# The Local Focus

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## The ideal town layout – a spider's web

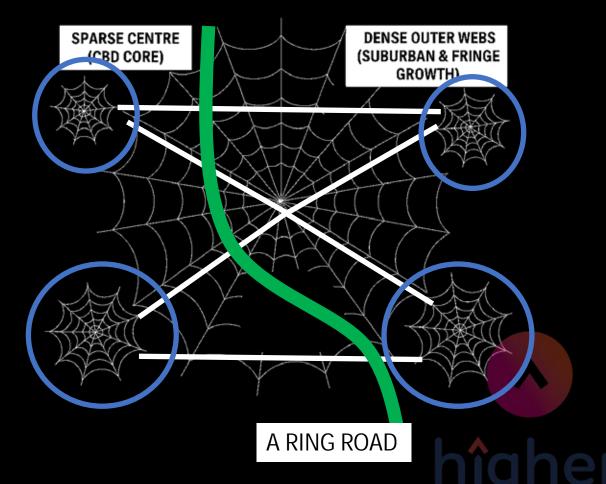
- A well-defined CBD with roads drawing the population into and through the CBD.
- There are fewer roads, utilities and services as you go away from the CBD.
- Streets become wider as the population density increases.
- Rates and charges are more equitably spread.



### What often occurs

- "Growth is good" property developments pop out and service hubs appear.
- These require arterials to be constructed to connect them.
- CBD and older suburbs become neglected or services become spread so thin that breaks occur.
- With no defined plan we get a Ring Road. Completely bypasses the CBD. Then what happens?

## DECLINING CITY'S CENTRAL BUSINESS DISTRICT



## The Growth is good [insert your preferred term]

- In an ageing population why do we want to build another house at the end of street and at the edge of the outer suburbs?
- This extends the distance of your road, water, wastewater and waste service network. The cost...
- Rural and remote towns much more susceptible to the impacts.
- Maintenance and depreciation costs go up creating the mindset of more growth is needed to be sustainable.





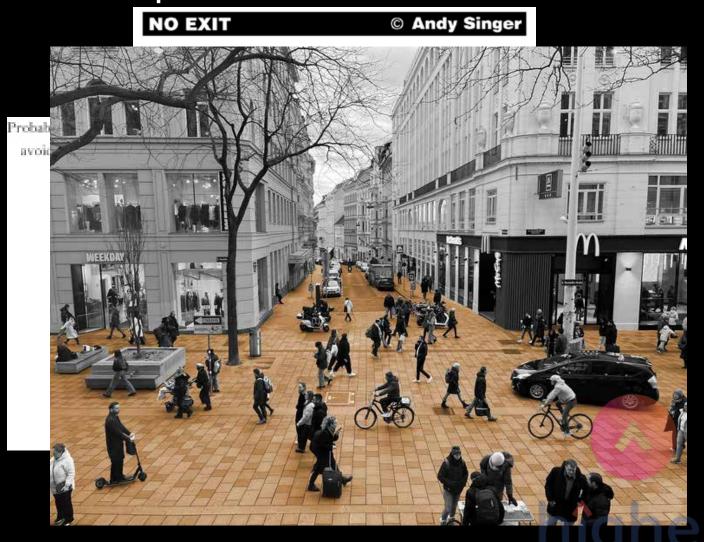
## How can we afford to maintain?



- Always ask "Can we afford this?" now and later.
- Plan your maintenance program along with other capital works.
- Move roads out of your assets and into your liabilities.
- Try not to borrow for roads they are not income-producing.
- Look at other road construct options.
- Can you move cars and trucks onto other roads?
- What effect are you wanting to achieve/gain from the road or asset?
- Remember the weather and climate change.

# Safer Roads and Risk Compensation

- The unintended consequences of making a road safer.
- Risk Compensation and the Peltzman Effect.
- Preventive Measures.
- Tullock's Spike.
- Shared Space.



#### Recommendations

- Always ask "Can we afford this?" now and <u>later</u>.
- Not all growth is good.
- If you are not a capital city, do not try become one.
- Create your service catalog and cost the services now and <u>later</u>.
- Choose the effect you want first, not the project.
- Keep on top of preventative maintenance and asset renewal schedule.



### Call to Action

If you need extra support with:

- Financial modelling and forecasting
- Creating or workshopping your service catalog
- Creating or workshopping your reports
- Understanding how to achieve the effects you want

Please contact us at enquiries@higher.net.au or 0447 123 516 and we can work together to tailor a solution that meets your needs.



# Questions

