Risk Management in the NHS

A Finance Skills Development Production

Presented by Steve Carlyle

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• Reasons for the emerging importance of risk
• Identifying the risk factors
• Risk management in the NHS
• Risks are uncertain events that could harm the organisation

• Opportunities are uncertain events that could benefit the organisation and help it achieve its goals

• An organisation needs to identify & manage risks & opportunities

• NHS operates in uncertain medium to long term environment
Risk Management Overview

- Risk Identification
- Risk Analysis
- Risk Planning
- Risk Monitoring

List of Potential Risks
Prioritised Risk List
Risk Avoidance & Contingency Planning
Risk Assessment

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Identifying Risks

• Strategic Risks – Whole organisation over the long term
• Operation Risks – Day to day short term running
Identifying Risks & Opportunities

Identifying Sources

Market
Service reputation
Gearing
Political
Regulatory
Economic

Interest rate
Legal
Technology
Environmental

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Analysing Risks

- Severity – Impact of the risk on the organisation.
- Probability – The likelihood of the risk actually occurring.
Analysing Risks using a risk map

Likelihood

Low

High

Impact / consequences

Low

High
Risk Planning

- Transference
- Acceptance
- Avoidance
- Reduction

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## Creation of the Risk Register

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<thead>
<tr>
<th>Risk Identification</th>
<th>Qualitative Rating</th>
<th>Risk Response</th>
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