

10.2 NOTICE OF MOTION - CR JIMMY MURPHY - REVIEW AND ASSESSMENT OF THE CITY'S BUILDING ASSETS

TRIM Ref: D17/169605

Attachments: Nil

That Council:

1. **LISTS FOR CONSIDERATION in the 2018/19 to 2022/23 Corporate Business Plan a project to review and assess the City's building asset portfolio in order to:**
 - 1.1. **Develop a strategic framework that assesses the long term need for and required number, nature and type of community building assets within the City;**
 - 1.2. **Determine the City of Vincent's position in providing and maintaining those building assets, taking into account both community needs and the City's long term financial sustainability;**
 - 1.3. **Identify opportunities for the City to efficiently and effectively manage its building assets portfolio; and**
2. **To assist in Council's timely deliberations on 1. above, REQUESTS the CEO to provide a report to Council by March 2018 comprising the following for each building in the City's building assets portfolio:**
 - 2.1. **A summary of its current use, tenure and occupancy arrangements;**
 - 2.2. **An opinion on the extent to which it satisfies or could satisfy a current or future community need;**
 - 2.3. **An estimate of the future asset maintenance and renewal costs; and**
 - 2.4. **Identification of options to sustainably manage the asset management and renewal burden on the community.**

REASON

The City has an asset sustainability ratio of 0.53 which is below the target range of 0.9 – 1.1, set by the Department of Local Government, Sport and Cultural Industries. This indicates the City has not been adequately replacing or maintaining its assets (building assets in particular) as they reach the end of their useful lives. As a result, the City will need to considerably increase the level of expenditure on asset maintenance if we are to ensure our buildings are maintained at an adequate condition.

The size, age and diversity of assets contained in the City's building assets portfolio is likely to require substantial investment in ongoing maintenance and renewal.

It is imperative that Council use the development of its Asset Management Framework to make careful and informed decisions about the composition of the City's building assets portfolio in order for it to strategically and sustainably cater for community needs into the future. Having said that, it is accepted that some decisions regarding the City's building assets portfolio will be strongly influenced by the outcomes of other work currently being undertaken, such as various Reserve Master Plans and a City-wide Public Open Space Strategy.

ADMINISTRATION COMMENTS

Administration supports the proposed motion, for the reasons mentioned above.