GRC

GOVERNANCE RISK AND COMPLIANCE

GRC Definition

GRC as an acronym denotes Governance, Risk & Compliance — but the full story of GRC is so much more than those three words.

Governance
The means by which an organization is directed and controlled.

Risk
A possible event that could cause harm or loss or make it more difficult to achieve objectives.

Compliance
Ensuring you follow the appropriate guidelines and use proper, consistent accounting practices.

What is GRC

1) Governance

Governance is the process of ensuring that all organizational activities (IT operations, training, etc.) are aligned in a way that supports and advances the organization's overall goals and objectives. Governance typically involves the organization's key decision-makers, such as its board members or high-level executives.

2) Risk Management and GRC Security

Risk management involves identifying, assessing and controlling threats and risks to the organization. These threats could be financial pitfalls, legal consequences, cybersecurity threats, commercial liabilities, management errors and even natural disasters and other accidents.

3) What Is GRC Compliance?

GRC compliance involves aligning organizational activities with the laws and regulations that impact them. These regulations could be legal mandates, like privacy or environmental laws, or voluntarily established company policies and procedures.

Why GRC

➢ Stakeholders demand high performance along with high levels of transparency

➢ Regulations and enforcement are ever-changing and unpredictable

➢ Exponential growth of third-party relationships and risk is a management challenge

➢ The costs of addressing risks and requirements are spinning out of control

➢ The harsh impact when threats and opportunities are not identified

GRC Capabilities

GRC is the integrated collection of capabilities that enable an organization to reliably achieve objectives, address uncertainty and act with integrity

These capabilities include:

➢ The work done by Internal Audit, Compliance, Risk, Legal, Finance, IT, HR

➢ The work done by the Lines of business, The executive suite, and The board

➢ The outsourced work done by other parties and carried out by external stakeholders

Benefits of Well-Planned GRC Management and Strategy

CURRENT STATE
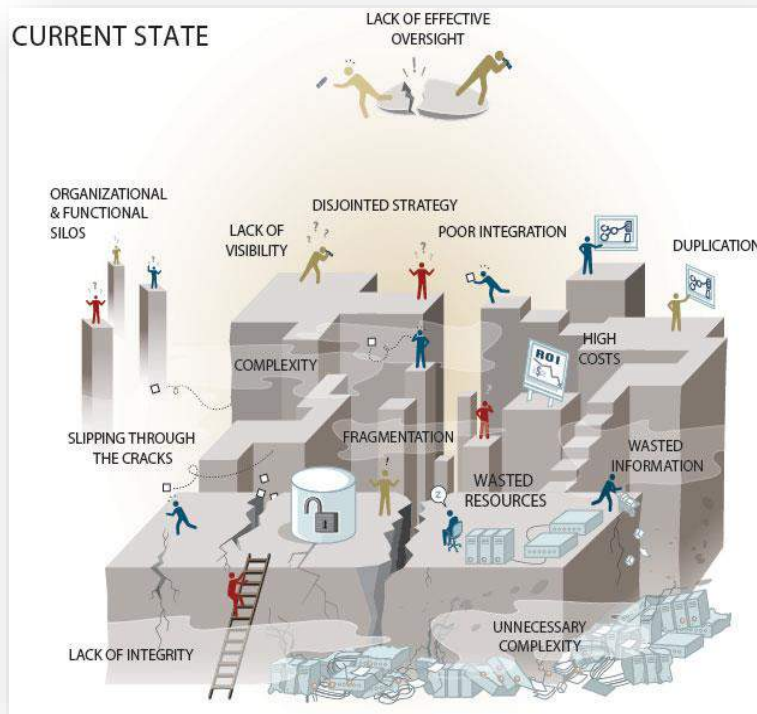
- High costs
- Lack of visibility into risks
- Inability to address third party risks
- Difficulty measuring risk-adjusted performance
- Too many negative surprises

FUTURE STATE
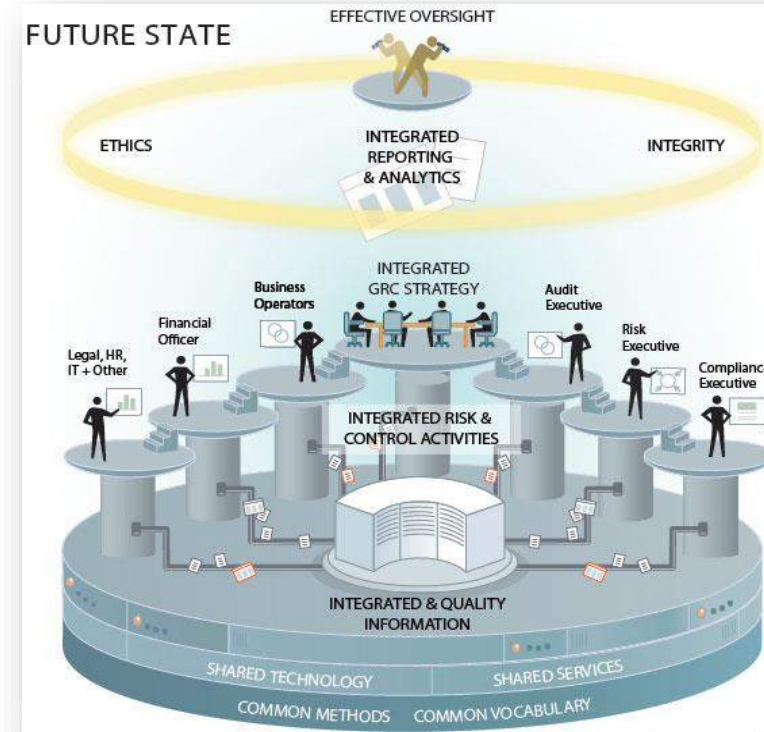
- Reduced costs
- Reduced duplication of activities
- Reduced impact on operations
- Achieved greater information quality
- Achieved greater ability to gather info quickly & efficiently
- Achieved greater ability to repeat processes with consistency

Solutions to Manage GRC

GRC solutions
- In order to address the needs of GRC, Technology solutions is needed.
- Solutions should enable the leadership to monitor GRC across the enterprise by ensuring business processes and information technology continue to align to the governance, risk and compliance requirements of the organization.

Capabilities include:
- Document management(Policy & process Management)
- Risk management Framework
- Regulation and Compliance management Framework
- Audit management
- Reporting
- Analytics

Thanks