



13.2 **ASSET MANAGEMENT POLICY**

EXECUTIVE MEMBER: **CHRIS CARROLL, GENERAL MANAGER, CUSTOMER, OPERATIONS AND INFRASTRUCTURE**

PREPARED BY: **MARK THOMPSON, HEAD OF ASSET MANAGEMENT**

1. PURPOSE

1.1 The Asset Management Policy is best practice compliant to Part 4, section 92 of the Local Government Act (the Act) 2020 in relation to asset plans.

2. EXECUTIVE SUMMARY

2.1 The Asset Management Policy sets out Council's vision and objectives for asset management and guides all asset management activities undertaken by the organisation to maintain, renew, upgrade or expand assets during an assets lifecycle (planning, acquisition, operations, disposal).

2.2 Councils current asset management policy was adopted in June 2017. The four-year Policy underwent a minor review in June 2019 and the policy expired in June 2021.

2.3 Council has an Integrated planning and Reporting framework which includes the following documents;

2.4 To comply with the requirement Part 4, section 92 of the Local Government Act, 2020 Council is required to adopt an Enterprise Asset Management Plan by June 2022 that summarises the detailed 10 year portfolio asset management plans.

3. RECOMMENDATION

That Council:

3.1 Adopts the 2021-2025 Asset Management Policy.

3.2 Authorises the Chief Executive Officer to finalise the document and make any minor editorial amendments that do not materially alter the intent of the policy.

4. KEY POINTS/ISSUES

4.1 There are 52 Asset Classes managed within five Asset Portfolios: Transport, Buildings, Integrated Water, Public Space and Clever City which have a total Gross Replacement Cost of \$3.6B

4.2 10-year Asset Management Plans have been prepared for each of the five asset portfolios and are reviewed annually to meet the requirements of Section 92, Local Government Act, 2020.

4.3 The portfolio asset management plans are a key element of Council's strategic asset management framework, combining management, financial, engineering and technical practices to ensure that the levels of service required by our range of stakeholders is provided at the lowest long-term cost to the community, within the limits of any fiscal constraints that may be imposed by Council.

4.4 The Local Government Act 2020 Part 4 Section 93 requires Councils to develop and adopt a 10-year asset management plan in accordance with its deliberative engagement practices. The plan must include information about maintenance, renewal,



acquisition, expansion, upgrade, disposal and decommissioning in relation to each class of infrastructure asset.

5. CONSULTATION AND STAKEHOLDERS

5.1 The policy has been internally reviewed through the Asset Management Portfolio working groups and the Service and Asset Planning Steering Group.

5.2 The endorsed policy will be displayed on Council's internet and intranet pages.

6. LEGAL AND RISK IMPLICATIONS

6.1 The Asset Management Policy is best practice compliant to Part 4, section 92 of the Local Government Act, (the Act) 2020 in relation to asset plans.

7. FINANCIAL IMPACT

7.1 The Policy sets out an objective for financial sustainability: asset management decisions and practices ensure the council has the funds to look after, improve and grow its assets for current and future generations.

7.2 The Policy also sets out an objective for advanced practice: council will demonstrate advanced asset management practice including the use of smart technology to optimise decisions and performance.

7.3 There is a significant financial benefit to the community through whole of life asset management costs savings achieved by ensuring we have the policies, processes and systems in place to manage our assets using a systematic and transparent process.

8. ENVIRONMENTAL IMPACT

8.1 The Policy sets out an objective for Environmental sustainability: assets are planned and developed to incorporate climate resiliency and mitigate our environmental impact.

9. COMMUNITY IMPACT

9.1 The Policy will deliver on the Vision - As trusted stewards of Council's assets on behalf of the community, we will ensure our assets provide the agreed level of service, which delivers community value, to support the delivery of community services, for current and future generations

9.2 The Policy sets out an objective for community benefit: Council will innovatively use its asset base to support the social, cultural and economic wellbeing of the community.

9.3 The Policy also sets out the objective that assets will be fit-for-purpose: assets will deliver agreed levels of service to the organisation and community in terms of function (including safety and accessibility), condition, and capacity.

10. ALIGNMENT TO COUNCIL PLAN AND COUNCIL POLICY

10.1 Strategic Direction 5- Well Governed

10.2 We are entrusted by our community, as custodians to protect, grow and develop infrastructure and assets which enable Council to provide the services that our community value. The Policy provides transparency to the community on how we manage their assets



11. IMPLEMENTATION STRATEGY

11.1 TIMELINE

11.1.1 The Asset Management Policy will be displayed on Councils Intranet and Internet sites and is embedded in our existing planning and reporting framework

11.2 COMMUNICATION

11.2.1 Asset Management Policy is best practice aligned to International Standards Organisation ISO 55000 for Asset Management.

12. OFFICER DIRECT OR INDIRECT INTEREST

12.1 No officers involved in the preparation of this report have any material or general interest in the matter.

ATTACHMENTS 1. Asset Management Policy 