

THE LINK BETWEEN ENTERPRISE RISK MANAGEMENT AND DISASTER MANAGEMENT

International Recovery Forum 2014

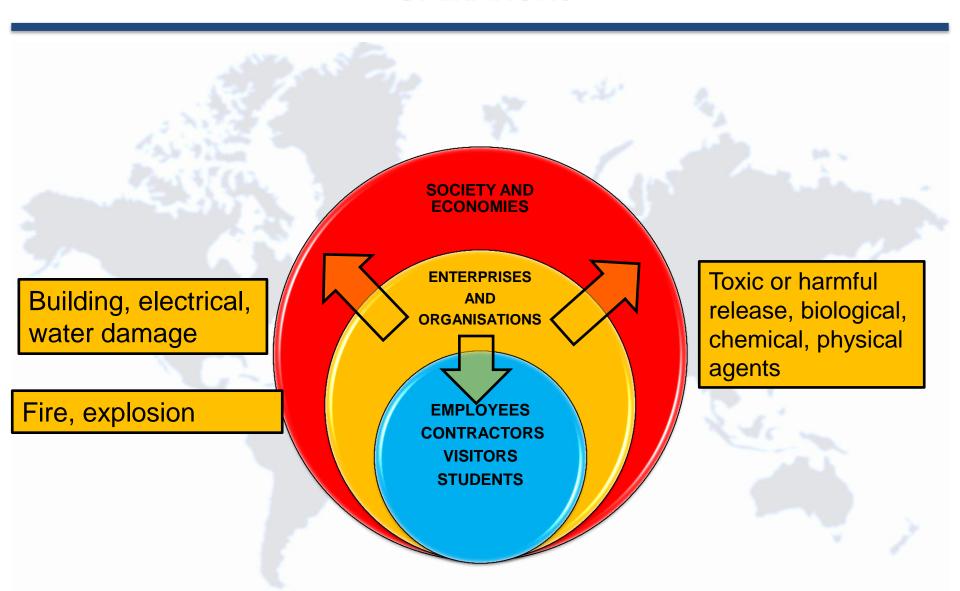
The Role of Private Sector in Disaster Recovery

21 January 2014

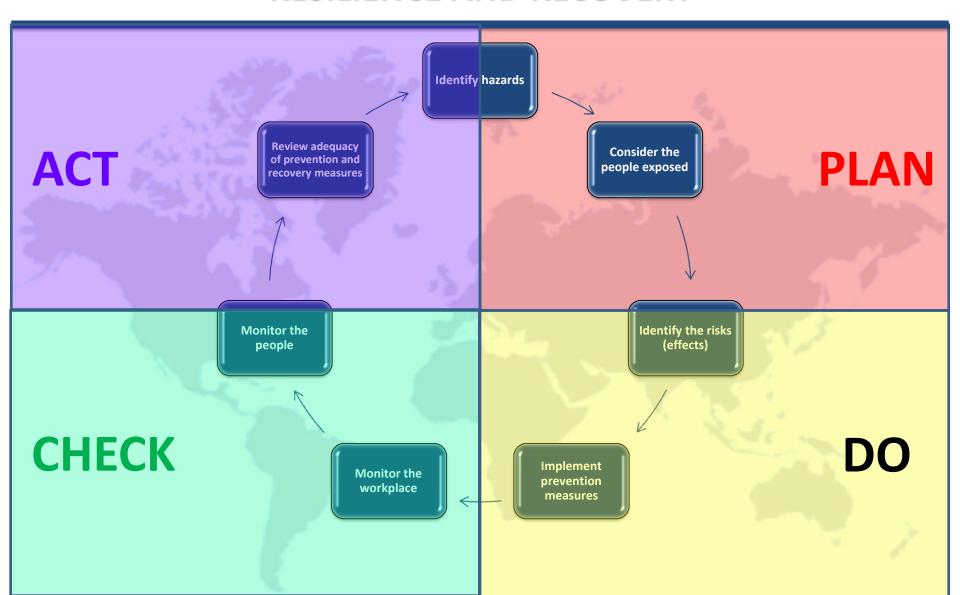
Kobe, Japan

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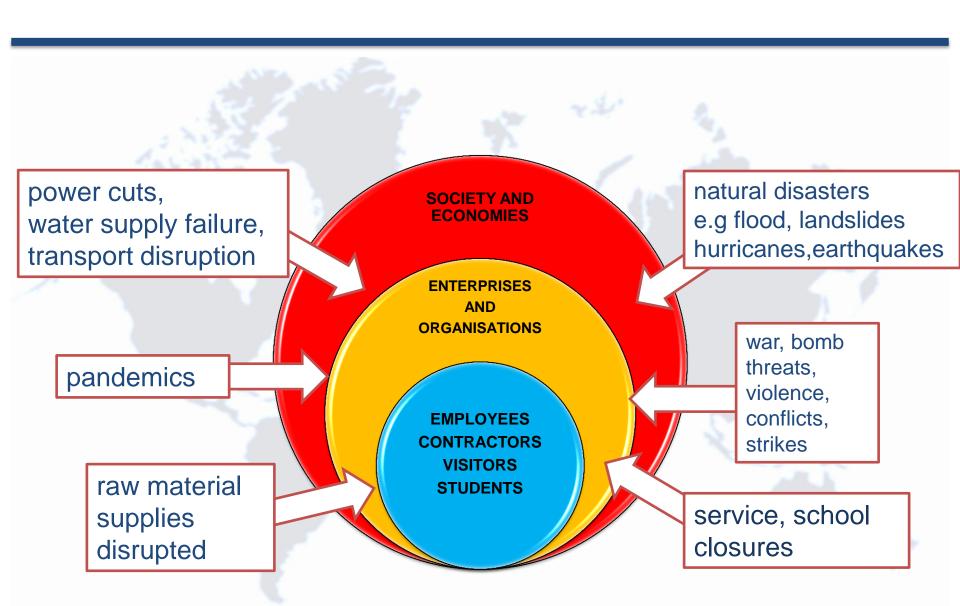
BUSINESS RISK MANAGEMENT SIGNIFICANT THREATS FROM INTERNAL BUSINESS OPERATIONS



BUSINESS RISK MANAGEMENT APPROACH FOR RESILIENCE AND RECOVERY



BUSINESS RISK MANAGEMENT THREATS FROM OUTSIDE THE ORGANISATION



MANAGING THREATS TO BUSINESS

Business needs to act to

- protect its employees and others
- protect essential business functions
- minimise net financial impacts
- assist communities in recovery, providing the expertise in their sector
- ☐ Many businesses, NGOs and charities provide what nations used to in developing resilience and assisting recovery

SYSTEMS THAT CONTRIBUTE TO MANAGING AND RECOVERING FROM INCIDENTS



PEOPLE'S RISK MANAGEMENT



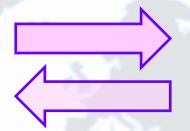
- Assistance and relief
- Health, old age, unemployment insurance

Public good

- Infrastructure
- Law and order
- National defence

Public policy

- Regulatory framework
- Macroeconomic management





CIVIL SOCIETY & PRIVATE SECTOR Households

Family support

Communities

Collective action

Enterprises

- Jobs
- Incomes

Financial systems

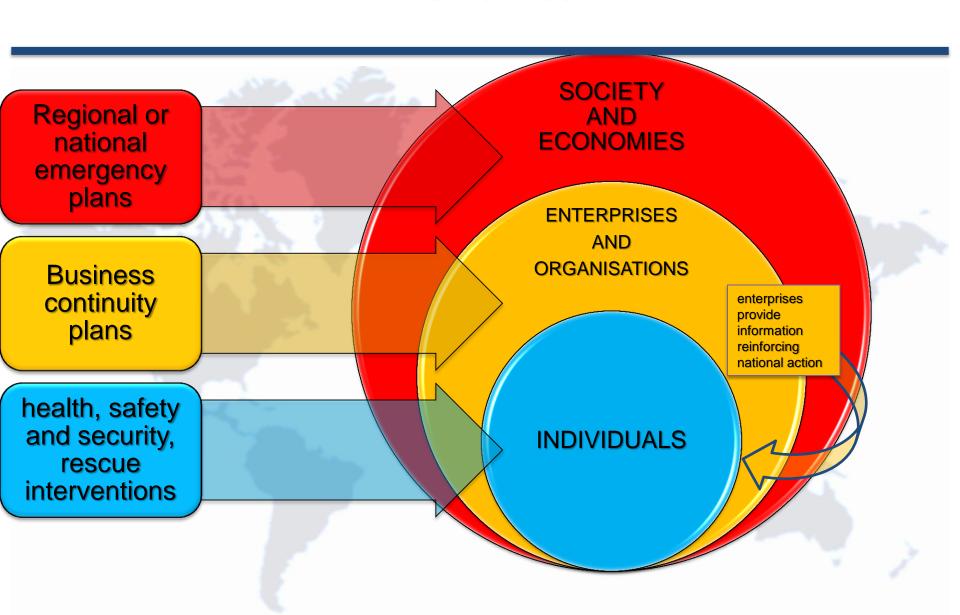
- Insurance
- Credit



INTERNATIONAL COMMUNITY resources, expertise, global rules, coordination



MINIMISING IMPACTS MAXIMISING RECOVERY



GENERIC BUSINESS CONTINUITY PLANS

normal and integral part of organisation's management processes.
identify key products and services and the threats to these
identify critical activities and resources supporting key areas
identify the impact of a failure of these.
identify circumstances in which they are initiated
identify key roles for business continuity at critical level
engage senior staff in development and planning
plans to be written and tested in simulated conditions
be flexible and capable of adaptation should the emergency response require it.
be aligned with local, regional and national emergency plans
The enterprise is a key learning environment for transfer of information and practice on resilience and recovery to workers, their families and communities

EMERGENCY PREPAREDNESS AND NATIONAL RESILIENCE

- □ International coordination at UN level
- □ National plans aimed at state civil protection professionals and trained private sector coordinators

Generic plans for emergencies when extensive disruption to normal services, developed from

- > anticipation,
- > assessment,
- > prevention,
- > preparation,
- > response
- adaptation
- > recovery













RESPONSE AND RECOVERY PLANS FOR NATIONAL RESILIENCE

Identify roles and responsibilities of

National agencies, disciplined services Medical and health sector Private sector water, electricity, fuel, chemicals, security, health and safety

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1:3	Ensure they all have
	Information on how to respond to emergencies
	Information on how to recover from emergencies
	Effective communications
	Understood the heirarchy of command and control
	Resources to play their part in meeting the needs of those affected
	Arrangements to coordinate working with the media
	Coordinating arrangements between regional and national administrations and authorities
	Emergency powers that may be necessary
	Practiced the plans

PRIVATE SECTOR INVOLVEMENT IN MANAGING MAJOR INCIDENTS

In UK COBRA civil contingencies committee may be invoked

Fire, rescue, police and ambulance services control immediate incident

Oil and chemical companies have expertise and equipment, water and electricity companies contain pollution, remove other dangers, others support the emergency workers



INTERNATIONAL ORGANISATIONS WITH GLOBAL CONTRACTS PROVIDE RESOURCES



GLOBAL DIFFERENCES, KNOWLEDGE AND EXPERIENCE TRANSFERABILITY

High risk industries where OSH and security risks are known in developed world are transferring to developing world
Information, systems and resources to deal with failures may not have transferred or been acted on
Economic sectors are different. High % of economically active in agriculture in developing world
Safety, health and security at work and at home is often more blurred in developing world
There is more informal working, less organised business engagement
Infrastructure may be fragile to start with and easily affected by incidents
Resources for resilience, incident management and recovery may not be available
Different cultural barriers to effective interventions
There should be after-the-event analysis and learning so that the business engagement can be maximised and the global response improved



Thank you Any questions?

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