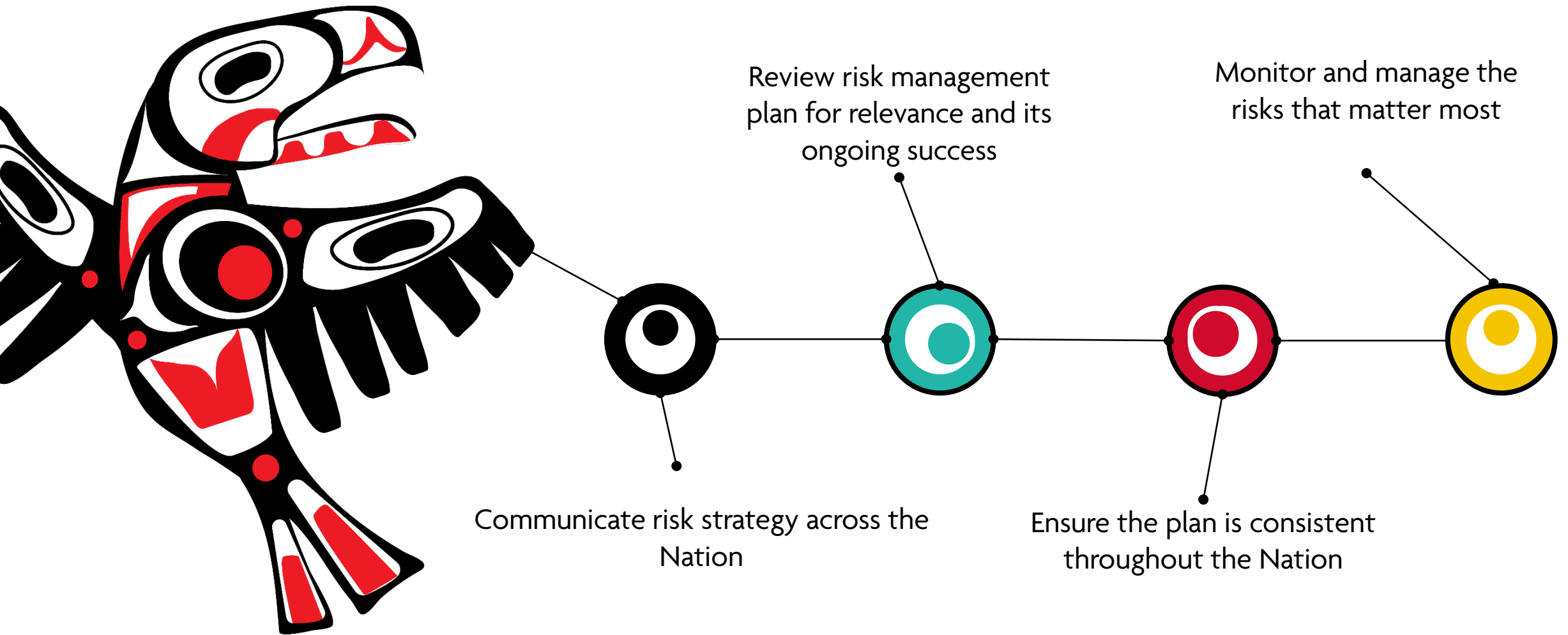


ACTIVITY

WRAP UP



PATHWAY TO SUCCESS





WRAP UP ACTIVITY

A glowing teepee in a snowy landscape under a night sky with the aurora borealis and a forest silhouette.

QUESTIONS? Let's chat.

First Nations Financial Management Board

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