APPENDIX 2 – Key strategic and operational risks for the Highway Infrastructure Contract

Risk	Description	Action to avoid or mitigate risk	Risk rating
Contract Performance Shortfalls	Lack of appropriate governance controls present Council and stakeholder risk on contract performance	• Monthly monitoring of Contractor Performance • Governance cycles adopted to ensure contract accountability and opportunities for escalation to Senior Management.	C2
Inadequate Financial Controls	Costs incurred above base budget allocation.	• Contract outputs aligned to annual budget setting process. • Programmed approached to financial control and contract valuations for payment.	C2