

IMPROVING THE PERFORMANCE OF OUR ASSETS

A SNAPSHOT OF OUR ASSET MANAGEMENT DEVELOPMENT PLAN

We are steadfast in our commitment to address the performance of our assets.

To operate successfully in a changing environment, keep up with customers' evolving expectations, and enable us to navigate some of the complex future investment decisions, we will implement **leading asset management practices** across the organisation.

Our asset management improvement initiatives will mature our practices to enable the **right investment**, on the **right assets**, at the **right time** and position our network to enable the **energy future of our communities**.

For a full copy of our **Development Plan** go to www.auroraenergy.co.nz/disclosures/delivering-our-cpp

Customer benefits

- Improved view and oversight into the costs of managing assets
- Enhanced asset management capability, allowing us to deliver for the future
- A safe and reliable electricity distribution service

HOW WE PLAN TO IMPROVE OUR ASSET MANAGEMENT PRACTICES

*Regulatory Year (RY) runs from 1 April - 31 March

Initiative	How we'll do it	By when*
Strategy and planning	Develop our Strategic Asset Management Plan (SAMP) and incorporate into our 2023 Asset Management Plan (AMP), to align our asset interventions across the asset lifecycle with the business objectives set out in our Statement of Corporate Intent and Business Plan.	RY23
	Document Failure Modes, Effects and Consequence Analysis (FMECA) for all asset portfolios and types.	RY23
	Develop network Asset Fleet Strategies and Plans, prioritising asset types that have the potential for the highest safety risks.	RY23-24
	Specify asset data attributes and collection methodologies to mature our risk-based asset management decision making.	RY23-24
Define and evaluate risk	Define asset type for asset health evaluation and set up our real time operations, geospatial and asset management software systems (ADMS, GIS, AMSS) so our asset health index is updated continuously.	RY23-24
	As part of our risk framework, identify asset criticality by defining how asset location and its functionality affect the potential impact on safety, customer experience, environment, and business operations.	RY23-24
	Enhance and expand risk evaluation of some asset types to improve our asset health and criticality information.	RY23-25
Decision making	Define and document our investment approval process and mature our risk-based decision-making in parallel with other related investment decision-making initiatives.	RY23-25
	Align our risk-based decisions through a staged completion of failure mode analysis and risk evaluation.	RY23-26
	Define and monitor risk control effectiveness by developing root-cause (failure mode) analysis and monitoring processes in RY23 for the overhead line assets with expansion into other asset types over the CPP period.	RY23-26
	Develop a live tool to present the current risk status for each asset and each asset type category. This is aspirational and is dependent on progress being made on other improvement initiatives outlined in our Development Plan.	RY26
Risk management and review	Complete our work to review and enhance the identification and assessment of critical business risks, including those related to the management of our assets.	RY23
	Improve governance reporting to ensure risks are understood, tracked, and monitored, with mitigation actions in place.	RY23
	Develop Risk Treatment Plans and assign ownership to create greater accountability and responsibility for risk management, including the development of risk controls.	RY23-24

