

12 Risk Management

This Risk Management policy establishes a guideline and approach for successful management of risks that a project might face during its entire life cycle. Risk management tasks involve proactively identifying and mitigating project risks to facilitate project success. To do so the following must be considered:

- 5 Recognize that risk will always exist in construction and that the objective of a Risk Management Plan is to minimize its impact.
- 5 Not all risk will be eliminated. While some may be others will only be mitigated or managed in another way *e.g. transferred..
- 5 Risk should be carried by the party most suitable to do so. However the transference of the Risk should be equitable and not arbitrary.
- 5 Guidance is needed for the systematic approach to the identification (quantification) and the monitoring/controlling of risk.

1 Such will necessitate the development of control documents such as the 'Risk Register'.

- 5 The early evaluation of costs due to risks serve as a