

## AMS (HIGHWAYS) MODULE G – INVESTMENT STRATEGIES

**What...** Investment in the highway assets is essential to improve the condition, maintain steady-state or even just to control the rate of deterioration.

To determine the best level of investment to meet the desired outcomes, a series of strategies can be explored to understand the impact of different budget scenarios, including the impact of investing in different parts of the network.

Investment modelling is the process used to determine backlog, steady-state funding requirements, and provides analysis of differing possible budget scenarios to suggest what the short- and long-term impacts may be.

**Why...** Understanding how the asset will behave in differing budget scenarios helps inform the level of investment required to meet desired levels of performance. This, in turn, can advise appropriate budget levels and support decision making with a robust understanding of the impact of different investment scenarios.

**Who...** The responsibilities for the ‘Investment Strategies’ module lie with:

Determining strategies

Evaluation strategies

Updating & reporting module

**Asset Strategy & Technical Support Manager/SGM-Operational Asset Management**

**Asset Manager**

**Asset Compliance Manager /Commercial & Investment Delivery Manager**

**How...** Lewisham continuously reviews the investment needs of the asset using condition data collected and performance measures (Module D – Performance Management).

Figures derived through Whole of Government Accounts infrastructure valuation inform the steady state funding and backlog.

**Reporting...** Investment modelling reporting is done through update reports as and when investment scenarios are undertaken.

For the purposes of the AMS (Highways) the investment strategy will be updated in line with the determined budgets, and amended accordingly with budget alterations.

**Success Measures...** To deliver the performance targets as stated in Module D- Performance Management.

Provide a quality “public realm” for the borough and support other inward investment.

Depreciation (£ millions)		
Carriageways	Footways	Other Assets
£44.7m	£38.0m	£57.5m
<b>Total - £ 140.2 million</b>		
392.1 km	789.3 km	

From WGA reporting 2013/14

Further Information:
Lewisham’s WGA Valuation 2013/14