
LCRA BOARD POLICY

222 – RISK MANAGEMENT

Sept. 21, 2016

222.10 PURPOSE

This policy establishes risk management objectives for LCRA.

222.20 POLICY

LCRA will maintain a comprehensive risk management program that identifies, assesses, monitors and manages material risks to LCRA's mission and objectives. LCRA will pursue operational excellence and accept normal business risks while complying with all applicable laws and regulations, protecting the environment under its stewardship, and preserving its reputation.

222.30 OBJECTIVES

The objectives of LCRA's risk management program are to:

- A. Manage financial, market and business risks to ensure the financial integrity of LCRA;
- B. Manage, develop, use and protect LCRA assets to provide reliable, cost-effective services for its customers; and
- C. Manage LCRA operations in a manner to reduce or mitigate, to the extent feasible, the conditions, hazards and practices that may cause losses.

222.40 RESPONSIBILITIES

The GM/CEO will design and implement a risk management program to meet the policy and objectives set out above and will provide to the LCRA Board of Directors an update on the program twice per year.

222.50 AUTHORITY

LCRA enabling legislation, Texas Special Districts Local Laws Code, Section 8503.004 Texas Government Code, Section 2259.001 et seq.

EFFECTIVE: August 1987. Amended Oct. 18, 1990; Feb. 20, 1992; Nov. 17, 1999; Sept. 23, 2009; March 23, 2011; and Sept. 21, 2016.