

## **APPENDIX A**

### **INTERNAL CONTROL CLASSIFICATION.**

The Internal control classifications are as follows: -

<b><u>Category</u></b>	<b><u>Classification</u></b>
<b>Full Assurance</b>	Minimal or no risks identified with controls operating as expected or a few areas identified where changes would be beneficial.
<b>Reasonable Assurance</b>	Controls appear to be operating effectively however a few weaknesses have been identified that requires systems to be strengthened.
<b>Limited Assurance</b>	A significant weakness or a number of weaknesses have been identified within internal controls, resulting in an increased risk to the Authority.
<b>No Assurance</b>	Unacceptable risks identified; with fundamental improvements required.

### **RISK RATING CATEGORIES.**

The Risk Rating classifications are as follows: -

<b><u>Category</u></b>	<b><u>Suggested Indicators</u></b>
<b>High</b>	Action that is considered significant and ensures the Authority and the service is not exposed to considerable risks.
<b>Medium</b>	Action that is considered necessary to avoid exposure to risks.
<b>Low</b>	Action that is less significant to the overall risks of the Authority but will result in enhanced control to the service.

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