



RISK MANAGEMENT POLICY

1 Aim

The Corporation is committed to proactively managing risks inherent in its business activities, including those that may impact on the general public.

2 Legislation

Water and Sewerage Corporations Act 2008

3 Policy

The Corporation will:

- integrate risk management including risk to the general public, with corporate planning, project development and management, financial planning and assessment, economic evaluation and operations and maintenance procedures;
- address risks by the development of appropriate and practicable business systems;
- ensure any risks that may cause injury or illness to members of the public, or loss or damage to public or private assets are clearly identified and mitigated wherever practicable;
- develop systems that comply with AS/NZS 4360;
- develop strategies to meet changes in regulatory requirements;
- ensure that all business processes are undertaken in a manner that is sustainable and considerate of all potential stakeholder interests, including the general public;
- develop and maintain appropriate documentation to manage risks;
- develop and maintain appropriate reporting systems that provide a true and fair representation of risk status; and
- provide resources to support risk management activities.

To achieve this the Corporation will:

- maintain an appropriate risk register(s) and risk treatment schedule(s);
- ensure that all identified risks are managed in a manner appropriate to the nature, degree and potential consequences of the risks;
- develop and implement risk management performance measures and assess performance against these measures;
- promote awareness and understanding of risk issues to Corporation employees, visitors and contractors;
- ensure all employees are aware of the responsibility to improve the risk mitigation performance of the organisation;
- ensure the Corporation's management, employees and contractors have the skills and commitment required to exercise due diligence in the management of risks; and
- purchase relevant insurances to minimise financial losses, and ensure an annual review of the adequacy of cover and the extent of exclusions is presented to the Board.

4 Responsibilities

This policy applies to all internal and external activities, employees, visitors, customers and contractors.

This policy assigns responsibility for risk management to all Corporation employees and acknowledges that corporate responsibility lies with the Board, CEO and Executive.

All staff are required to comply with the spirit and letter of this policy and its associated procedures and undertake any relevant training as required.

5 References

- Risk Management Procedures
- Shareholders' Letter of Expectations
- AS/NZS 4360: Risk Management
- ASX Corporate Governance Council Corporate Governance Principle 7.

Approved by the CEO on 29/06/2009



Signed: _____