



Australian Government

SITXFIN005 Manage physical assets

Release: 1

SITXFIN005 Manage physical assets

Modification History

Not applicable.

Application

This unit describes the performance outcomes, skills and knowledge required to manage the physical assets of an organisation. It requires the ability to establish systems and practices for asset monitoring, maintenance and acquisition.

It applies to senior managers who operate with significant autonomy and who are responsible for making a range of strategic management decisions.

The unit applies to all tourism, hospitality and event sectors.

No occupational licensing, certification or specific legislative requirements apply to this unit at the time of publication.

Pre-requisite Unit

Nil

Competency Field

Finance

Unit Sector

Cross-Sector

Elements and Performance Criteria

ELEMENTS

Elements describe the essential outcomes.

1. Develop practices for systematic maintenance, repair and purchase of physical assets.

PERFORMANCE CRITERIA

Performance criteria describe the performance needed to demonstrate achievement of the element.

- 1.1. Develop and maintain an accurate and current physical assets register.
- 1.2. Develop practices for managing physical assets that reflect overall business objectives.
- 1.3. Establish and implement maintenance and repair regimes that minimise disruption and loss of revenue.
- 1.4. Integrate practices to support environmental sustainability into use of physical assets.

- 1.5. Evaluate current and potential financial ability to acquire physical assets.
2. Monitor the condition and performance of physical assets.
 - 2.1. Establish and implement regular reporting practices to ensure effective performance of physical assets.
 - 2.2. Identify physical asset problems promptly and take appropriate action.
 - 2.3. Assess long-term physical asset performance.
 - 2.4. Evaluate need for, and access, specialist assistance.
3. Coordinate financing and purchase of physical assets.
 - 3.1. Prepare accurate equipment specifications to guide acquisition process.
 - 3.2. Estimate acquisition costs based on evaluation of current, accurate and relevant data.
 - 3.3. Make decisions on replacing and acquiring physical assets.
 - 3.4. Select methods of financing to meet current financial objectives.
 - 3.5. Finance acquisitions in consultation with financial specialists.
 - 3.6. Keep accurate records of all financial agreements.

Foundation Skills

Foundation skills essential to performance in this unit, but not explicit in the performance criteria are listed here, along with a brief context statement.

SKILLS	DESCRIPTION
Reading skills to:	interpret complex product specifications and financial contracts.
Oral communication skills to:	- discuss asset deficiencies with team members - negotiate purchase and financial arrangements with suppliers.
Numeracy skills to:	analyse financial data and interpret estimates and financial agreements for physical asset acquisition.
Learning skills to:	research new physical assets to enhance business performance.
Problem-solving skills to:	evaluate current and future asset needs and financial ability to update physical assets.
Initiative and	identify and analyse the utility of enhanced physical assets to improve business performance.

enterprise skills to:

- | | |
|------------------------------------|---|
| Teamwork skills to: | • regularly discuss the condition and utility of physical assets with team members and take account of their feedback when making acquisitions. |
| Planning and organising skills to: | • manage maintenance and repair regimes and plan for the acquisition of assets. |

Unit Mapping Information

SITXFIN601 Manage physical assets

Links

Companion Volume implementation guides are found in VETNet -

<https://vetnet.gov.au/Pages/TrainingDocs.aspx?q=68c40a93-e51d-4e0f-bc06-899dff092694>

Assessment Requirements for SITXFIN005 Manage physical assets

Modification History

Not applicable.

Performance Evidence

Evidence of the ability to complete tasks outlined in elements and performance criteria of this unit in the context of the job role, and:

- develop a plan for the acquisition, maintenance and replacement of at least three different types of physical assets listed in the knowledge evidence
- demonstrate procedures to:
 - monitor the utility of above assets to meet business needs
 - provide regular financial reports on the assets
 - record formal and informal customer and staff feedback
 - integrate day-to-day condition reports
 - schedule internal or external inspections or audits
 - schedule management reports
 - develop and maintain a current register for the above assets.

Knowledge Evidence

Demonstrated knowledge required to complete the tasks outlined in elements and performance criteria of this unit:

- business objectives relevant to the management of physical assets:
 - profitability
 - growth
 - providing quality products and services to customers
 - adhering to:
 - codes of conduct
 - environmental sustainability philosophies and practices
 - industry accreditation schemes
- types of physical assets required by tourism, hospitality and event organisations and the organisation in particular:
 - buildings
 - computer systems
 - equipment fixtures, fittings and furniture in one of the following:
 - accommodation establishments
 - commercial kitchens

- restaurants and bars
- storage areas
- tourism, hospitality and event offices
- transportation depots
- gardens
- pools
- rides and games
- vehicles
- vessels
- maintenance requirements for different types of physical assets
- considerations for long-term assessment of physical assets:
 - ability to meet business objectives
 - cost of maintenance over a period of time
 - customer and staff feedback
 - input from specialists where required
 - operational efficiency
 - safety
- equipment specifications to guide acquisition process:
 - budget parameters
 - environmental sustainability policies for the business
 - floor plans
 - numbers and types of required equipment fixtures, fittings and furniture
 - operational performance requirements:
 - efficiency
 - customer traffic
 - staff usage
 - types of products and services offered by the business
- formats for and inclusions of asset registers specified in performance evidence
- features and benefits of different financing options for asset acquisition:
 - hire purchase
 - lease
 - purchase
 - rent
- depreciation that can be applied to different types of physical assets
- data used in the estimation of asset acquisition:
 - current maintenance contracts
 - estimates and quotations from suppliers
 - previous contracts and costs
 - published or advertised prices
- practices to support environmental sustainability using different types of physical assets.

Assessment Conditions

Skills must be demonstrated in an operational tourism, travel, hospitality or event operation for which physical assets are monitored and maintained. This can be:

- an industry workplace
- a simulated industry environment.

Assessment must ensure access to:

- current commercial purchase specifications, supplier product and cost information, and contractual documentation used for the purchase of assets.

Assessors must satisfy the Standards for Registered Training Organisations' requirements for assessors.

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