

Managing Local Government Assets

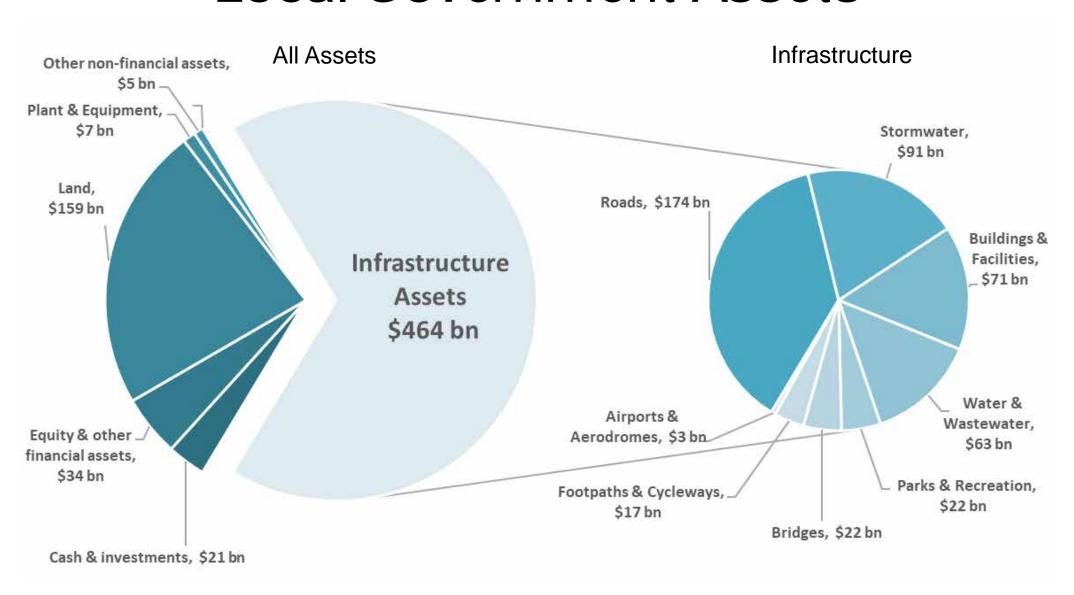
Unlocking Strategic Value in Public Infrastructure

2025 National Local Roads, Transport and Infrastructure Congress

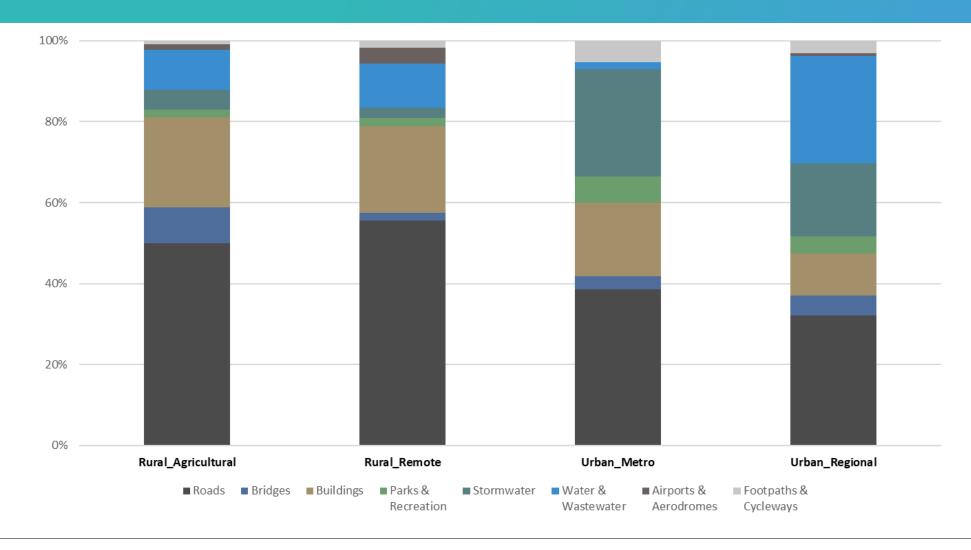
Steve Verity

Principal Advisor Asset Management | IPWEA

Local Government Assets



Who Has What Infrastructure





Challenges We All Face

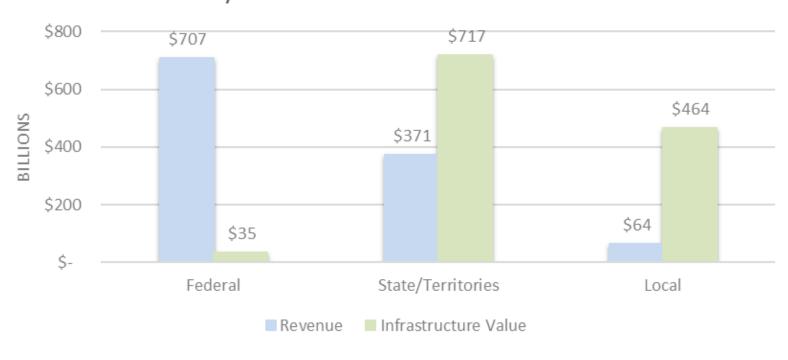




Infrastructure Intensity of Local Government

Local governments collectively hold infrastructure assets over seven times their annual revenue — the highest ratio of any level of government.

Revenue vs Infrastructure Value by Level of Government EoFY24



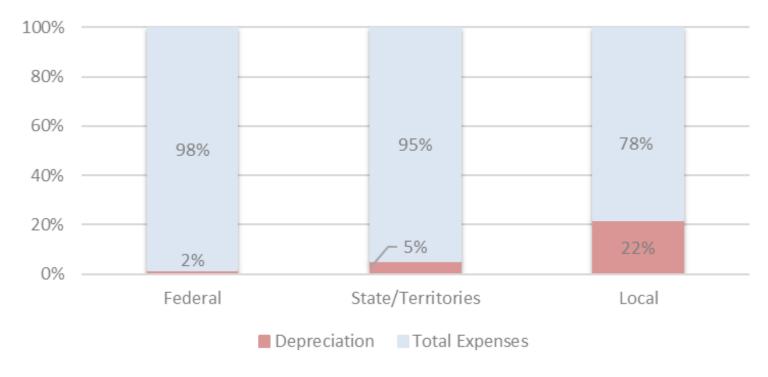
Source: ABS Cat. 5512, Table 000 [Accessed 3 November 2025]



Depreciation in Context

Depreciation as a Share of Total Expenses by Level of Government EoFY24

Depreciation accounts for a much larger share of expenditure at the local level, reflecting councils' asset-intensive service delivery roles.



Source: ABS Cat. 5512, Table 000 [Accessed 3 November 2025]



Depreciation is Not the Enemy

Position Paper on Depreciation in the Australian Local Government Sector - November 2025

This Position Paper sets out IPWEA's view on how depreciation should be understood and applied within local government.

VIEW PAPER



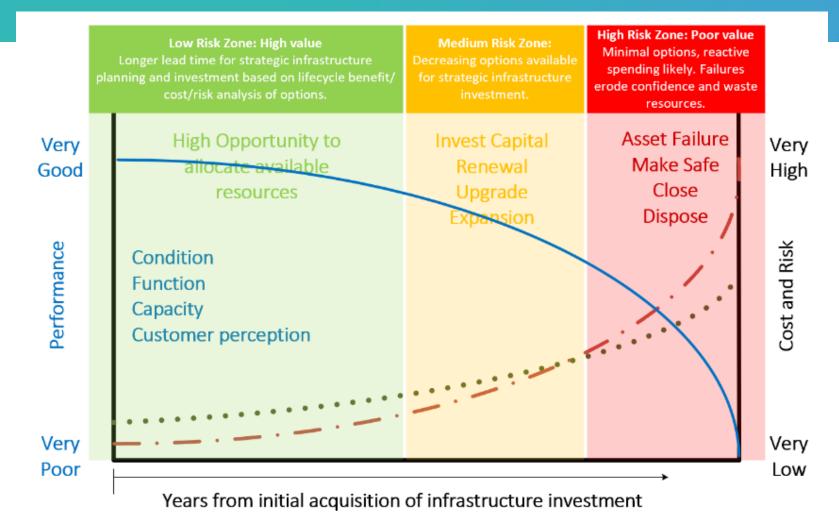


Managing Assets vs Asset Management

If We're Mainly Managing Assets	If We Are Practising Asset Management
The community mainly sees repairs when things break	The community sees services that are reliable and work as expected
Decisions feel short-term – problems re-occur, budgets fluctuate	Decisions feel planned and stable , with fewer surprises
Money is spent fixing issues reactively , often at higher cost	Money is invested at the right time, reducing long-term cost to ratepayers
Works programs may feel fragmented (footpath here, road there)	Works programs feel coordinated , minimising disruption and waste
The focus is on assets themselves (roads, buildings, pipes)	The focus is on services those assets provide (safe travel, water quality, community spaces)
Community conversations are about defects , failures , and complaints	Community conversations are about service levels, affordability, and future resilience
Trust can be affected if failures are visible or repeated	Trust grows when infrastructure is dependable and well-planned



Strategy and Lifecyle



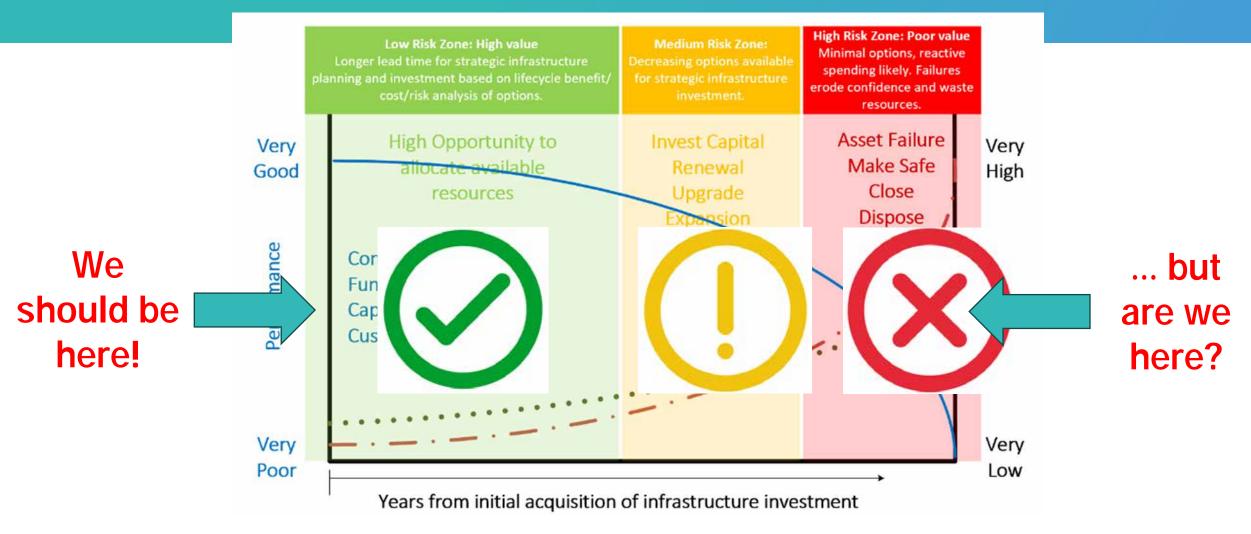


Performance

Maintenance

Risk

Where Are We Operating Now





Performance

Maintenance

Risk

National State of the Assets

- Led by ALGA, assesses and reports on the condition, function, and capacity of local government infrastructure nationally.
- Informs funding, policy, and strategic planning to improve community infrastructure outcomes.
- Uses council-supplied data to track performance across roads, buildings, parks, and more—no direct council-to-council comparisons.
- Supports transparent decision-making, accountability, and advocacy for local governments.
- Participation benefits: better infrastructure strategy, stronger case for funding, and resilient communities.



HELP SHAPE AUSTRALIA'S NATIONAL STATE OF THE ASSETS REPORT

WHAT IS THE NSOA REPORT?

The National State of the Assets (NSoA) Report is a major research initiative led by ALGA and IPWEA, providing credible, evidence-based data on the performance and funding needs of local government infrastructure across Australia.

CHECK IN ON YOUR ASSETS

We're inviting all councils to log in to IPWEA's NSoA data portal and update your infrastructure and performance data. Your input ensures local government has the facts needed to advocate for sustainable funding and smarter infrastructure investment.

HOW CAN YOU HELP?

- 1. Scan the OR code to learn more
- 2. Login and update your data
- 3. Deadline: Friday 30 November, 2025



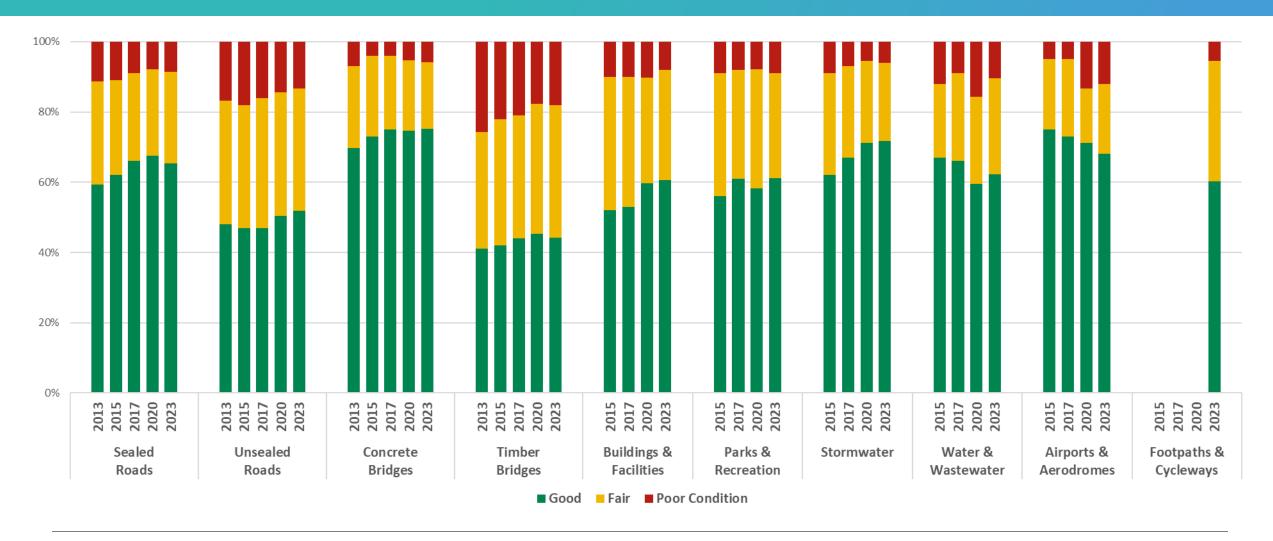






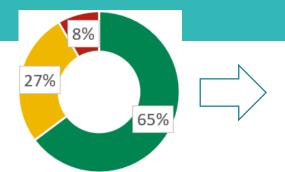


National State of the Assets





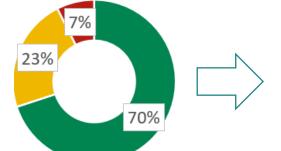
National State of the Assets



Poor <u>condition</u> = maintenance, renewal, or disposal



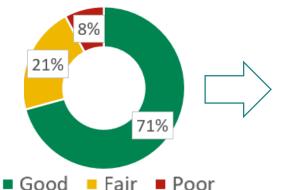
\$55 bn



Poor <u>function</u> = upgrade to meet expectations and compliance



\$50 bn



Poor <u>capacity</u> = new assets to meet demand and growth



\$52 bn

Source: ALGA, 2024 National State of the Assets Technical Report, p. 3 & 4



Leading the Asset Management Journey

