



# INFORMATION

## Shire of Brookton

### 2011 OPERATIONAL AUDIT AND ASSET MANAGEMENT SYSTEM REVIEW

The Economic Regulation Authority today published the 2011 operational audit (**audit**) and asset management system review (**review**) report for the Shire of Brookton's (**Shire**) water services operating licence. The post-audit and post-review implementation plans are included in the report.

The Authority considers the Shire is achieving an adequate level of compliance with its licence and has decided to maintain the period of time until the next audit at 36 months. The next audit period will be 1 December 2011 to 30 November 2014, with the report on the audit to be provided to the Authority by 28 February 2015.

With respect to the review, the Authority is very concerned about the number of issues disclosed in the review, including the lack of documented asset management procedures and up-to-date information about the current condition of sewerage assets, the failure to implement a basic Asset Management Information System, the lack of risk management plans and the failure to test the contingency plans for the sewerage scheme.

The Authority considers that the overall asset management performance of the Shire needs to be significantly improved as a matter of urgency. The Authority has decided to reduce the period of time until the next review from 36 months to 12 months. The next review period will be 1 December 2011 to 30 November 2012, with the report on the review to be provided to the Authority by 28 February 2013.

A copy of the report is available on the Authority's [website](#).

For further information contact:

#### General Enquiries

Paul Reid  
Assistant Director Monitoring  
Ph: 08 6557 7900  
Fax: 08 6557 7999

#### Media Enquiries

Richard Taylor  
Riley Mathewson Public Relations  
Ph: 61 8 9381 2144  
Fax: 61 8 9381 3877

LYNDON ROWE  
CHAIRMAN

11 June 2012