

# Risk Management

**DID YOU  
KNOW?**

## What is a Risk?

**Risk is an unwanted outcome, actual or potential to the department's service delivery and other performance objectives, caused by the presence of risk factors.**



**drdar**

Department:  
Rural Development & Agrarian Reform  
PROVINCE OF THE EASTERN CAPE

**Call the Anti-Corruption  
hotline toll free  
0800 701 701**



**STAY  
HOME**  
SAVE SOUTH AFRICA

# Risk Management

**DID YOU  
KNOW?**

## What is Risk Management?

**Risk Management is a systematic and formalised process to identify, assess, manage and monitor risks**



**drdar**

Department:  
Rural Development & Agrarian Reform  
PROVINCE OF THE EASTERN CAPE

**Call the Anti-Corruption  
hotline toll free  
0800 701 701**



**STAY  
HOME**  
SAVE SOUTH AFRICA

# Risk Management

**DID YOU  
KNOW?**

“

**Risk Management affects the entire department as it improves the achievement of objectives and service delivery**

”



**drdar**

Department:  
Rural Development & Agrarian Reform  
PROVINCE OF THE EASTERN CAPE

**Call the Anti-Corruption  
hotline toll free  
0800 701 701**



**STAY  
HOME**  
SAVE SOUTH AFRICA

# Risk Management

**DID YOU  
KNOW?**

## Consequences of not implementing risk management in the department

- ◆ Reputational damage
- ◆ Project Failure
- ◆ Financial Loss
- ◆ Service delivery protests
- ◆ Negative audit outcomes



**drdar**

Department:  
Rural Development & Agrarian Reform  
PROVINCE OF THE EASTERN CAPE

Call the Anti-Corruption  
hotline toll free  
**0800 701 701**



**STAY  
HOME**  
SAVE SOUTH AFRICA

# Risk Management

**DID YOU  
KNOW?**

“

**Who is responsible for Risk Management?**

- ◆ **Accounting Officer**

**Sets the tone at the top (Senior Management membership on the department's Risk Management Committee)**

”



**drdar**

Department:  
Rural Development & Agrarian Reform  
PROVINCE OF THE EASTERN CAPE

**Call the Anti-Corruption  
hotline toll free  
0800 701 701**



**STAY  
HOME**  
SAVE SOUTH AFRICA

# Risk Management

**DID YOU  
KNOW?**

## Who is responsible for Risk Management?

- Audit Committee**

**Provide an independent review on adequacy  
and effectiveness of Risk Management**



**drdar**

Department:  
Rural Development & Agrarian Reform  
PROVINCE OF THE EASTERN CAPE

**Call the Anti-Corruption  
hotline toll free  
0800 701 701**



**STAY  
HOME**  
SAVE SOUTH AFRICA

# Risk Management

**DID YOU  
KNOW?**

“

**Who is responsible for Risk Management?**

- ◆ **Risk Management Committee**

**Evaluates the effectiveness of risk mitigating strategies to address the material risks of the department**

”



**drdar**

Department:  
Rural Development & Agrarian Reform  
PROVINCE OF THE EASTERN CAPE

**Call the Anti-Corruption  
hotline toll free  
0800 701 701**



# Risk Management

**DID YOU  
KNOW?**

## Who is responsible for Risk Management?

- ◆ **Management**

**Overseeing the management of key risks  
within their area of responsibility**



**drdar**

Department:  
Rural Development & Agrarian Reform  
PROVINCE OF THE EASTERN CAPE

Call the Anti-Corruption  
hotline toll free  
**0800 701 701**



**STAY  
HOME**  
SAVE SOUTH AFRICA



# Risk Management

**DID YOU  
KNOW?**

## Who is responsible for Risk Management?

### ◆ CRO

**Working with Senior Management to  
develop the department's vision for  
Risk Management**



**drdar**

Department:  
Rural Development & Agrarian Reform  
PROVINCE OF THE EASTERN CAPE

**Call the Anti-Corruption  
hotline toll free  
0800 701 701**



**STAY  
HOME**  
SAVE SOUTH AFRICA

# Risk Management

**DID YOU  
KNOW?**

## Who is responsible for Risk Management?

### Other Officials

Integrating Risk Management into their day to day activities (e.g. ensuring payment of invoices within 30 days by timeous processing of invoices to avoid penalties)



**drdar**

Department:  
Rural Development & Agrarian Reform  
PROVINCE OF THE EASTERN CAPE

Call the Anti-Corruption  
hotline toll free  
**0800 701 701**



**STAY  
HOME**  
SAVE SOUTH AFRICA

# Risk Management

**DID YOU  
KNOW?**

“

## Who is responsible for Risk Management?

### ◆ Internal Audit

**Provide an independent objective assurance on the effectiveness of risk management**

”



**drdar**

Department:  
Rural Development & Agrarian Reform  
PROVINCE OF THE EASTERN CAPE

**Call the Anti-Corruption  
hotline toll free  
0800 701 701**



# Risk Management

**DID YOU  
KNOW?**

## “ Why risk Management (Benefits of Risk Management)?

- ◆ **Proactive responses to threats**
- ◆ **More efficient utilisation of resources**
- ◆ **Focuses on understanding the nature and impact of risks**”



**drdar**

Department:  
Rural Development & Agrarian Reform  
PROVINCE OF THE EASTERN CAPE

Call the Anti-Corruption  
hotline toll free  
**0800 701 701**



**STAY  
HOME**  
SAVE SOUTH AFRICA

# Risk Management

**DID YOU  
KNOW?**

## “ Why risk Management (Benefits of Risk Management)?

- ◆ **Improve quality decision-making**
  - ◆ **Increase efficiency and effectiveness of operations**
  - ◆ **Improve levels of compliance to laws, regulations and policies**
- ”



**drdar**

Department:  
Rural Development & Agrarian Reform  
PROVINCE OF THE EASTERN CAPE

Call the Anti-Corruption  
hotline toll free  
**0800 701 701**



**STAY  
HOME**  
SAVE SOUTH AFRICA