






Risk Assessment Exercise Breakout #4 (ANSWER SHEET) – **Hitting the Mark**

Hitting the Mark		
	Methodology Steps	Project-Specific Details
	<p>Evaluate Specific Purpose of this risk assessment.</p> <p>Did the risk assessment process fulfill the Purpose, Scope and Goals?</p> <p>Look back at your Planning documentation if necessary.</p>	<p><i>What did we do?</i></p> <ul style="list-style-type: none"> We inventoried assets, risks and controls to perform an assessment of risk to address the administrative, technical, and physical safeguards over online banking for a bank of our size and complexity. We ensured that all reasonable foreseeable internal and external threats that could result in unauthorized disclosure, misuse, alteration, or destruction of customer information or other confidential information related to online banking were considered. We assessed the probability and impact or inherent/raw risk while then calculating residual risk based on the effectiveness of the perceived design and execution of controls.
	<p>Write the “Final Report”.</p>	<p><i>What were the components that you will include in your reporting and the sections that are important from the Risk Assessment?</i></p> <p><i>There are typically three minimum main components of a final report.</i></p> <ol style="list-style-type: none"> <i>Executive Summary.</i> <i>Methodology Documentation, what was our process.</i> <i>Printed report from your risk assessment tool (spreadsheet, MSword, RiskOptix, other...)</i>
	<p>Track Actions Over Time</p>	<p>Track changes to the risk profile over time. If you are working from a spreadsheet, consider version controls this year’s versus last year’s versus the year before.</p> <p><i>Can you track multiple risk assessments consistently that have very different purposes by pulling out or establishing specific assets for the individual risk assessment?</i></p> <p>(BSA, ACH, Online Banking, all of IT, enterprise assets, mobile banking, etc..)</p>

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	Methodology Steps	Project-Specific Details
	<p>Evaluate Project Effectiveness</p> <ul style="list-style-type: none"> • Discoveries • Trends • <u>Actions</u> (proposed, planned or completed) • What did you learn through the process? • What unexpected benefits did you realize? • How did you keep the process from getting too detailed or out of control? • How can you improve the process next time? • Did you achieve your objectives? 	<p><i>We discovered deficiencies and documented them in the observations or findings.</i></p> <p><i>We learned a new, more comprehensive process for risk assessment that helps manage the complexities of risk assessment.</i></p> <p>This was a risk assessment, not an audit. The results could be used to identify areas that need the level of review of an audit and considerations for frequency by risks, controls or assets.</p> <p><i>Yes, we achieved our objectives.</i></p> <p>Management reviewed, board approved and we had few negative comments, examiner feedback was positive.</p>
	<p>Additional Considerations</p> <ul style="list-style-type: none"> • Risk Tolerance • Risk Mitigation/Management • Trending • Monitoring • Monte Carlo Simulations • Surveys • Testing 	<p><i>These are interesting future considerations. Some of the areas, such as Tolerance, Trending and Surveys may be used in the future.</i></p> <p><i>Others, such as Monte Carlo simulations, seem to be beyond what is appropriate for the size and complexity of smaller banking institutions.</i></p>