

Risk		High level of savings in 13/14 plus further savings of £58m in 14/15 - 17/18 is a risk to the financial stability								
Likelihood	5				Risk Owners	Hannam, Tim	Current Score	15	Last Review	01/08/2013
	4						Target Score	5 x 3	Next Review	30/10/2013
	3				Triggers		Previous Score	15		
	2				Failure to plan or deliver savings Reserves fall below minimum requirements		Likelihood Factors (Vulnerability)	Complexity of savings in 2013/14 2014/15 - 17/18 There may be difficult service choices arising from the need to make savings - can these be delivered 2013/14 Government will be changing the Formula Grant System		
	1						Potential Consequences	Council is driven to take short term decisions to address budget gap Failure to deliver objectives/meet service standards Unplanned use of reserves Undermines Members confidence of financial governance of Council Adverse auditor comment May lead to short term unplanned action. 2013/2014 Further service reductions arising from yet further required savings.		
		Consequence								

Actions/Controls Already In Place	Adequacy	Critical Success	Required Management Action/Control	Responsibility	Target Date
Medium Term Financial Planning	Good	Clearer awareness of consequences of MTFP processes	Track record of delivery We have achieved savings targets to date - and continue to monitor monthly <u>to ensure</u> delivery.	Hannam, Tim	05/08/2013
Effective budget management/delivery of savings	Good	Ongoing Budgetary compliance forecasting profiling	OTP Organisational Transformation Plan. Majority of OTP programme is on track <u>to deliver</u> savings	Hannam, Tim	05/08/2013
OTP Programme	Reasonable	Delivery of key transformational programme	MTFP Continue to use MTFP process to focus organisational effort on identifying and <u>delivering</u> medium term savings	Hannam, Tim	05/08/2013
Agreement of budget	Good	Members support of budget proposals			
CLT/senior management support need to plan and deliver savings	Good	All CDs and ADs continue to identify savings or reduce pressures which achieve the overall corporate savings gap and ensure delivery			

Risk Path: Extensive Nature of Savings/0 CLT Corporate Strategic Risks/Milton Keynes Council