Managing Risk in Business:

Risks in Business are one of the most event or circumstances which have a negative effect on your business. In running business, there are many types of risks in the business.

This risks are mostly enter in business when any changes are occurs in the business and it affects in business very effectively. If any risks are affects in the business, then some of these potential changes can destroy a business, while others can cause serious damage that can be costly and time consuming to repair.

Example:

In college, there are many changes and pressures as administrative manager for large staff faculty of educations. These changes and pressures are mostly translate into risks for colleges which are causing major cuts in colleges funding, changes in way courses are delivered and a grater consideration of scale because it resolve and reduced the risk of colleges.

Roles of Risk Management for the colleges:

There are many roles are available in risk management for colleges such as:

1. Budgeting problems
2. Lecturer problems
3. Damaged reputation
4. Changing in college Environment(Rules)

<1> Budgeting problems:

When any problems such as new benches are purchased for classroom in college then it creates more expenses. This is the Budgeting problem for college because when any expenses are created then these expenses are cutting in college funding. So Budgeting problems are one role of risks in the colleges.

<2> Lecturer problems:

Deficiencies of lecturers are created in college. Then many problems are created for students in colleges. So when decrease the lecturer in college then it is the one role of lecturer problems and it is the one type of risk in colleges. So this problem is mostly solving that when many lecturers are increase in the college. And then solve the efficiency of lecturer in college.

<3> Damaged Reputation:

When deficiencies of lecturers are created in college, strikes of the students and other problems of colleges are damaged the reputations of the colleges. These problems are decreases the credit of the colleges. Damaged the reputation of college is the most affected role of the risk management for the colleges. If colleges are damaged the reputation then other students and lecturers will not study or lectured in these uncreditable colleges.

<4> Changing in college environment (Rules):

Ago Rules of colleges are not strict, but then rules of colleges are changing and these rules are very strict. So it creates many problems in colleges such as many students are not come to study in college. Thus any rules as environment of colleges are change then it is the one type of risk and it creates the many problems.

Importance of measuring the risk in college:

Many problems are created in the colleges, so there are more risks are increased in the colleges. Then its solutions are most necessary in the college and reduce the risk in colleges. So first of all find the risk, and then measuring the risk of college which are finding ago. Thus these risks are measuring and then few risks are reduced in college. There many importances are available for measuring the risk in college such as:

1. Understand the meaning of unpredictability risk
2. Manages the Budget of college
3. Changing only affective environments (Rules)
4. Create Positive Reputation of college

<1> Understand the meaning of unpredictability risk:

When finding the risk then it measuring. So we understand the meaning of unpredictability risk. And then solve the unpredictability risk and reduced the few risk. So measuring the risks are most important for reduced the unpredictable risk in college.

<2> Manages the Budget of college:

If any expenses are created then it is cutting in the college funding. So its budgets are created many problems of college and it is the most affected risk of the college. So this risk is measuring such as manage the budget for expenses of colleges. Then it reduced the risk of budget for expenses in college. Thus the management of budget is most important to affect the expenses of college.

<3> Changing only affective environments (Rules):

When any rules are changing in the college, but these rules are very strict. So many student and lecturer are affected to these strict rules and created the many problems. Then colleges are contain in one type of risk and measuring as risk and solve this problems. So colleges are reduced the appropriate strict rules and change it. Thus this is changing the environment of college effectively and efficiently.

<4> Create Positive Reputation of college:

Any problems are damaged the reputation or credit of the college. These problems are deficiencies of lecturers in college, strikes of the students and other problems of colleges. Then college is measuring this risk and solves the problem and save the negative reputation of college. So it creates the positive reputation or credit in the students’ and lecturers’ mind. Thus this is most important to spread positive reputation or credit of college.

Types of risk facing the college:



Types of risk can vary from college are some risks, but most colleges have in common. As well as listing the risk, it is also useful to list what results could be if the risks actually happen. There are many types of risk facing the college such as:

1. Fulfillment Risk
2. Lecturer Risk
3. Environment Risk
4. Budget(Financial) Risk
5. Planned Risk

<1> Fulfillment Risk**:**

When many rules or regulations are available in colleges then these rules or regulations are follow the students and lecturers. Many agreements of colleges are also available in college like few courses must be required in fixed department or other departments. So these rules and regulation and agreements are the fulfillment risk, which is also followed by students and lecturers. Fulfillment risk is also known as agreement risks and compliance risk.

<2> Lecturer Risk:

Deficiencies of lecturers are containing in lecturer risk. Lecturer risk is most affected type of risk management to the lecturers. When decrease the lecturers in college then also created the lecturer risk. So its solution must be required in colleges and its solution is increased the more lecturers in college. So then reduced this risk in college.

<3> Environment Risk:

Environment risk means that reputation or credit of the college. When more risks are created and then many problems are occurs in college. So reputation or credit of college is damaged and affected to college environment very badly. So this risk is immediately reduced and save the reputation or credit of the college. Thus this risk is mostly used to create the positive reputation ore credit in students’ and lecturers’ mind.

<4> Budget (Financial) Risk:

Many expenses are created in college like many computers are acquire for create new lab in college. Because of these big expenses, budget or financial risk is created in college. If small budget is available in college then it create more problem or budget risk in college and these expenses are cutting in the college funding. If budget of college is manage and then doing the expenses at appropriate place then many problems of budget is not created in college. So budget or financial risk is most affected to the college.

<5> Planned Risk:

If we are working without any planning then many problems are created. So planned risk are mostly used to knowing us that first of all do planning and then working. Same problems are created in college; so many workers will prepare the planning and then working on its appropriate task. If first we will doing plan and then working on task, then problems are not created in its task. Thus planned risk mostly knows to us that first of all we will do plan and then working on this task and this work is perform very effectively.

The impact the external environment of college:

Many risks are created in college, so it creates many problems in college. Thus risks are affected to external environment very badly. So there are available the impact the external environment of college such as:

1. Reputation or Credit
2. Reduced students and lecturers
3. Affect to external relationship

<1> Reputation or Credit:

When many risks are created in college then many problems are also created. So it damaged to the reputation or credit of college. These risks are mostly created through strikes of the students, decrease the lectures and other problems. These reasons are created many problems and then it affected to the reputation or credit of the college. When reputation or credit of college is damaged then it breaks the relationship to the external environment.

<2> Reduced students and lecturers:

If any rules and regulations are created in college, but these rules and regulations are very strict for students and lecturers. So many students and lecturers are affected to these strict rules and regulation and not study or lectured in college. Thus many students and lecturers are goes to other colleges. And many students and lecturers are reduced in this college. So many benefits are losses in its college.

<3> Affect to external relationship:

Many risks are created in college and it is occurred many problems. So these risks are damaged the reputation or credit of the college in external environment, then it affect to the external relationship. These risks are breaks the relationship of external environment like government and other labors. Because of this affectation, many relationships are damaged and many problems are created. Many risks like Fulfillment risk, Budget (Financial risk) and Environment risk are affects to the external relationship.

The Responsibility for Management of Risk sits within the College:

* Colleges are administering its property, liability and other insurance policies and programs. Properties of colleges are that other faculties are which worked or lectured in the college. And they are what required in this class. Their liabilities are mostly required in the college because it is reduced the risk in the college. Insurance policies like many staff policies and other building policies of its college. And many programs are required to reduce the risk in the college.
* Investigate the risk which are created in college and then find its solutions and handle it. Investigate and handle self-insured claims in an expeditious manner. Many insurance claims are pay to insurance company. Support filing and processing of insured claims with insurance carriers. Responsibility of college is co-ordinate with third party of any claims programs which is also applicable to the company.
* College is review contracts and agreements to ensure that the college bears only its proportionate share of any liability or claims that may arise from the agreement, and to ensure that appropriate insurance and other protective clauses are in the agreement.
* Colleges are performing the risk assessment and analysis in cooperation with other departments or programs which are created risks to reduced and provide effective and efficient task or work in college.
* College is establish the level of self insurance and reduced this risk in this college. College is administering the all self insurance programs in college and solves the insurance related risk of college.

Strategies for management of risk within the college:

<1> If deficiency of lecturers are created in the college, then college are add more and more new lecturers in its college. When many lecturers are added in the college staff, then total sum of lecturers are incremented very Farley in the college.

<2> When any strikes are created by students in college, then it is the one type of risk and it creates many problems. So college is solve these problems immediately and reduced this risk for student of college.

<3> If budget problem is created in college then college are connected to other organizations or banks and then increments the fund of college. Then college is use this fund at appropriate place and don’t misuses it at other places.

<4> Main strategy is increase the relationship to other or external environment. College is connected to the other organizations which are replacement to the student and also connected to the government.

Objectives for management of risk within the college:

1. Reduced more and more risks.
2. Make relationship to external environment.
3. Create positive reputation (credit).
4. Make appropriate rules and regulation.
5. Create new technology

<1> Reduced more and more risks:

The main object of the risk management is reduced appropriate more and more risks which badly affected to the college and it damaged to the other properties of the college. If college has many risks then it creates more and more problems. So it is necessary to reduced risks of colleges. So it is the main object of college.

<2> Make relationship to external environment:

The other object of college is making the relationship to external environment. The external environment is like relationship between college and government which is mostly used to follow the other activities. If relationship of external environment is break then it is creates many some problems. So more and more relationships are make to the external environment.

<3> Create positive reputation (credit):

The important object of the college is creating the positive reputation or credit on students’ or lecturers’ mind. If college is damaged its reputation or credit in external environment then it creates many problems and it is the one type of risk. So immediately solve this problems and create positive reputation or credit in college.

<4> Make appropriate rules and regulation:

When any rule and regulations are changes in college, but these rules and regulation must not be strict. So these rules and regulations are making in the group of thinking and become the appropriate rules and regulations. If these rules are very strict then it creates many problems in the college and it is the one type of risk. So college is make the appropriate rules and regulations which are related to the students and lecturers in college.

<5> Create new technology:

College has many technologies but it is old in its new generation. So college is creates more and more new technology and increment the knowledge of students and lecturers in college. If college has not new technology then students or lecturers have not know as new technology of this generation. So new technologies must be required and create in college.

Highlighting the role of contingency planning and crisis management:

When we can take any risk like budget of financial risk in college, but it is good or bad. If it is good then it is very beneficial for college and if is bad or very bad then it creates many problems and it damaged the properties of college. So when we can take any risks, first of all we can do thinking about these risks and then doing the plan of these risks. So it is not create the problems in college. Then about these risks, we can doing the management and then take these risks in college. So planning and management must be necessary to reduce the problems in risks.

* If we can take risk related to budget, then first of all college is seeing its level of budget and then expense in its other activities. So first college is doing to the plan of its budget and then it is manage the budget of its expenses then college is expense in other colleges’ activities. Thus it is not create any problems.
* When college has few lecturers then it creates the lecturers’ problems in college. So first manage this problem and then solve this problem. Then new lecturers are adding in college and then solve this problem immediately.
* When students are strikes in college then it is damaged the reputation or credit of the college. So college is manage this problem and solution must be required in college and immediately solve this problem. Thus college is not damaged its reputation or credit in students’ or lecturers’ mind.
* Many rules and regulations are changing in college, but these rules are first plan in group of thinking then it make in college. These rules and regulations are also related to students and lecturers. In college, changing environment or rules are required but these rules are not strict. So it is not create any problems.

How effective risk management will support the college’s survival within the further education sector and allow maintenance of a competitive advantage:

* Risk management is mostly effective to support the college's continued existence within the further education related sector. Risk management is affect to the any properties of college which is giving the many effect to the college. Risk management is mostly required in college because these risks are not creating any problems in future.
* When risk management is allow the maintenance of college then college is provide many advantages for other competitive. Rick management is also providing maintenance for competitive advantages in college. Many risks are allowing maintenance, so these risks are very safe and it is not create any problems in future.
* Thus risk management will supports the survival or continued existence within the education sector and allow maintenance of a competitive advantage, then it reduced the problems of these risks in college.

Reports for Risk Management:

* If 90% colleges are take the risk, then 30% college are affected to these risks when 50% colleges are take very effective or good response.
* If colleges are take more and more risks then these colleges are take more benefits and if these risks are not good then it is damaged its properties very badly.
* These risks are affects very good or bad of the college or other companies and give the many benefits to the colleges and other companies.

Relationship between risk management and financial management:

* Risk management is very affected to the college’s internal and external environment, when financial management is affected to only internal environment.
* Risk management is contains the risk related problems, when financial management is contains only budget or financial related problems.
* Risk management is manage the risky problems which is creates many problems, when financial management is manage the only financial or budget related problems.
* When risk management is fail in college or other companies then it damaged the reputation or credit of these colleges and companies, when financial management is fail then it create only budget related problems.
* Risk management is very risky and not safe full than financial management, when financial management is not risky and safe full than risk management.
* If reputation or credit of college is damaged then it is requires the one type of risk management, when budget or financial problems are created in college then it is requires financial management.

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