

# Update on Asset Management Initiatives

Municipal Affairs and Environment

# This Presentation

Why Asset Management?

Background

Current Activities and Next Steps

# Why Asset Management

## Gas Tax Agreement (2014-2024)

- Requires that ultimate recipients of GTFs develop and/or implement Capital Asset Management Plans
- Requires that GNL will develop templates and/or guidelines for local government Asset Management Plans

## The *Right* thing to do

- *Asset management provides transparent, rational, and accountable cost-effective management of municipal infrastructure systems with best value for money, saving unnecessary cost. (Managing Infrastructure Assets , NRC/FCM)*

# Background

## Creating and Crumbling: Municipal Infrastructure Strategic Risk (Dr. Tom Cooper, 2013)

- Municipalities need to identify, manage and control risk.
- The understanding and management of municipal infrastructure risk is a key issue for a municipality's strategy and long-term sustainability.

## Canadian Infrastructure Report Card (2016)

- Municipal governments own nearly 60% of Public Infrastructure.
- One third of municipal infrastructure is in very poor to fair condition.
- All communities, particularly smaller municipalities, would benefit from increased asset management capacity.

# Background

## Municipal Affairs and Environment Ministerial Mandate Letter

- *Working with Municipalities NL, Professional Municipal Administrators, other stakeholders and the federal government, to develop a strategic plan to address the infrastructure gap in our province.*

# Background

## Municipal Capital Asset Management RFP (Fall 2016)

- A first step to developing a framework
- R.V. Anderson Associated Ltd.
- Final Report Delivered May 2017

## *“Municipal Capital Asset Management Plan Report”* Findings:

- > 55% of municipalities have less than 500 people
- Key principles of framework – Simple, Robust, Flexible, Clear.
- Recommended developing
  - Tools and Templates
  - Guidance Documents
  - Education Materials

# Background

## Sector Partner Consultation

- Consulted MNL and PMA about findings of RV Anderson Report

## Joint Committee formed

- To guide and support implementation of Municipal Asset Management in NL
- Members from DMAE, MNL, PMA

## BAM!NL

- DMAE representation
- MAMP program support

# Current Activities and Next Steps

## BAM!NL

- Participating in COP meetings

## Awareness Building with Sector Partners

- MNL Regional Meetings
- UMC Meetings

## Asset Management Readiness Scale

- Advising municipalities to complete the scale



# Current Activities and Next Steps

## Municipal Capital Asset Management RFP2

- Drafting Terms, to be issued in near future
- To Develop Tools for municipalities to use

## Developing Asset Management Framework Policy

## Supporting MNL's MAMP Round 2 Submission

# Update on Asset Management Initiatives

Questions?