

HUU-AY-AHT FIRST NATIONS



RISK MANAGEMENT POLICY REGULATION

Provisions of the Financial Administration Act, HFNA 2011, relevant to the enactment of this regulation: section 73.

REGISTRY OF LAWS CERTIFICATION

I certify that the *Risk Management Policy Regulation* was passed by Executive Council on:

April 1, 2011


Chief Councillor Robert Dennis Sr.

I certify that the *Risk Management Policy Regulation* is enacted as law on:

April 1, 2011


Ta'yii Hawilth Derek Peters

I certify that the *Risk Management Policy Regulation* came into force on:

April 1, 2011


Law Clerk Connie Waddell

RISK MANAGEMENT POLICY REGULATION

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Application

- 1 This regulation applies to
 - (a) government,
 - (b) Huu-ay-aht public bodies, and
 - (c) Huu-ay-aht business enterprises.

Purpose

- 2 The purpose of this regulation is to ensure risks to government, Huu-ay-aht public bodies and Huu-ay-aht business enterprises are regularly assessed and mitigated to the extent possible.

Risk assessment

- 3 (1) A risk assessment must be
 - (a) completed before the beginning of each fiscal year, and
 - (b) reviewed and adjusted at least once during each fiscal year, and more often if there is significant change to the assessed risksfor each entity listed in section 2.
 - (2) The Executive Director is responsible for undertaking, reviewing and adjusting the risk assessment required under subsection (1) for government and Huu-ay-aht public bodies and for mitigating the risks for those bodies.
 - (3) The chief executive officer of the Huu-ay-aht Development Corporation is responsible for undertaking, reviewing and adjusting the risk assessment required under subsection (1) for Huu-ay-aht business enterprises and for mitigating the risks for those bodies.
 - (4) Risks to be considered in conducting a risk assessment include
 - (a) financial risks, such as those associated with changes in interest rates, investment returns and exchange rates,
 - (b) business risks, such as those associated with prices, supply of raw material and demand for products and services,
 - (c) legal risks such as those associated with liability for loss or damage, breach of contract or intergovernmental agreement and other legal claims,
 - (d) human resource risks such as those of key employees becoming unavailable and abuse of trust by persons in positions of trust,

- (e) risks associated with natural phenomena such as earthquakes, tsunamis, forest fires, and extreme weather events, and
- (f) risks associated with loss of government infrastructure and other physical assets.

Insurance requirement

- 4 Entities referred to in section 2 must ensure they have sufficient insurance coverage to provide protection
 - (a) for their physical assets, and
 - (b) against potential liability claims.

Risk mitigation measures

- 5 An identified risk must be mitigated by taking actions, including any of the following that are possible, appropriate and cost effective:
 - (a) ensuring the risk is communicated to all employees and other persons whose actions may affect that risk;
 - (b) actively monitoring the risk;
 - (c) having a plan of action and implementing it if the risk is realized;
 - (d) taking preventive action to reduce the risk;
 - (e) insuring against the risk including using hedging strategies to manage financial and business risks.