

## ENTERPRISE RISK MANAGEMENT

In 2017, AMP's Enterprise Risk Management (ERM) process continued to improve and adapt to the growing complexity and informational needs of the organization.

Through collaboration with The Energy Authority, AMP's Risk Management Committee developed a Risk Index Model, to better manage energy procurement risk and replace an outdated method of evaluating potential counterparties that provide energy to member communities.

As AMP continues to grow, the organization continues to evaluate insurance products and increase coverages to mitigate potential exposures, such as developing an endorsement for the generation assets property policy that ties premium costs to the value of claims made, which allows for premium reductions and caps premium increases, and increased the professional liability from \$1 million to \$2 million. AMP also added advanced metering infrastructure and safety training to the professional liability policy to provide further coverage of these services while exploring cyber, debt service and capacity performance insurance products.

