

**Capital Budget 2006/07  
Financial Risk Assessment**

| <i><b>Risk Identified</b></i>  | <i><b>Type of risk</b></i> | <i><b>Impact<br/>Scale 1-4<br/>with 4<br/>being<br/>most<br/>severe</b></i> | <i><b>Probability<br/>Scale 1-4<br/>with 4<br/>being most<br/>probable</b></i> | <i><b>Impact x<br/>Probability</b></i> | <i><b>Level of<br/>Risk</b></i> | <i><b>Value Range</b></i> |                     |
|--|----------------------------|---|--|--|---------------------------------|---------------------------|---------------------|
|  |                            |   |  |  |                                 | <i><b>Min.</b></i>        | <i><b>Max.</b></i>  |
|  |                            |   |  |  |                                 | <i><b>£'000</b></i>       | <i><b>£'000</b></i> |
| Implementing Electronic Government - costs exceed best case estimates                                    | Operational                | 1   | 3  | 3                                      | Low                             | 0                         | 130                 |
| Receipts from Asset Sales not Realised - would affect affordability of capital programme in future years | Strategic                  | 4   | 1  | 4                                      | Low                             | 0                         | 7,200               |
| Phelps Parade Refurbishment - Costs exceed outline estimates   | Operational                | 1   | 2  | 2                                      | Low                             | 0                         | 100                 |
| Regional Housing Pot Grant - not agreed beyond 2006/07   | Strategic                  | 2   | 1  | 2                                      | Low                             | 0                         | 400                 |