

the professional body for
whole life management of physical assets



The IAM's position on:

'Resilience' and Asset Management

Approved by IAM Board, February 2022

Organizational Resilience

Organizational Resilience is often described as “the ability for an organization to absorb and adapt in a changing environment” to enable it to deliver its objectives and to survive and prosper. The consequences resulting from a lack of resilience can lead to immeasurable losses to the organization and society, their services, human and other life, the environment and economies around the world.

More resilient organizations can anticipate and respond to threats and opportunities, arising from sudden or gradual changes in their internal and external context. Emerging and future drivers including greater interdependencies between services, accelerated technological advancements, the greater interconnectedness of the global economy, cyber threats, and broader issues such as rising inequality, species depletion and climate emergency mean that resilience has never been more important.

Planning for resilience

Planning for resilience goes beyond disaster recovery by establishing proactive, pre-disaster strategies to reduce or avoid costly asset or service downtime, address vulnerabilities and through being prepared, maintain business operations in the face of unexpected disruptions.

Enhancing resilience is the outcome of good business practice and effectively managing risk. The foundation of good asset management practice is the consideration of a long-term, whole-life, whole-system approach which are all essential elements to ensure and enhance resilience. The design, development and coordination of the asset management system and its alignment with the organization's strategic objectives is fundamental to enhancing organizational resilience.

As the world becomes more dynamic, changeable, and unpredictable, asset intensive organizations should not only be concerned with surviving and coping with unplanned challenges, but also on thriving and improving their ability to learn, adapt, recover, and anticipate unplanned disruptions. Organizations must look to ensure strong resilience through embedding the right asset management tools, approaches, leadership and culture.

Leadership

An often-overlooked challenge of business resilience planning is the human element, whereby individuals in a chaotic situation must be prepared and educated on how to respond accordingly. Equally, leadership in the face of disruption is key – strong and pre-planned direction and decision making is vital for ensuring resilience.

St Brandon's House, 29 Great George Street, Bristol BS1 5QT +44 (0) 8454 560 565 office@theIAM.org www.theIAM.org

'The Institute of Asset Management Ltd' is registered in England No. 5056259. Registered Office: Woodlands Grange, Woodlands Lane, Bradley Stoke, Bristol, BS32 4JY
'IAM Trading Ltd' is registered in England No. 4990747 and is wholly owned by The Institute of Asset Management Ltd. See our website for more information.

Understanding and testing resilience has grown in complexity as the challenges faced are often larger and wider reaching than were previously predicted. The range of uncertainty around the impact and consequence of unplanned disruptions requires an organization to go beyond a simple risk management approach and embed a deeper level of asset management capability to deliver resilience throughout their operations.

The IAM and Resilience

To support organizations in improving their resilience through good asset management, the IAM continues to create new tools and guidance that integrate with the wider asset management frameworks already established within organizations.

Quote

"At the IAM, we recognise that there is clearly a need to develop new resilience capabilities to manage uncertainty across complex, modern, interconnected societies and economies. This requires a holistic approach that combines technical and organizational elements that will allow organizations to enhance their resilience to emerging and future shocks and stresses. If you would like to know more or wish to work with us, please do get in touch with us at the IAM Resilience Program."



Dr Christian Roberts,
President of the IAM