

# Risk Management

<b>Policy #: 2780</b>	
<b>Date Approved:</b>	<b>Revision Date:</b>

Risk refers to the probability of an event and potential consequences to an organization associated with that event's occurrence. Risks do not necessarily exist in isolation from other risks and so a broader view is necessary than just focusing on one risk. The Park District's insurance company shall give an opinion on major risks, when appropriate.

A risk is defined as Major when the combination of an event's probability and the potential consequences is likely to:

- Impair the achievement of the Vashon Park District's strategic goal or objective;
- Result in substantial financial costs either in excess of the Park District's ability to pay or in an amount that may jeopardize the Park District's core mission;
- Result in safety and/or liability issues that could result in major injury or death;
- Create significant damage to the Park District's reputation; or,
- Require intervention by an external body.

A simple risk assessment methodology will be followed when a risk is defined as Major. Where appropriate, a risk plan with a critical path will be formulated to help mitigate the risk.