

## Audit and Assurance Committee Meeting

Date of Meeting	Tuesday 10 October 2023
Paper Title	Review of Assigned College Risk Registers
Agenda Item	19
Paper Number	AAC1-0
Responsible Officer	Jim Godfrey, Finance & Resources Director
Status	Disclosable
Action	For Noting

### 1. Executive Summary

1.1. This paper provides a review of the risk registers of the assigned colleges.

### 2. Recommendations

2.1. The committee is invited to **note**:

- The latest risk registers of the assigned colleges were recently reviewed by the audit committees of the colleges.
- The latest risk registers of the three colleges have been provided to, and reviewed by, the GCRB Finance & Resources Director.
- The colleges have assessed several risks that have increased in likelihood/impact. This is particularly the case within City of Glasgow College.
- The most significant area of increased risk assessment relates to staffing matters.

### 3. Background

- 3.1. The management of risk is an important issue for GCRB in respect of its systems of internal control. Extensive work has taken place to further develop, and enhance, GCRB's arrangements in respect of risk.

### 4. Report

- 4.1. The colleges send a copy of their most recent risk registers to the GCRB Finance & Resources Director on a regular basis.
- 4.2. The format of this report includes the high, and medium, level risks identified by the colleges. These are summarised in the Annex to this report. Within the annex the high risks are shown in bold text against a darker background. Additionally, a small arrow is shown against each risk to indicate whether the college believes this risk is increasing, decreasing or remaining the same.
- 4.3. The risk registers have been reviewed and the following observations are made:
- The timing of audit committees means that the (assigned college) risk registers are currently being considered by Boards and therefore may change.
  - The risks are those identified by the individual colleges relating to their strategic plans. As such, there will be some risks that are particularly important to one college.
  - There are many risks that are common to all colleges e.g. financial sustainability, funding, employee relations and cyber security. Risks have been grouped together within Annex A and these risks also feature in the GCRB risk register.
  - Some of the risks facing the colleges are impacted by factors that are outside the direct control of the college.
  - The risks, shown in Annex A, are the residual risks i.e. after the colleges have implemented mitigating actions. The highest residual risks, shown in the annex, are those that the colleges have assessed as having a residual risk of 12 or more<sup>1</sup>.
  - The main changes, compared to the risks identified by the colleges in May 2023, are:
    - Increased assessment of risks regarding the staff of Glasgow Kelvin College.
    - Increased assessment of risks relating to the facilities of Glasgow Clyde College.
    - Reduction of the risks associated with a failure to achieve SFC credit target and clawback of funding in Glasgow Clyde College<sup>2</sup>.
    - The number of higher risks, identified by City of Glasgow College, has increased. Risks relating to staffing matters, achievement of student success and the ability to secure funds from the Arms' Length Foundation have all increased.

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<sup>1</sup> All 3 colleges are now using the same basis for risk assessment i.e. likelihood and impact are evaluated on a scale of 1 to 5 and multiplied together. Residual risks (with a score of 12) are shown in the lighter shade in the annex with the highest risks (with a score of 16 or higher) are shown in the darker shade.

<sup>2</sup> The risk has reduced to such a level that it is a lower priority within the college risk register and therefore no longer appears in the annex to this report.

## **5. Risk and Compliance Analysis**

**5.1.** The key risks relating to each college are set out in the body of the report. Some of these risks are specific to an individual college but, as can be seen, many risks are common to all colleges and the risks facing the Glasgow college region. This report also informs the GCRB risk register.

**5.2.** There are no legal implications arising from this report.

## **6. Financial and Resource Analysis**

**6.1.** There are no direct financial implications as a result of this report. The quarterly review of college risk registers, and reporting to the GCRB Audit and Assurance Committee, is undertaken by the GCRB Finance & Resources Director.













## **7. Equalities Implications**











**7.1.** There are no equalities implications arising from this report.

## **8. Learner Implications**

**8.1.** Several risks have the potential to impact on the learner experience. The management of these risks is a core element of the college strategies.

**8.2.** Through the conditions of grant, associated with the regional outcome agreement, GCRB is required to conduct its affairs in accordance with the expected standards of good governance, which include establishing appropriate arrangements in relation to risk.

	City of Glasgow College September 2023	Glasgow Clyde College September 2023	Glasgow Kelvin College September 2023
<b>Financial sustainability</b>	Failure to agree a sustainable model/level of regional funding. 		Inability to secure appropriate level of funding to deliver objectives. 
	Failure to secure sufficient capital investment. 	Failure to manage college financial sustainability through period of financial plan. 	
	Failure to achieve operating surplus via control of costs and achievement of income targets. 		
	Failure to maximise income through diversification. 		
	Failure to obtain funds from the City of Glasgow College Foundation. 		
<b>People</b>	Negative Impact of industrial action. 	Implications of national bargaining and possible negative impact on employee relations. 	Negative impact of strike action in relation to pay. 
	Failure to attract, engage and retain suitable staff. 		Not having a agile, motivated, well-informed, or appropriately skilled workforce. 

	City of Glasgow College September 2023	Glasgow Clyde College September 2023	Glasgow Kelvin College September 2023
Students			Negative impact of ChatGPT or other AI means to undertake course work and assessments. 
	Failure to support successful student outcomes and progression. 		Failure to recruit or retain sufficient students or learners. 
Continuity	Failure of business continuity. 	High impact business continuity incident for college e.g. cyber-attack, pandemic, fire, long-term power loss, power rationing. 	A widespread cyber-attack breaches college defence. 
Learning Spaces		Failure to maintain and develop appropriate accessible, dynamic, flexible learning and social spaces. 	
Curriculum Plans	Failure to achieve improved business development performance with stakeholders. 		
Reputation	Negative impact upon college reputation. 		
College Strategy	Failure to achieve taught degree awarding powers. 		Being forced into a position that it against our vision and mission e.g. a single governing body for Glasgow. 