

Risky businesses

Presentation to Statewide Mutual Risk Management Conference – 22 August 2024





David Reynolds, Chief Executive

ONE VOICE For councils

Our purpose is to represent, empower and advocate on behalf of the local government sector in NSW to ensure member councils can drive positive outcomes for local communities.



LGNSW Role and Function



Local Government NSW (LGNSW) is the **peak body** representing New South Wales local councils and associate members, including county councils, joint organisations, and regional organisations of councils.

Our role is to support, promote, advocate for, and represent the local government sector so our members are in the best possible position to serve our NSW communities.

We do this by:

- Providing policy advice, management support and grants to members
- Empowering members to deliver quality services to meet the needs of their local community
- Providing effective, responsive, and accountable leadership on policy issues
- Enhancing community awareness and perception of local government
- Shaping the industrial environment in which the sector operates.



ONE VOICE For Councils

Local government in NSW employs about **55,000 people**





Local government in NSW spends more than **\$2.3 billion** each year on caring for the environment, including recycling and waste management, stormwater management and preserving and protecting native flora and fauna



NSW has more than **350 council-run libraries** that attract tens of millions of visits each year, and more than **400 public swimming and ocean pools**



Local government in NSW is responsible for about 90% of the State's roads and bridges



NSW councils manage an estimated 4 million tonnes of waste each year



NSW councils own and manage more than 600 museums, galleries, theatres and art centre

Gnsw



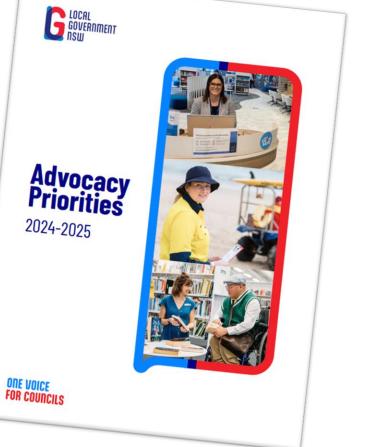
The LGNSW Policy Platform is updated each year following the Conference and consolidates the various policies and positions of member councils.



Advocacy

Priorities are informed by Conference resolutions and set by the LGNSW Board annually. For 2024, LGNSW's key priorities are grouped under 7 priority areas:

- Financial Sustainability
- Planning and Housing
- Roads and Infrastructure
- Resilience to Natural Disasters
- Environment and The Circular Economy
- Caring and Liveable Communities
- Skills and Labour Shortages





LGNSW Strategic Plan 2024-2026





🔠 ECONOMIC

Local government must have control of its revenue raising and investment decisions and be fairly funded by the Commonwealth and State/NSW Governments to meet its infrastructure and service responsibilities.

Local government promotes local and regional economic development and employment growth.

🙉 ACCOUNTABILITY

Local government is responsible and accountable to members and their communities.

Local government is recognised as a responsible and place-based employer.

Local Government reduces and mitigates the risk of climate change for the communities we serve.

💷 PLANNING

Local government is best placed to lead and influence local and regional planning processes according to the needs and expectations of local communities.

Our communities' quality of life is a priority of local government planning.

GOVERNANCE

Local government must be constitutionally recognised and respected as an equal sphere of government.

Local government is democratically elected to shape, serve and support communities.

Local government is committed to the principles of good governance.

LGNSW Strategic Plan 2024-2026





ENVIRONMENT

Local government actions reflect Ecologically Sustainable Development (ESD).

ESD requires the effective integration of economic, environmental, and social considerations in decision-making processes and is based on the following principles:

- Intergenerational equity today's actions maintain or enhance the environment for future generations
- Precautionary prevent environmental degradation and manage and mitigate risk
- Conservation of biological diversity and ecological integrity
- Improved valuation and pricing of environmental resources, recognising the value of the environment to the community
- Commit to the principles of the circular economy and minimise the consumption of finite natural resources.

Residual & Community

Local government is committed to the principles of:

- Equity fair distribution of resources
- · Rights equality for all people
- Access to services essential to quality of life
- Participation of all people in their community
- Recognition of the unique place of Aboriginal people in NSW and the right of Aboriginal people to be involved in all decisions affecting Aboriginal communities
- Health & Safety for all in the community.

Local government is best placed to plan for, deliver and manage essential local infrastructure. Sankos

Council Complexity

Data - OLG (FY22/23)	Low	High
Population	1,431	410,897
DA's determined	8	2,174
DA values	\$2,677,760	\$1,975,091,815
Total Revenue	\$19,460,000	\$854,103,000
Asset Maintenance expenditure	\$2,206,000	\$98,663,000
FTE Staff	42	1,743
Swimming pools (incl tidal/rock)	0	26



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Council Complexity

Sample Council

- 55 Services
- 80-90% core
- 10-20% discretionary
- Dozens of Acts/Reg's

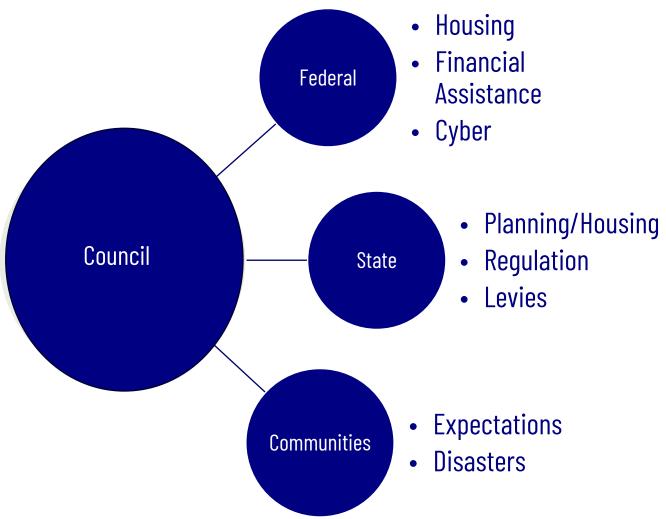
Aquatic and Leisure Centres Arts and Cultural Development Asset Design Asset Management Strategy and Support Audit and Risk Information Centre Building and Engineering Assessment Building Maintenance and Management Building Project Management Civil Asset Construction Civil Asset Maintenance Communications and Marketing Community Development Community Law Enforcement Corporate Records Corporate Strategy and Performance Council and Executive Support Customer Experience Depot Facilities Developer Contributions Development Application Assessment Development Compliance and Regulation Economic Development Emergency Services Support **Energy Management** Environmental Health Environmental Sustainability Events Financial Management Fixed Plant Systems Fleet Management

Governance Graffiti Management Illegal Dumping Management Information Technology Infrastructure Delivery Management Kids' Early Learning Legal Services Libraries Major Projects and Program Management Open Space and Outdoor Recreation Provision Open Space Maintenance Payroll People and Culture Procurement Property Acquisition and Management Rates and Accounts Safety and Insurance Sports Facilities and Key Sporting Venues Strategic Planning Street Cleaning Transport Planning and Traffic Management Urban Animal Management Urban Design and Architecture Waste Management





Beholden to others



Santos



Key current and emerging risks

- Cyber
- Pressure to progress housing
- Role of Regulations e.g. Waste Tendering
- Electoral risk
- Staff turnover/profile

Parting Suggestions



- Keep your risk management framework robust
- Make sure your risk framework is part of your council induction process
- Use your risk management framework to help your council make decisions

