



# ENTERPRISE RISK MANAGEMENT AND YOU:



## Everyone is a Risk Manager!

### **The Mission of FCSRMC**

*FCSRMC delivers comprehensive and innovative enterprise-wide risk management services and solutions to support the educational mission of the Florida College System.*



At FCSRMC we believe “Everyone is a Risk Manager” (ERM). Each one has the opportunity to impact Risk, either positively or negatively.

Risk management is an increasingly important business driver and stakeholders have become much more concerned about risk.

Risk may be:

- A driver of strategic decisions.
- The cause of uncertainty in an organization.
- Embedded in the activities of the organization.

An enterprise-wide approach to risk management enables an organization to consider the potential impact of all types of risks on all processes, activities, stakeholders, products and services.



# “A Structured Approach to ERM and the Requirements of ISO 31000”

Excerpt from the Executive Summary “A Structured Approach to ERM and the Requirements of ISO 31000” published by AIRMIC, Alarm and the IRM - all based in the U.K.

## The Intent of ERM

- To manage risk better to support opportunities.
- To identify, assess and prepare for what could go wrong.
- To focus on what’s most important to the Consortium and its stakeholders, and link key risks to key goals & objectives.

## Benefits of ERM

The benefits are both external and internal to the organization.

### Strategic Planning:

- Establishes links between key initiatives, risks and planning.
- Better planning for resource requirements.
- Managing key risks assures a higher likelihood of success.

### Understanding Risk Exposures:

- Reduces uncertainty.
- Improves response time and resilience.
- Reduces disruptions to on-going operations.

### Decision Making:

- More thorough and holistic decision making.
- Improves planning, budgeting & allocation of resources.
- Reduces wasteful spending on low-risk exposures.

### Perception and Reputation:

- Improves credit agency ratings.
- Enhances value by minimizing losses and maximizing opportunities.
- Reduces chance of financial “surprises” & unpreparedness.

### Work Culture:

- Improves accountability and awareness of risks.
- Strengthens work culture and resilience.
- Helps focus on what really matters to the organization.



## Why FCSRMC is Implementing ERM...

- As a reliable basis for decision making.
- For operational effectiveness.
- To wisely use and allocate resources and minimize surprises.
- To maintain and grow stakeholder confidence.
- Be a leader, be forward thinking and responsive to change.