

AS ISO 55011:2024
ISO 55011:2024



STANDARDS
Australia



Asset management — Guidance for the development of public policy to enable asset management



Currently in review, click buy full version

AS ISO 55011:2024

This Australian Standard® was prepared by MB-019, Asset Management. It was approved on behalf of Standards Australia's Standards Development and Accreditation Committee on 21 October 2024.

This Standard was published on 22 November 2024.

The following are represented on Committee MB-019:

- ARRB (Australian Road Research Board)
- Asset Institute
- Asset Management Council
- Australian Pipelines and Gas Association
- Austrroads
- Department of Defence (Australian Government)
- Energy Networks Australia
- Engineers Australia
- Institute of Public Works Engineering Australasia
- Joint Accreditation System of Australia & New Zealand
- Professionals Australia

This Standard was issued in draft form for comment as DR AS ISO 55011:2024.

Keeping Standards up-to-date

Ensure you have the latest versions of our publications and keep up-to-date about Amendments, Rulings, Withdrawals, and new projects by visiting:

www.standards.org.au

ISBN 978 1 76139 905 3

Asset management — Guidance for the development of public policy to enable asset management

First published as AS ISO 55011:2024.

COPYRIGHT

© ISO 2024 — All rights reserved
© Standards Australia Limited 2024

All rights are reserved. No part of this work may be reproduced or copied in any form or by any means, electronic or mechanical, including photocopying, without the written permission of the publisher, unless otherwise permitted under the Copyright Act 1968 (Cth).

Preface

This Standard was prepared by the Standards Australia Committee MB-019, Asset Management.

The objective of this document is to provide guidance on establishing, sustaining and improving an enabling environment for asset management through public policy.

This document is applicable to all types and levels of government.

While AS ISO 55000, AS ISO 55001 and AS ISO 55002 make reference to organizational policy, this document refers to public policy. The focus of this document is on influencing the choice and development of public policy instruments that promote the adoption of asset management and use of asset management systems through AS ISO 55001 and AS ISO 55002.

This document is identical with, and has been reproduced from, ISO 55011:2024, *Asset management — Guidance for the development of public policy to enable asset management*.

As this document has been reproduced from an international document, a full point substitutes for a comma when referring to a decimal marker.

Australian or Australian/New Zealand Standards that are identical adoptions of international normative references may be used interchangeably. Refer to the online catalogue for information on specific Standards.

The terms “normative” and “informative” are used in Standards to define the application of the appendices or annexes to which they apply. A “normative” appendix or annex is an integral part of a Standard, whereas an “informative” appendix or annex is only for information and guidance.

Contents

Preface	ii
Foreword	iv
Introduction	v
1 Scope	1
2 Normative references	1
3 Terms and definitions	1
4 Enabling environment for asset management from a public policy perspective	3
4.1 General	3
4.2 Participants in the enabling environment for asset management	4
4.2.1 Government participants	4
4.2.2 Non-government participants	4
4.2.3 Other participants	5
4.3 Interaction between participants	6
5 Public policy instruments	6
5.1 General	6
5.2 Public policy instruments that can enable asset management	6
5.2.1 Identification of public policy instruments	6
5.2.2 Forms of public policy instruments	7
6 Development of public policy instruments to enable asset management	8
6.1 General	8
6.2 Common elements of good practices in public policy	8
6.2.1 Bringing subject matter expertise into the policy-making process	8
6.2.2 Defining actions and relationships of participants in an enabling environment for asset management	9
6.2.3 Leveraging a range of public policy instruments and consideration of interaction effects	10
6.2.4 Sustaining or improving the enabling environment for asset management	10
Annex A (informative) Government participants in enabling environments for asset management	12
Annex B (informative) Non-government participants in enabling environments for asset management	15
Annex C (informative) Developing public policy instruments that improve asset management outcomes	22
Annex D (informative) Example actions and considerations by government in the development and application of public policy instruments	25
Annex E (informative) Case studies	28
Bibliography	38

Foreword

ISO (the International Organization for Standardization) is a worldwide federation of national standards bodies (ISO member bodies). The work of preparing International Standards is normally carried out through ISO technical committees. Each member body interested in a subject for which a technical committee has been established has the right to be represented on that committee. International organizations, governmental and non-governmental, in liaison with ISO, also take part in the work. ISO collaborates closely with the International Electrotechnical Commission (IEC) on all matters of electrotechnical standardization.

The procedures used to develop this document and those intended for its further maintenance are described in the ISO/IEC Directives, Part 1. In particular, the different approval criteria needed for the different types of ISO document should be noted. This document was drafted in accordance with the editorial rules of the ISO/IEC Directives, Part 2 (see www.iso.org/directives).

ISO draws attention to the possibility that the implementation of this document may involve the use of (a) patent(s). ISO takes no position concerning the evidence, validity or applicability of any claimed patent rights in respect thereof. As of the date of publication of this document, ISO had not received notice of (a) patent(s) which may be required to implement this document. However, implementers are cautioned that this may not represent the latest information, which may be obtained from the patent database available at www.iso.org/patents. ISO shall not be held responsible for identifying any or all such patent rights.

Any trade name used in this document is information given for the convenience of users and does not constitute an endorsement.

For an explanation of the voluntary nature of standards, the meaning of ISO specific terms and expressions related to conformity assessment, as well as information about ISO's adherence to the World Trade Organization (WTO) principles in the Technical Barriers to Trade (TBT), see www.iso.org/iso/foreword.html.

This document was prepared by Technical Committee ISO/TC 251, *Asset management*.

Any feedback or questions on this document should be directed to the user's national standards body. A complete listing of these bodies can be found at www.iso.org/members.html.

Introduction

0.1 Purpose

This document provides guidance to advance the adoption of asset management through public policy, specifically focused on the external context of all organizations that manage assets.

This guidance defines and describes an enabling environment for asset management, and outlines how it can be created, sustained and improved through the use of public policy (see [Clause 4](#)).

It outlines how participants in that environment can act and interact with one another to influence the development and deployment of public policies to enable asset management in their countries and jurisdictions (see [Annexes A](#) and [B](#)).

This document provides a consistent approach (see [Annexes C](#) and [D](#)) to the development of public policy instruments (see [5.2.1](#)) that enable asset management and help achieve government objectives. These can include implementing a framework of recommended practices for effective public investment (see [Table 1](#)), achieving the United Nations Sustainable Development Goals (UN SDGs), and otherwise generating greater value to society.

0.2 Relationship with other standards

ISO 55000 provides context for the standards on asset management developed by ISO/TC 251 (e.g. ISO 55001, ISO 55002, ISO/TS 55010, this document, ISO 55012 and ISO 55013).

ISO 55001 specifies requirements for an organizational “asset management system” and ISO 55002 gives guidance to an organization on the application of ISO 55001.

All concepts, terms and definitions in the above standards are written from the perspective of each individual organization. From this perspective, this document relates to the external context within which an organization operates and which is created by conditions established by its external influencers.

This document is written from a broader perspective and recognizes that many different individuals and organizations (“participants”) are involved in advancing the adoption of asset management in their respective countries and jurisdictions. It is intended to positively shape the external context of all organizations, rather than any single organization, through the development, or influencing the development, of supportive public policies.

0.3 Target audience

This document is intended for those individuals and organizations that want, and are able, to advance and support the adoption of asset management in their respective countries or jurisdictions through public policy. This document acknowledges government officials as the primary participants in the public policy process and recognizes other participants who can be involved in that process. Secondary users are intended to be individuals and organizations that want to advance and support the adoption of asset management and who are seeking guidance on how to do so.

NOTE 1 This guidance is relevant to all levels of government. The target audience includes government and other officials who recognize the benefits of asset management and would like, and are able, to advance asset management through their work. These individuals can include those who:

- advise on public policy;
- implement public policy;
- issue implementing agency guidance;
- issue executive guidance;
- issue final regulations;

- submit proposed legislation or regulations;
- approve proposed legislation or regulations;
- pass legislation;
- are involved in the development of legislation, policy, reporting and control frameworks, including audits;
- influence policy-makers who can mandate asset management and/or support the adoption and allocation of resources;
- set strategic direction for public policy.

NOTE 2 The target audience can also include non-government individuals and organizations who recognize the benefits of asset management and would like, and are able, to influence the public policy formulation processes used by governments as well as the standards development processes used by non-government standards bodies for advancing asset management.

0.4 Document structure

The document structure is as follows:

- [Clause 4](#) describes the context in which relevant participants in the policy-making process can use public policy instruments to achieve asset management outcomes.
- [Clause 5](#) identifies the public policy instruments deployed by governments to enable asset management.
- [Clause 6](#) sets out recommended practices for effective public investment, how public policy instruments can be developed to enable asset management, and elements of good practice.
- [Annexes A to E](#) provide details on government and non-government participants, potential behaviours and actions they can take to enable asset management. They document case studies based on global best practices demonstrating the development and application of public policy instruments that enable asset management.

0.5 Benefits of this document

0.5.1 General

The benefits of asset management to individual organizations are described in ISO 55000.

Adoption of this document can facilitate the creation and improvement of an enabling environment, which in turn can improve the overall maturity of asset management within businesses, organizations and nationally across countries. From a broader perspective, this can help achieve governmental objectives such as providing improved public services, infrastructure that supports the desired level for service and safer public infrastructure at all levels of government, improving the country's competitiveness in trade with other countries, assuring that taxpayers get a better return on their taxes, and being more responsive to societal well-being.

The benefits of adopting this document are outlined in 0.5.2 and 0.5.3.

The benefits of supporting the adoption of asset management for government and non-government participants are described in more detail in [Annexes A](#) and [B](#), respectively.

0.5.2 Benefits of a consistent approach

An effective enabling environment for asset management should result in the broad adoption of a consistent approach to asset management across the organizations that own, operate or are otherwise responsible for assets within a country or jurisdiction. Adopting a consistent approach has its own benefits, which include:

- a) using consistent terminology to discuss asset management and common processes to create asset management systems;

- b) having agreed minimum datasets that:
 - 1) reduce duplication of effort by asset owners when providing minimum consistent elements for different jurisdictions;
 - 2) enable alignment and closer collaboration, and facilitate dialogue between jurisdictions, associations and regulators;
- c) creating a community of practice with common objectives and common understandings to promote better performance outcomes both internal and external to organizations;
- d) alignment with validation and verification programmes or schemes;
- e) alignment with competency improvement programmes to demonstrate asset management proficiency among practitioners;
- f) providing stakeholders with an understanding of the benefits of a consistent and national approach to asset management within government and non-government organizations.

0.5.3 Beneficial outcomes of adopting this document

When an enabling environment for asset management is successfully realized, the expected outcomes or benefits include, but are not limited to, the following:

- a) better use of financial and non-financial resources, including:
 - 1) enabling greater resource efficiency (e.g. from energy, water, materials, land and labour), while reducing environmental impacts and sustaining service delivery;
 - 2) contributing to a better use of finances, ensuring quality services with an acceptable return on investment and a predictable life cycle cost;
 - 3) facilitating the identification of the human resources that will be required to operate the assets and their enablers, their competencies and the scheduling of their induction;
 - 4) providing an understanding/identification of the financial resources required to build capacity in asset management;
- b) consideration of the needs and expectations of stakeholders and citizens, by providing effective services
- c) alignment of government objectives, at different levels of administration and in public service providers, contributing to the achievement of national or subnational objectives;
- d) improved decision-making over the long term, including those:
 - 1) that reduce the risks of inefficient use of funding from taxpayers and other funding providers;
 - 2) taken over the entire life cycle of the assets, allowing optimization of the total life cycle cost, through the cost-risk performance analysis;
 - 3) that consider the impacts of climate change and the need for climate-resilient assets;
- e) fostering research and innovation partnerships;
- f) maximization of value delivered to society by national and/or subnational assets;
- g) continued improvement of the services provided by the state or non-government service providers;

- h) improved transparency and accountability of government decisions and associated actions, as appropriate, which can build trust and credibility within communities of agencies tasked with managing critical infrastructure;
- i) ability to promote, interact with and meet the requirements of other policy objectives, such as the UN SDGs;
- j) effective risk management, which can lead to:
 - 1) reduced financial loss, improved safety, goodwill and reputation, and minimizing environmental and social impacts;
 - 2) reduced liabilities for insurance premiums, fines, penalties, etc.;
 - 3) build resilience, better response and continuity of service;
- k) demonstrated social responsibility, which can:
 - 1) improve the organization's ability to reduce emissions, conserve resources and adapt to climate change;
 - 2) enable the organization to demonstrate social responsibility and ethical business practices, and where applicable, meet requirements and environmental, social and governance (ESG) obligations;
 - 3) create safer communities.

See [Annex E](#) for example case studies demonstrating how benefit can be achieved by using the approaches and practices identified in this document.

Australian Standard®

Asset management — Guidance for the development of public policy to enable asset management

1 Scope

This document gives guidance on establishing, sustaining and improving an enabling environment for asset management through public policy.

This document is applicable to all types and levels of government.

While ISO 55000, ISO 55001 and ISO 55002 make reference to organizational policy, this document refers to public policy. The focus of this document is on influencing the choice and development of public policy instruments that promote the adoption of asset management and use of asset management systems through ISO 55001 and ISO 55002.

NOTE This document is intended to provide guidance on the development and application of policy instruments based on international best practices. It is not intended to provide guidance on general public policy-making or on political issues.

2 Normative references

The following documents are referred to in the text in such a way that some or all of their content constitutes requirements of this document. For dated references, only the edition cited applies. For undated references, the latest edition of the referenced document (including any amendments) applies.

ISO 55000, *Asset management — Vocabulary, overview and principles*

3 Terms and definitions

For the purposes of this document, the terms and definitions given in ISO 55000 and the following apply.

ISO and IEC maintain terminology databases for use in standardization at the following addresses:

- ISO Online browsing platform: available at <https://www.iso.org/obp>
- IEC Electropedia: available at <https://www.electropedia.org/>

3.1

capacity building

provision of relevant competencies, skills, knowledge, experience, and the associated funding, technology and other resources that enable individuals or organizations to accomplish new tasks to achieve asset management objectives

[SOURCE: Federation of Canadian Municipalities, 2019[24], p.19, modified — “provision” replaced “acquisition” and “and the associated funding, technology and other resources” and “to achieve asset management objectives” added.]

3.2

enabling environment for asset management

set of circumstances, objects or conditions, external to organizations managing the assets, that positively affect their adoption of asset management and the achievement of *government* (3.4) objectives

Note 1 to entry: Enabling environments for asset management are unique to different countries or regions and can be unique to different geographic areas within a country. Examples of conditions can include physical conditions (e.g. natural resources) or non-physical conditions (e.g. legal, bureaucratic, fiscal, informational, political, cultural).