



Appendix ten – OLG’s performance indicators from the unaudited Special Schedule 7 - Descriptions

Ratio	Formula	Description
Buildings and infrastructure renewals ratio	Asset renewals	The ‘building and infrastructure renewals ratio’ assesses the rate at which assets are being renewed against the rate at which they are depreciating. The benchmark set by OLG for the ratio is greater than 100 per cent.
	Depreciation, amortisation and impairment	
Infrastructure backlog ratio	Estimated cost to bring assets to a satisfactory condition	The ‘infrastructure backlog ratio’ represents the proportion of infrastructure backlog to the total net book value of a council’s infrastructure assets. The benchmark set by OLG for the ratio is less than two per cent.
	Carrying value of infrastructure, building, other structures and depreciable land improvement assets	
Asset maintenance ratio	Actual asset maintenance	The ‘asset maintenance ratio’ compares actual versus required annual asset maintenance. The benchmark set by OLG for the ratio is greater than 100 per cent.
	Required asset maintenance	
Cost to bring assets to agreed service level	Estimated cost to bring assets to an agreed level of service set by council	The ‘cost to bring assets to agreed service level’ reflects the actual value of identified renewal works to be delivered in the future, compared to the total replacement cost of assets. OLG has not prescribed a benchmark for this performance indicator.
	Gross replacement cost	
