



2019-20

ANNUAL REPORT

Keep Australia Beautiful Council



Keep 
Australia
Beautiful
 WA

Hon. Stephen Dawson MLC

Minister for Environment

In accordance with Section 63 of the *Financial Management Act 2006*, I submit the Keep Australia Beautiful Council Annual Report for the period 1 July 2019 to 30 June 2020, for presentation to Parliament.

The report has been prepared in accordance with the provisions of the *Financial Management Act 2006*.



Michael Aspinall

Chairman
Keep Australia Beautiful Council WA

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The report conforms to State Government requirements for accessibility and ease in downloading and can be viewed in HTML and PDF formats. The report can be downloaded from the Keep Australia Beautiful Council's website at www.kabc.wa.gov.au. The report is available in alternative formats and languages on request.

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Keep Australia Beautiful Council Annual Report 2019-20

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CHAIRMAN'S REPORT



Thank you for reading the Keep Australia Beautiful Council (KABC) 2019-20 annual report. This financial year we have experienced much change, but have continued to deliver on our key goal to eliminate litter from our state and protect our unique environment.

In the latter half of 2019-20, the COVID-19 restrictions impacted the delivery of a number of our programs and initiatives. As we move towards recovery, I would like to acknowledge the hard work and commitment of our KABC staff who worked to ensure key projects continued during these months. I also extend my thanks to our stakeholders, volunteers and the community for their efforts.

In June 2020, the Minister for Environment opened applications for funding in the 2020 Community Litter Grants program, as well as reopening submissions for the annual Tidy Towns Sustainable Communities Awards, which will take place later this year. This is a great achievement and a successful step forward as we adjusted to doing business in a COVID-19 environment.

We made substantial progress in preparing the new *Litter Prevention Strategy for Western Australia 2020-2025*. It outlines measures needed to tackle litter, change behaviours and achieve a continuing downward trend in litter across the state. The updated strategy will build on the results achieved under the 2015-20 strategy, and considers areas for improvement and new focus.

Our National Litter Index (NLI) results for 2019-20 continued the downward trend in litter in Western Australia. The launch of the State Government's container deposit scheme, Containers for Change, on 1 October 2020 is anticipated to have an additional positive impact on litter reduction throughout the state in the future. Modelling

shows that, over 20 years, the scheme will recycle 6.6 billion containers, of which 5.9 billion would have been landfilled and 706 million would have been littered. KABC will continue to work with the department in order to align NLI audit parameters with this scheme.

In 2019-20 the Tidy Towns Sustainable Communities Awards celebrated its 50th anniversary. The awards ceremony offered a marvellous opportunity to share that history, with a retrospective of images and stories, as well as the chance for finalists to share their stories with each other. To our volunteers, local governments and community members – thank you for helping make this milestone possible. Without your commitment and investment of time to contribute to positive environmental outcomes across our regional cities and towns, these awards would not be possible. Congratulations again to the City of Bunbury on winning the state title for 2019.

I would like to thank my fellow Council members and KABC Services staff for their hard work this year. Your commitment and enthusiasm for practical and impactful program delivery is invaluable.

Lastly, I would like to personally thank all of our volunteers, program participants and stakeholders for their ongoing support to spread the anti-litter message and keep WA beautiful and litter free.

A handwritten signature in black ink, reading "Michael Aspinall". The signature is written in a cursive style.

Michael Aspinall
Chairman
Keep Australia Beautiful Council



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EXECUTIVE SUMMARY

254

new adopter groups

7,500

Outback Packs

seven

local governments

15,456

litter reporters

89,000

rubbish+ recycling collection bags

1,633

infringements

64,000

car litter bags

\$48,304

litter grants

200

pocket ashtrays

45

Tidy Towns registrations

EDUCATION AND AWARENESS

In 2019-20 the following results were achieved:

- Adopt-a-Spot engaged **254 new adopter groups**, compared with 234 in 2018-19.
- There were **59 additional registrations** in the Clean Schools program, bringing the total number of primary and secondary schools participating to 639.
- A total of **\$48,304 in funding** was awarded to community projects targeting litter through the Community Litter Grants scheme, a little less than the \$56,266 awarded in 2018-19.
- **5,575 Outback Packs** were assembled, a 30 per cent increase on 2018-19. A total of 7,500 were distributed, which was slightly fewer than the 9,050 distributed in the previous financial year.
- **64,000** car litter bags, **89,000** large rubbish and recycling collection bags, and **200** pocket ashtrays were provided to Adopt-a-Spot groups and other community groups, businesses and local governments.





RESEARCH AND DATA

The 2019-20 National Litter Index results for WA show a **steady decrease** in the amount of litter by number of items per 1,000m² of 1.4 per cent and by volume per 1,000m² of 9.4 per cent since last year.

PARTNERSHIPS

KABC implemented actions under memoranda of understanding (MOU) with **seven local governments**, Tangaroa Blue Foundation and MRWA.

PROMOTION

The KABC brand anti-litter messages were promoted across a range of local governments, events and activities in 2019-20, with the ongoing 'Bin it – you know it's the right thing to do' anti-litter campaign as the overarching message. The campaign 'If you leave litter, you're rubbish' also continued to be promoted in 2019-20.

As well, a major new campaign was launched in September 2019 – the **'Bin Your Butt' campaign**. The campaign was developed in response to the National Litter Index for Western Australia 2017-18, which showed cigarette butts comprised over one-third of the items of litter counted and there had been a 21.9 per cent increase in cigarette butt litter compared with the previous year. The consequences of cigarette butt litter include increased risk of fire, chemical leaching into the environment, danger to wildlife and loss of public amenity.

ENFORCEMENT

In 2019-20 an additional 1,263 Western Australians registered to become litter reporters. This brings the total number of registered litter reporters to 15,456 in 2019-20. A total of 1,585 reports were received by the Litter Report Scheme which resulted in **1,633 infringements** being issued, some reports having been received in the previous year.

TIDY TOWNS

The 50th year of the Tidy Towns Sustainable Communities program received **45 registrations** in 2019. The state awards were held at Fraser's Restaurant in Kings Park. Bunbury was the overall State winner, which seems especially fitting as Bunbury was the inaugural State winner in 1969. Bunbury will represent Western Australia at the National Awards in October 2020.

SPECIAL PROJECTS

KABC Services officers visited **Cocos (Keeling) Islands** and Christmas Island in September and November 2019 to deliver litter prevention education and community engagement programs. They undertook marine debris analysis, as part of the Department of Water and Environmental Regulation's (DWER) service delivery arrangement with the Australian Government.

PERFORMANCE OVERVIEW

The general downward trend in litter, counted through the National Litter Index since 2008-09, continued into 2019-20.

The 2019-20 litter count recorded a decrease of 1.4 per cent in items of litter per 1000m² and 9.4 per cent volume from 2018-19.

Over the longer term, WA has maintained steadily declining litter levels driven primarily by reductions in cigarette litter.

Table 1 National Litter Index results in WA

Items per 1,000m ²				Volume L / 1,000m ²			
17-18	18-19	19-20	19-20	17-18	18-19	19-20	19-20
		Target	Actual			Target	Actual
40	37	37	36	6.3	5.3	6.5	4.7

The general downward trend in litter, counted through the National Litter Index since 2008-09, continued into 2019-20.



OPERATIONAL STRUCTURE



Mission: To provide leadership, support and services necessary to ensure that all Western Australians live in a clean and litter-free environment.

A primary purpose of the *Litter Act 1979* (Litter Act) is to establish the Keep Australia Beautiful Council. It has a wide range of general powers and functions associated with litter established by Part IV – Prevention of litter; Part V – Enforcement, proceedings and penalties; and Part VI – Regulations and rules, with 16 functions being set out in full in the Second Schedule of the Litter Act, which are to:

- educate members of the public in, and to awaken, stimulate, encourage and maintain the interest of members of the public in, and to promote public knowledge of, the correct disposal of waste items
- foster and encourage the appreciation of clean and well-kept cities and countryside
- safeguard the character and beauty of the Australian landscape through the prevention of litter
- preserve and improve the appearance of our environment in the schools, in factories, shops and offices, in parks, beaches and recreation places and along the roadside by the prevention of litter
- make recommendations and submit proposals to the Minister from time to time with respect to regulations to be made under this Act
- promote litter prevention through publicity of all kinds, design and distribution of litter receptacles and encouragement of suitable legislation
- promote awareness of, and encouragement of, litter recycling
- maintain continuous and effective campaigns against the disfigurement of the landscape by litter and to encourage a responsible community attitude to cleanliness in all public places
- study available research, and development in the field, regarding litter control, removal, disposal and recycling and to study methods for the implementation of such research and development
- cooperate, where considered desirable by the Council with other organisations within the State or elsewhere on questions relating to all forms of pollution and generally to work for a clean healthy environment
- serve as the coordinating agency between organisations seeking to aid the anti-litter effort
- liaise with local governments with a view to ensuring that the provisions of this Act are enforced in the districts of those local governments
- cooperate with local governments to accomplish coordination of local anti-litter efforts
- encourage, organise and coordinate voluntary local anti-litter campaigns seeking to focus the attention of the public on programmes to control and remove litter
- take appropriate measures to bring the provisions of this Act to the attention of the public
- do such other acts and things as are conducive to the prevention and control of litter.

KABC provides a strategic overview and monitors implementation of programs in the annual business plan and provides advice to the Minister as requested.

The KABC Fund receives grants from the Waste Avoidance and Resource Recovery Account and DWER. It also receives revenue from litter fines and enforcement and from program sponsorship from MRWA and Mars Wrigley.

RESPONSIBLE MINISTER

KABC reports to the Minister for Environment, Hon. Stephen Dawson MLC, who is the Minister responsible for the Litter Act.

ORGANISATIONAL STRUCTURE

DWER provided services and functions to KABC to support the implementation of the *Litter Prevention Strategy for Western Australia 2015-2020* through the annual business plan.

In December 2018, the Minister appointed the members of KABC for three-year terms.

Chairman Michael Aspinall – was appointed to KABC as chairman and as a person with special knowledge of litter and environmental matters. He was for a number of years a member and Chair of the Municipal Waste Advisory Council, which is a standing committee of the WA Local Government Association. Michael has a deep understanding of community attitudes towards litter.

Deputy Chair Genette Keating – is President of the Consumers' Association of WA. Genette has represented the interests of consumers on KABC for many years. She is a keen environmental scientist and sustainability advocate with an extensive understanding of the concern and involvement of consumers in the numerous issues affecting our littering behaviour and its outcomes.

Member William Adams – represents WA Local Government Association – Regional. William is a councillor at the Shire of Harvey, and has represented the Association on KABC on several occasions. William contributed to framing the current Litter Prevention Strategy, emphasising the need for partnerships and collaboration between local government and key stakeholders.

Member Don Burnett – represents WA Local Government Association – Metropolitan. Don is the chief executive officer at the Shire of Peppermint Grove. Before this he was chief executive officer at the cities of Subiaco and Kalgoorlie-Boulder and the Town of Northam. He has also worked at the Shire of Wyndham-East Kimberley and the Shire (as it was then) of Wanneroo. Don spent seven years early in his career in the state public service, working in the Audit and Local Government departments.

Don has over 30 years in the local government sector in senior roles, with extensive experience working in the regions, and has an MBA from the University of Western Australia.

Member Lisa Fanciulli – represents the Department of Local Government, Sport and Cultural Industries. Lisa has more than 30 years' experience in the public sector in a wide range of strategic policy and service delivery roles. She is currently Executive Director, Infrastructure and has previously held roles as Director, Waste Strategy with DWER and Executive Director, Major Transport Projects with the Department of Transport. Lisa has a degree in accounting and finance and postgraduate qualifications in public policy.

Member Howard Flinders – represents the Department of Education. Howard brings more than 25 years' experience in education to KABC, as well as 13 years teaching in the primary education sector and 14 years working with the Department of Education as a project manager-consultant in education for sustainability.

Howard has a longstanding interest in waste management issues, including litter prevention, particularly as they relate to biodiversity conservation.

Member Jason Menzies – represents the Department of Biodiversity, Conservation and Attractions. Jason holds a degree in Environmental Science and, since graduating in 1999, has spent the past 20 years blending environmental science with social science in a variety of roles in both the private and government sectors.

Jason has spent the last decade working for the Swan River Trust and the Department of Biodiversity, Conservation and Attractions as the Community Engagement Manager for the Rivers and Estuaries Branch. In this role, Jason has overseen the successful development and delivery of the River Guardians program – a river-focused community education and behaviour change program.



Member Christine Parfitt – represents the Conservation Council WA Inc. Christine has a strong background in marine science and became particularly concerned about plastic pollution while living in Indonesia. She subsequently founded the charity Bottle for Botol that educates and enables students in Indonesia to access plastic-free drinking water. To date they have prevented over 15 million plastic cups from being used in schools. Christine is currently undertaking her PhD at the University of Western Australia in behavioural science and plastic pollution.

Some positions were vacant.



PERFORMANCE MANAGEMENT FRAMEWORK

CONTRIBUTION TO STATE GOVERNMENT GOALS

Under an outcome-based management framework, the Keep Australia Beautiful Council contributes to the State Government goal of 'Greater focus on achieving results in key service areas for the benefit of all Western Australians'.

Table 2 Mapping government goals

State Government goal
Greater focus on achieving results in key service areas for the benefit of all Western Australians.
Litter prevention strategy priorities
<ol style="list-style-type: none">1. Research and data. To understand the type and extent of littering in WA. To develop litter prevention activities based on a range of data.2. Education, awareness and training. To increase public knowledge and willingness to participate in maintaining a litter-free environment. Increase understanding in the community of the need for materials to be recycled in the same way as they do at home. To train enforcement officers to support litter reduction initiatives and monitor littering.3. Litter prevention tools. To facilitate appropriate infrastructure and services to reduce littering and increase recycling across WA.4. Enforcement. To ensure effective and efficient enforcement of the current litter legislation.5. Incentives. To encourage, reward and provide appropriate resources to people to change their behaviour with regard to litter.6. Collaboration and partnerships. Encourage and work with stakeholders to identify their responsibilities and manage their roles in litter and waste management in a coordinated and consistent manner.7. Legislation and policy. Develop and communicate position statements on high- priority litter issues identified in the National Litter Index and other programs.
Keep Australia Beautiful Council role
Apply KABC Fund moneys to develop and deliver a range of programs and initiatives to promote litter prevention and recycling throughout Western Australia that support: <ul style="list-style-type: none">• collection of robust data• attitude and behaviour change• community participation• enforcement of the Litter Act• provision of materials and tools to the community and partner organisations.



FINANCIAL OPERATION

The KABC Fund received State Government grants from the Waste Avoidance and Resource Recovery Account through the Waste Authority and from DWER. It also received revenue from litter infringements and enforcement activities and the sale of items. KABC received program sponsorship from MRWA and Mars Wrigley. During 2019-20, a range of corporate support functions and services were provided by DWER through a service-level agreement.

In addition, the KABC Fund received a calculated interest on its balance of \$4,261.

Expenditure from the KABC Fund must be consistent with the annual business plan or as approved by the Minister. The KABC Fund revenue and expenditure is summarised in the statement of cash flows.

SNAPSHOT

In 2019-20, the KABC Fund had an
**opening balance
of \$963,402.**

As at 30 June 2020 the
**closing balance
was \$714,614.**

The Auditor General provided an independent audit opinion on KABC Fund statements and key performance indicators.

The 2019-20 KABC Fund
**expenditure
was \$1,758,606.**

The closing balance was because of unexpended funds for the roadside litter project and some delayed activity as a result of COVID-19 restrictions. Full expenditure is anticipated for 2020-21.

GOVERNANCE

Processes are in place within DWER to monitor and audit the financial performance of the KABC Fund in accordance with the *Financial Management Act 2006*. The management of the KABC Fund is regarded as a DWER service for the purposes of sections 52 and 53 of the *Financial Management Act 2006*. The DWER chief finance officer (CFO) is KABC's CFO.

The KABC brand and anti-litter message were promoted across a range of events and activities in 2019-20.



KABC PERFORMANCE

REPORT ON OPERATIONS

KABC's activities are aligned with the seven priorities in the *Litter Prevention Strategy for Western Australia 2015-20*.

PRIORITY 1

Research and data.

To understand the type and extent of littering in WA. To develop litter prevention activities based on a range of data.

National Litter Index

The National Litter Index (NLI) is the annual measure of litter type and volume based on counts which are taken twice a year at 983 sites across Australia, including 151 sites in Western Australia within a 50 km radius of Perth CBD. The NLI measures litter at eight different site types: beaches, car parks, highways, industrial sites, parks, residential areas and retail shopping centres. The data compares this year's results with 2018-19.

The number of items of litter per 1,000 square metres (m²) decreased from 37 to 36, representing a 1.4 per cent decrease. The volume of litter per 1,000 m² decreased from 5.31 litres to 4.7 litres, a decrease of 9.4 per cent.

A fall in beverage containers (-15.2 per cent) was the main contributor to the decrease in items of litter counted, together with decreases associated with takeaway packaging (- 2.7 per cent), other paper (-1.9 per cent) and cigarette related litter (-0.8 per cent).

The decrease in litter volume (-9.4%) attributed the largest reductions to lower levels of plastic industrial containers, plastic water and soft drink bottles <1 litre and soft drink cans, continuing the trend from 2018-19.

Lower levels of litter were counted at recreational parks (-25.5 per cent), car parks (-12.2 per cent), retail precincts (-11.5per cent), major roads highways (-2.8 per cent) and shopping centres (-1.1 per cent).

Higher levels of litter were recorded at beaches (+44.6 per cent), industrial precincts (+13.1 per cent) and residential streets (+9.7 per cent).

Industrial precincts continue to record the highest loads on an item counted basis whereas major roads/highways continue to have the highest estimated loads on a volumetric basis.

Most littered items per 1,000m² included cigarette butts (2,781), beverage containers (1,038), and takeaway food and beverage containers (1,177).

Table 3 NLI results in WA

Items per 1,000m ²				Volumes per 1,000m ²			
17-18	18-19	19-20	19-20	17-18	18-19	19-20	19-20
		Target	Actual			Target	Actual
40	37	37	36	6.3	5.3	6.5	4.7



PRIORITY 2

Education, awareness and training. To increase public knowledge and willingness to participate in maintaining a litter-free environment. Increase understanding in the community of the need for materials to be recycled in the same way as they do at home. To train enforcement officers to support litter reduction initiatives and monitor littering.

Campaigns

KABC Services commenced planning for the 'Bin your Butt' campaign in late 2018 to address cigarette butt litter, which was shown in the *National Litter Index for Western Australia 2017-18* report (NLI) to have increased by 21.9 per cent. The campaign was launched on 28 August 2019 by the Chairman at Mullaloo Beach, with some 'big butts' as visual props. Staff engaged with walkers and others spending time in the cafes and parks at the location during the launch. Campaign materials were in market for various periods from 3 September to 24 November 2019.

Men aged 18-45 who smoke were the key target audience, one that is difficult to engage with. A 'confrontation' strategy was advised, based on focus group testing of draft campaign materials with that cohort of the population. Beaches, roadsides and retail precincts were the target sites because they attracted the largest increases in cigarette butt litter as noted in 17-18 NLI count. Five areas where the bulk of reports to the Litter Report Scheme of littering cigarette butts from cars occurred carried the out-of-home advertising. The out-of-home strategy was adopted as research showed that the target cohort was mostly likely to encounter and engage with messaging while commuting.

Social media reached 330,781 individuals on an average frequency of 5.34 times. The 15-second pre-roll video was more successful than the 30-second; the image of a foot stepping on a butt and of butts filling a map of WA by one-third were the images that had the strongest 'click through rate', which is the measure of viewers who then took an action. Digital roadside billboards had a reach over two weeks of 10,400 on





Leach Highway, Melville; digital bus stop panels in the Perth CBD had a reach of 144,900 per week; and static panels in Balcatta, Osborne Park, Canningvale and South Perth had a reach over eight weeks of 449,900 at a frequency of 7.2 occasions. Bus backs on buses travelling from the Beckenham, Welshpool, Karrinyup and Malaga depots had a reach over 12 weeks of 376,000 at a frequency of 5.6 times. Petrol pump TV in Morley, Balcatta, Canningvale, Osborne Park and Joondalup over four weeks reached 275,105 people 9.92 times.

The KABC brand and anti-litter message were promoted across a range of events and activities in 2019-20, with the ongoing 'Bin it – you know it's the right thing to do' anti-litter campaign as the overarching message.

Video advertisements are made available on KABC's website for promotional use, and are provided to local governments to use at events. Print advertisements were placed on 321 public bins in 12 local government areas. Two anti-littering videos were used at outdoor cinema venues from February to March 2020.

In May 2020, KABC partnered with Charitable Recycling Australia (formerly NACRO) and DWER for a joint social media campaign to address the ongoing issue of poor-quality charitable donations ending up in landfills at charitable organisations' cost, or items being illegally dumped at collection sites. The campaign focused on promoting positive behaviours with clear examples of what can and cannot be donated. The messages also aimed to raise awareness of littering fines when donations are left outside closed shops and donation bins.

Facebook and Instagram continued to be used as engagement tools with 4,132 and 960 followers respectively, as at 30 June 2020. Campaign resources continued to be distributed via local governments, community resource centres and at sponsored community events.



**Print
advertisements
were placed on
321 bins in 12 local
government areas.**

**During 2019-20,
there were 59
registrations for the
program, compared
with 101 in the
previous year.**



Events

KABC volunteers contributed many hours to major event clean-ups, and KABC provided litter collection bags, car litter bags, pocket ashtrays and pop-up bins to organisations promoting the anti-litter message at events.

Table 4 Events

2019	Name of event
22 July	World Oceans Day and Plastic Free July Clean-up Event – Co-hosted event with City of Cottesloe at North Cottesloe Beach Surf Life Saving Club.
18 October	WA Beach Clean-up event with Swan Christian College at Whitfords Nodes
19 October	WA Beach Clean-up event with the Department of Biodiversity, Conservation and Attractions (DBCA) at Peel Inlet and Port Bouvard in support of the Reel It In Fishing Line Bin project.
20 October	WA Beach Clean-up event at Brighton Beach – 65 volunteers collected and audited 57.5kg of litter. Data from audit added to Australian Marine Debris Initiative database.
19, 20 October	WA Beach Clean-up on WA coastline and waterways
25 October	Tidy Towns Sustainable Communities Awards State Event, held in Perth
2020	
23 February	Clean Up Australia Day event with DBCA at Crawley Bay in Nedlands – 49 volunteers collected and audited 96.5kg of litter. Data from audit added to Australian Marine Debris Initiative database.
1 March	Clean Up Australia Day event with City of Cockburn at C.Y. O'Connor Beach.
7 March	Tidy Towns launch and clean-up at Kalgoorlie Boulder .
8 June	Clean-up event at Mullaloo Beach for World Oceans Day

Clean Schools

The Clean Schools program aims to change the littering behaviour of students and reduce litter in schools. As at 30 June 2020, 639 Western Australian primary and secondary schools, and other organisations involved in waste management education such as day-care centres, were participating in the program.

During 2019-20, there were 59 registrations for the program, compared with 101 in the previous year. Each registrant was provided with a resource package, including a step-by-step guide to implementing the program and a thumb drive of downloadable resources.

In 2019-20, five professional development workshops were held in metropolitan and regional areas, as well as five online webinars. There was a total of 86 attendees compared with 138 in the previous year. This included two workshops in partnership with the Waste Authority's Waste Wise Schools program. COVID-19 impacted the number of registrations and face-to-face workshops we were able to conduct.

In 2019 KABC Services officers presented in classrooms and at events held at Carey Baptist College, Swan Christian College, St Mark's Anglican Schools and Carine Senior High School.

KABC Services officers also contributed to numerous education events including:

- litter prevention talks to K-2, Years 3-5 and Years 6-7 at Carey Baptist College in Forrestdale in preparation of their entire school clean-up day
- a WA Beach Clean-up event with Swan Christian College at Hillarys – 12kg collected including 3,238 cigarette butts
- a WA Beach Clean-up event with John Curtin College at Bathers Beach – 22.5kg collected including 1259 cigarette butts
- a litter prevention talk to Year 4 (50) from Swan Christian College followed by clean-up and audit event at Lilac Hill – 35kg collected (this event was in collaboration with the City of Swan)
- a litter lesson, collection and audit with Year 6, 7 and 8 students (540) from St Mark's Anglican School as part of their school Wellness Day
- a litter and waste lesson to Year 9 students at Carine Senior High School.



From May 2020, Clean Schools offered schools the opportunity to have student-designed stickers placed on bins around their school. KABC supplied 18 custom stickers to registered schools, promoting a positive litter-free message. As of 30 June 2020, 12 schools had registered to take up the offer, with two schools receiving their stickers.

KABC website

The KABC website is a user-friendly information source for the community, as well as a platform for promoting opportunities to participate in anti-litter activities, such as clean-up events, competitions and programs.

The website hosts registration pages for key programs, including Adopt-a-Spot, the Litter Report Scheme, Clean Schools and the Tidy Towns Sustainable Communities Awards. The website also enables online purchasing of anti-litter resources and has a range of reporting forms for program evaluation.

During the year 5,575
Outback Packs were
assembled and 7,200
were distributed.



PRIORITY 3

Litter prevention tools. To facilitate appropriate infrastructure and services to reduce littering and increase recycling across WA.

Outback Packs

Outback Packs continued to provide travellers with tools to manage their own litter and conduct clean-ups at rest areas, campsites and on roadsides. The program continued to be financially supported by Main Roads WA in 2019-20.

During the year 5,575 Outback Packs were assembled and 7,200 were distributed. Large volumes of packs were provided in regions at strategic times of the year to coincide with peak holiday periods. An increasing number of packs are being distributed at events such as the Caravan and Camping Show, the Perth 4WD Show and at conferences for groups such as the Caravan and Motorhome Association of Australia.

Information received from Outback Pack surveys indicated that the packs were being used by travellers to manage their own rubbish or to clean up others' rubbish found at campsites, rest areas and roadsides.

The packs were assembled by students from Lumen Christi College and Swan Christian College (Justice League) as part of their community service commitment.

Packs were also assembled by people completing community service orders under the Department of Corrective Services, South West Metropolitan Youth Justice Services, North-West Metropolitan Adult Community Correction Services, North-East Metropolitan Adult Community Correction Services, Department of Corrective Services, South East Metropolitan Youth Justice Services and North Metropolitan Youth Justice Services.

In response to the State Government position in single-use plastics, the contents of Outback Packs are being reviewed as there are several items that are single-use plastic.

Funding for Outback Packs has been secured for the 2020-21 financial year.



Resources

During 2019-20, KABC provided litter prevention and remediation resources either free of charge or at cost, with:

- 64,000 car litter bags, 89,000 large rubbish and recycling collection bags, and 200 pocket ashtrays provided to Adopt-a-Spot groups and other community groups, businesses and local governments
- other resources to support clean-up activities under the Adopt-a-Spot program, including 873 pairs of gloves, 218 sets of tongs, and 185 sharps containers
- 5,575 Outback Packs distributed through regional outlets.



PRIORITY 4

Enforcement. To ensure effective and efficient enforcement of the current litter legislation.

Litter Report Scheme

The Litter Report Scheme enables registered members of the community to report littering from cars. An additional 1,280 Western Australians registered to become litter reporters in 2019-20. This brings the total of registered litter reporters to 15,527. During 2019-20, KABC received 1,585 online litter reports. Of the reports received, 94 per cent resulted in infringements being issued.

With the COVID-19 restrictions, reports in the last quarter were down considerably from previous years. While there has been a significant increase of about 35 per cent in the number of registered litter reporters, there has been a decrease in the number of reports received and of infringements issued over the same period. There is no evidence available as to why there has been a decrease in litter reports but statistics show that this has been the trend for a number of years.

Litter investigations

KABC investigators enforce the Litter Act, focusing efforts on areas of urban development, particularly locations within the cities of Armadale, Cockburn, Wanneroo, Swan and Rockingham, and the shires of Serpentine-Jarrahdale and Gingin.

In 2019-20, KABC Services officers undertook 112 investigations, resulting in 67 litter infringement notices and one letter of warning for littering offences. In addition, 12 Litter Act prosecution briefs were compiled. There was a 71 per cent enforceable outcome from this work.

PRIORITY 5

Incentives. To encourage, reward and provide appropriate resources to people to change their behaviour with regard to litter.



Tidy Towns Sustainable Communities

The Tidy Towns Sustainable Communities Awards recognise and reward communities that seek to reduce litter, embrace the concept of sustainability and take positive action to protect and enhance their environment.

The 50th year of the program in Western Australia attracted 45 registrations. The awards recognised the efforts of local shires and not-for-profit groups, including 2,955 volunteers. Nearly 62,000 hours of volunteer participation were committed to the projects entered.

Bunbury was announced as the state winner at the awards event on 25 October 2019, having submitted outstanding projects across all seven categories.

The 2020 Awards were launched in March 2020 in Kalgoorlie-Boulder and were postponed because of COVID-19 restrictions. KABC was very pleased that the Awards were able to be opened again by the Minister in June 2020.

From July 2019, custom-designed bin stickers were available to regional and remote communities, sponsored by Natsales through the Tidy Towns Sustainable Communities program. The stickers are aimed to increase community pride and promote a positive litter message. Twelve regional communities took up the challenge to design their unique stickers.



Adopt-a-Spot

The Adopt-a-Spot program is a popular community engagement program, involving over 43,000 registered volunteers since it began in 2009. The program engages volunteers to undertake litter clean-ups at registered sites in their communities to contribute towards a litter-free WA. At 30 June 2020, there were 1,493 groups registered in the Adopt-a-Spot program, with 254 groups joining in 2019-20. Clean-up reports submitted during 2019-20 showed nearly 3,000 bags of rubbish were

removed from the environment. As each bag holds about 15 litres of rubbish, it is estimated that about 45,000 litres of rubbish was removed from the environment across the state from highways, local streets, parks, waterways, bushland, beaches, riversides and wetlands.

The Adopt-a-Spot community consists of groups, families, individuals, schools and clubs and demonstrates the community's ongoing commitment to ensuring our environment is litter free in areas around the state. Partnerships with local governments and MRWA to promote the program continues to increase participation from local communities.



2019-20 Community litter grants

A total of \$48,304 in funding was awarded to the following projects in 2019-20. Because of the COVID-19 restrictions, some projects are ongoing.

Table 5 Community Litter Grants

Keep Australia Beautiful Community Litter Grants Recipients 2019-20		
Organisation	Project title	Funds granted (\$)
City of Bunbury	Seabin Installation	5,000.00
City of Cockburn	Coastal cafe litter reduction program trial – Clean Ocean Cuppas	4,145.00
City of Kalamunda	Zag and Tag	4,756.00
Cockburn Community Wildlife Corridor Inc.	Keep Blackwood Bush Beautiful	4,525.00
Collie Tidy Towns Committee	Banish Butts from Collie	2,935.00
Harvey Primary School P&C	Alternatives to Plastic are fantastic: educating Harvey Primary School community to reduce plastic waste	853.00
Hopetoun CRC	Rethink the Way You Drink	3,621.00
Multicultural Communities Council of WA	Too beautiful to litter	1,500.00
Nannup Music Club Inc.	Litter Free Nannup Music Festival	3,894.27
North Cottesloe Surf Life Saving Club Inc.	North Cottesloe Beach Filtered Water Dispenser	5,000.00
Shire of Manjimup	Changing Habits – Educated Waste Reduction Via Community Events	8,500.00
Shire of Merredin	Give a Hoot, Don't Pollute	3,575.00

PRIORITY 6

Collaboration and partnerships. Encourage and work with stakeholders to identify their responsibilities and manage their roles in litter and waste management in a coordinated and consistent manner.

Local government

Working with local government was important to the success of the *Litter Prevention Strategy for Western Australia 2015-20*.

KABC has ongoing agreements with seven local governments (the cities of Albany, Armadale, Gosnells, Greater Geraldton, Swan and Wanneroo, and the towns of Cambridge and Victoria Park) to promote the Adopt-a-Spot program. KABC continues to seek out opportunities to form partnerships with metropolitan and regional local governments for the delivery and promotion of the Adopt-a-Spot program.

KABC has partnered with 12 local governments to promote the 'If you leave litter, you're rubbish' message on bins and other local government assets (e.g. signage in buildings).

Main Roads Western Australia

KABC continued to implement actions under a five-year MOU with MRWA, including major roadside clean-ups on controlled access highways, Outback Pack assembly and distribution and the mobilisation of Adopt-a-Spot groups to undertake clean-ups on regional roads controlled by MRWA.

Campaign material for the 'WA naturally thanks you' regional roadside litter prevention program was developed and market tested. This is a state-wide roadside litter prevention program funded by MRWA. The program includes roadside signage, free compostable car litter bags and a social media campaign aimed at changing the littering behaviour of motorists and passengers to reduce the number of items thrown out of car windows. The program is expected to be implemented and launched in 2020-21.

Actions that were implemented or continued under the MOU include:

- support and further development of the MRWA state-wide litter communication and action plan
- ongoing financial support and coordination of the Outback Pack program
- traffic management and litter collection in support of large-scale volunteer roadside clean-ups coordinated by KABC
- provision of traffic management and safety induction for Adopt-a-Spot groups undertaking clean-ups on Main Roads estate
- deployment of KABC surveillance cameras in litter hotspots
- provision of litter prevention signage templates to regions.

A new MOU will be developed with MRWA to guide roadside litter prevention under the *Litter Prevention Strategy for Western Australia 2020-2025*.





Marine Debris Project

KABC formalised a Marine Debris Program in 2019-20. Initiatives included:

- liaison and scheduling training with AUSMAP microplastics citizen science program
- marine debris collections with schools in the Indian Ocean Territories
- two marine debris collections and audit with secondary schools in Perth
- liaison with DWER Officers in Karratha to undertake a marine debris survey to ascertain the origin of specific debris in the Dampier Archipelago. This was postponed because of COVID-19 and has been rescheduled for May 2021.

Under the Marine Debris Project, KABC has continued its 15-year partnership with Tangaroa Blue Foundation, an Australia-wide not-for-profit organisation dedicated to the removal and prevention of marine debris. The major event under this partnership is the WA Beach Clean-up.

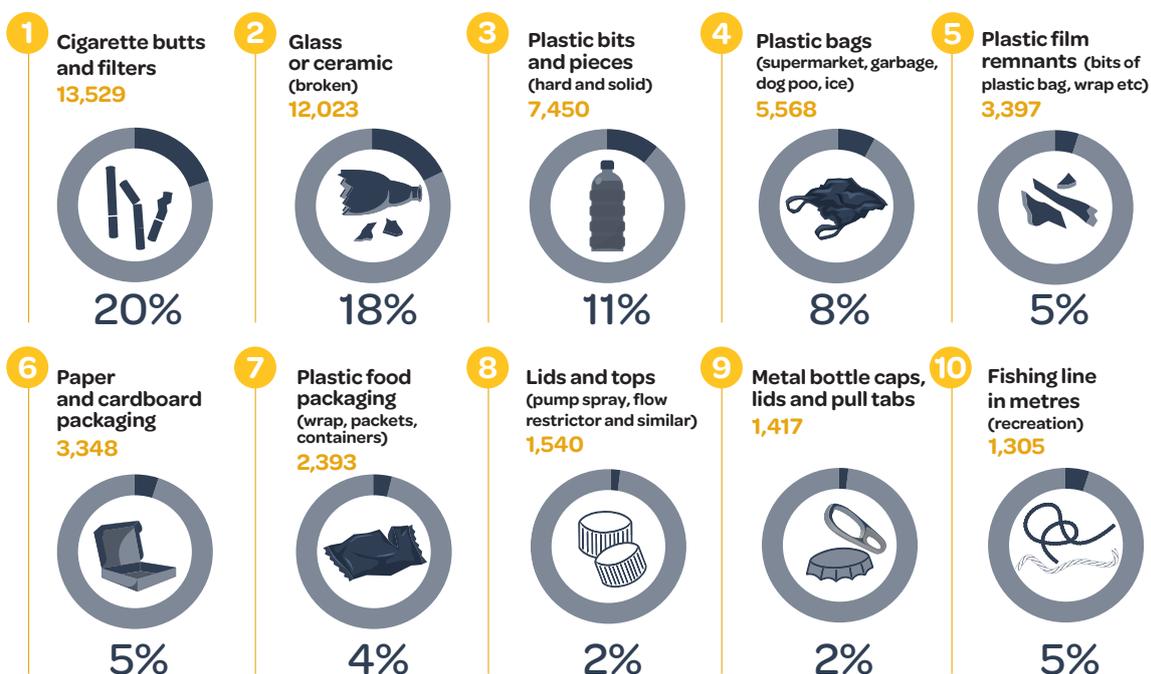
Tangaroa Blue hosted its 15th annual WA Beach Clean-up on the weekend of 19 and 20 October 2019, with the support of KABC. A total of 1,180 volunteers converged on 128 beaches to remove and audit marine debris from 141 km of coastline.

KABC provided a \$5,000 grant to support event administration as well as in-kind support including:

- insurance for registered participants
- promotion of the clean-up to KABC stakeholders via the website (www.kabc.wa.gov.au), Litter-ature e-newsletter, and email alerts to over 25,000 KABC supporters and their networks
- clean-up support and advice from KABC staff.

During the October weekend, over three tonnes of debris were collected and audited, comprising 67,063 individual items. The 10 most collected items were:

Table 6 2019 WA Marine Debris Project top ten items



A continuing partnership with the Department of Biodiversity, Conservation and Attractions for its 'Reel it in' fishing line bin project promoted the clean marine message. There are more than 65 bins installed throughout the metropolitan area at fishing jetties and boat ramps.

The Clean Marine program provide resources to encourage better litter disposal amongst fishers and boaters including signage, stickers and online resources. Resources are available via the KABC website and KABC remains a stakeholder in the program.

Indian Ocean Territories Marine Debris Project

DWER provides environmental regulation services to the Indian Ocean Territories on behalf of the Australian Government through a service delivery arrangement. KABC Services officers have continued to visit the Cocos (Keeling) Islands and Christmas Island as part of a community education team to deliver litter prevention education and community engagement programs under this service delivery arrangement.

In September 2019, KABC Services officers provided activities for Seaweeek on Christmas Island, a week-long program of waste and litter education activities for school students. In November 2019 KABC Services staff visited Cocos (Keeling) Islands to provide similar activities for school students.

Partners and sponsors

KABC acknowledges the following corporate and community sponsors and partners. Without their support, KABC would not have been able to provide the important programs detailed in this annual report.

- Waste Authority
- Department of Water and Environmental Regulation
- Main Roads Western Australia
- Mars Wrigley Pty Ltd
- River Guardians, Department of Biodiversity, Conservation and Attractions
- Tangaroa Blue Foundation Inc.
- City of Albany
- City of Armadale
- City of Gosnells
- City of Greater Geraldton
- City of Swan
- City of Wanneroo
- Town of Cambridge
- Town of Victoria Park
- Western Australian Local Government Association





DWER provides environmental regulation services to the Indian Ocean Territories on behalf of the Australian Government through a service delivery arrangement.

PRIORITY 7

Legislation and policy.

Develop and communicate position statements on high-priority litter issues identified in the National Litter Index and other programs.

KABC collaborated with DWER on its consideration of litter auditing in regional areas of Western Australia for the container deposit scheme. The National Litter Index is conducted at sites within 50 km of the urban areas surrounding Perth.



SHARED RESPONSIBILITIES

with other agencies

DEPARTMENT OF WATER AND ENVIRONMENTAL REGULATION

Under section 16 of the Litter Act, KABC is provided with the services and facilities of DWER.

DWER provides strategic policy, administrative and program management support, and delivers funded programs. A service-level agreement between the parties governs the funding of functions carried out for either party in its respective role under the Litter Act.

SIGNIFICANT ISSUES

impacting KABC

CURRENT AND EMERGING ISSUES/STRATEGIC FOCUS

Collaboration with Main Roads Western Australia

KABC engagement with MRWA is an increasingly important and committed partnership for reducing the amount of litter on major metropolitan and regional highways. While the litter on major roads and highways, as reported in the NLI 2018-19, decreased by 8.2 per cent from the previous year, major roads and highways remain where 35 per cent of total litter is counted.

Marine debris

Growing community awareness and concern about the amount of plastic debris in the marine environment, including litter on our beaches, whether in the metropolitan area or on the remote coastline, continues to drive the development of community engagement programs and strengthened partnerships with organisations such as Tangaroa Blue Foundation and the Australian Microplastic Assessment Project (AUSMAP).

DISCLOSURES AND LEGAL COMPLIANCE

MINISTERIAL DIRECTIVES

Under the Litter Act, the Minister for Environment may give written directions to KABC, either generally or in relation to particular matters. KABC did not receive any ministerial directions during 2019-20.

PRICING POLICIES

KABC charges on a cost-recovery basis for goods sold through its website.

REMUNERATION

The remuneration of KABC members is determined by the Governor of Western Australia, on recommendation of the Public Sector Commissioner, in accordance with the *Public Sector Management Act 1994*. Only the chairman receives remuneration. Annual remuneration is outlined in Table 7.

Table 7 Remuneration

Position	Name	Period of membership	Term of appointment	Base sitting fee	Gross remuneration*
Chairman	Michael Aspinall	2019-20	24 December 2018 – 31 December 2021	\$13,000	\$14,189
Deputy	Genette Keating	2019-20	24 December 2018 – 31 December 2021	0	0
Member	William Adams	2019-20	24 December 2018 – 31 December 2021	0	0
Member	Don Burnett	2019-20	24 December 2018 – 31 December 2021	0	0
Member	Lisa Fanciulli	2019-20	24 December 2018 – 31 December 2021	0	0
Member	Howard Flinders	2019-20	24 December 2018 – 31 December 2021	0	0
Member	Jason Menzies	2019-20	24 December 2018 – 31 December 2021	0	0
Member	Christine Parfitt	2019-20	24 December 2018 – 31 December 2021	0	0

* Includes benefits such as superannuation and goods and services tax.

DIRECTOR AND OFFICER LIABILITY INSURANCE

KABC members are insured with RiskCover for Workers' Compensation, Property and Business Interruption, General Liability, Professional Liability, Personal Accident – Board Members, Personal Accident – Voluntary Workers, Personal Accident – Work Experience, Travel, and Cyber Liability.

KABC held six meetings during 2019-20. Meetings were held on the second Thursday of every second month from 8 August 2019.

Table 8 Members' meeting attendance

Member	Meetings attended
William Adams	5
Michael Aspinall	6
Don Burnett	5
Lisa Fanciulli	5
Howard Flinders	5
Genette Keating	6
Jason Menzies	5
Christine Parfitt	4

EMPLOYMENT AND INDUSTRIAL RELATIONS

KABC does not employ staff.

OTHER LEGAL REQUIREMENTS

Credit cards – authorised use – There were two instances where corporate credit cards were inadvertently used for payment of personal items. One amount was for \$15.20; the other was for \$1.56. Both were advised to the Manager KABC Services on the appropriate DWER form and corrected through DWER Finance processes.

Advertising

Section 175ZE of the *Electoral Act 1907* requires the inclusion of a statement detailing all advertising expenditure incurred by the Keep Australia Beautiful Council.

Table 9 Advertising

Program	Agency	\$
Adopt-a-Spot	Albany Weekender	563
Bin Your Butt campaign	Carat	93,140
Bin It campaign	Prime Media Group	9,945
Tidy Towns	CWA	150
Bin It campaign	Natsales	21,075
National Recycling Week	Mitchell Communication	3,530
Bin It campaign	Spotlight Cinema	17,132
WA Naturally Thanks You	Creative ADM	564
	Total	146,099

GOVERNMENT AND PUBLIC SECTOR RELATIONSHIP

A communications agreement between KABC and the Minister for Environment was signed on 3 May 2018.

GOVERNANCE DISCLOSURES

KABC's corporate governance arrangements ensure transparency in decision-making and operation, as well as accountability to stakeholders. No disclosures of potential conflicts of interest were made by members of KABC during the year.

ETHICS AND INTEGRITY

KABC's Code of Conduct outlines how KABC commits to operating in the community and in its relationship with the Minister's Office, DWER and with staff in KABC Services.

Procurement practices follow State Government guidelines and procurement policy.

ORGANISATIONAL STRUCTURE

Under section 16 of the Litter Act, KABC is provided with the services and facilities of any officer employed in the public service.

Services are provided by staff who are employed by DWER under provisions of the *Public Sector Management Act 1994*. DWER's policies and obligations for reporting on public sector policies apply. Officers are subject to DWER's human resources policy, information technology and administrative processes, and other policy matters regulated by the *Financial Management Act 2006* and Treasurer's Instructions.

Table 10 Staff in KABC Services

Staff status	DWER (Keep Australia Beautiful Council Services) staff	Keep Australia Beautiful Council Chairman	Total
Full-time permanent	6		6
Part-time permanent	4		4
Full-time contract	1*		1*
Part-time contract		1	1
Vacant			
Total	11	1	12

* 23 January to 23 April 2020

A service-level agreement (SLA) for the provision of services between DWER and KABC was implemented. The SLA set out the parties' understanding of their respective statutory and other legal functions and obligations through a statement of expectations and performance deliverables for provision of services. The value of the functions costed in the SLA was calculated to be \$227,050.



COMMUNICATION

KABC's Code of Conduct outlines how KABC ensures official information remains confidential, describes the process for public interest disclosure and provides guidance on freedom of information.

KABC ensures that records of decisions and all other documentation are securely retained. Minutes of KABC meetings are circulated to members with meeting agenda papers.

RECORDKEEPING PLAN

The Keep Australia Beautiful Council complies with the *State Records Act 2000* through adherence to DWER's recordkeeping plan. The Keep Australia Beautiful Council follows the procedures required under the Act.

KABC PUBLICATIONS

During 2019-20 new publications released on KABC's website were:

- *KABC Annual Report 2018-19*
- Tidy Towns Sustainable Communities Awards *Snapshots* publication
- National Litter Index report for Western Australia 2018-19



FINANCIAL STATEMENTS

Certification of Financial Statements

For the reporting period ended 30 June 2020

The accompanying financial statements of the Keep Australia Beautiful Council (W.A.) have been prepared in compliance with the provisions of the *Financial Management Act 2006* from proper accounts and records to present fairly the financial transactions for the reporting period ended 30 June 2020 and the financial position as at 30 June 2020.

At the date of signing, we are not aware of any circumstances which would render the particulars included in the financial statements misleading or inaccurate.

Michael Aspinall

Chairperson

16 September 2020

Genette Keating

Deputy Chairperson

16 September 2020

Wayne Millen

Chief Finance Officer

16 September 2020



Auditor General

INDEPENDENT AUDITOR'S REPORT

To the Parliament of Western Australia

KEEP AUSTRALIA BEAUTIFUL COUNCIL (W.A.)

Report on the financial statements

Opinion

I have audited the financial statements of the Keep Australia Beautiful Council (W.A.) which comprise the Statement of Financial Position as at 30 June 2020, the Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows for the year then ended, and Notes comprising a summary of significant accounting policies and other explanatory information.

In my opinion, the financial statements are based on proper accounts and present fairly, in all material respects, the operating results and cash flows of the Keep Australia Beautiful Council (W.A.) for the year ended 30 June 2020 and the financial position at the end of that period. They are in accordance with Australian Accounting Standards, the *Financial Management Act 2006* and the Treasurer's Instructions.

Basis for opinion

I conducted my audit in accordance with the Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's Responsibility for the Audit of the Financial Statements section of my report. I am independent of the Council in accordance with the *Auditor General Act 2006* and the relevant ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to my audit of the financial statements. I have also fulfilled my other ethical responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibility of the Council for the financial statements

The Council is responsible for keeping proper accounts, and the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the *Financial Management Act 2006* and the Treasurer's Instructions, and for such internal control as the Council determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Council is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Western Australian Government has made policy or funding decisions affecting the continued existence of the Council.

Auditor's responsibility for the audit of the financial statements

As required by the *Auditor General Act 2006*, my responsibility is to express an opinion on the financial statements. The objectives of my audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A further description of my responsibilities for the audit of the financial statements is located on the Auditing and Assurance Standards Board website at https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of my auditor's report.

Report on controls

Opinion

I have undertaken a reasonable assurance engagement on the design and implementation of controls exercised by the Keep Australia Beautiful Council (W.A.). The controls exercised by the Council are those policies and procedures established by the Council to ensure that the receipt, expenditure and investment of money, the acquisition and disposal of property, and the incurring of liabilities have been in accordance with legislative provisions (the overall control objectives).

My opinion has been formed on the basis of the matters outlined in this report.

In my opinion, in all material respects, the controls exercised by the Keep Australia Beautiful Council (W.A.) are sufficiently adequate to provide reasonable assurance that the receipt, expenditure and investment of money, the acquisition and disposal of property and the incurring of liabilities have been in accordance with legislative provisions during the year ended 30 June 2020.

The Council's responsibilities

The Council is responsible for designing, implementing and maintaining controls to ensure that the receipt, expenditure and investment of money, the acquisition and disposal of property, and the incurring of liabilities are in accordance with the *Financial Management Act 2006*, the Treasurer's Instructions and other relevant written law.

Auditor General's responsibilities

As required by the *Auditor General Act 2006*, my responsibility as an assurance practitioner is to express an opinion on the suitability of the design of the controls to achieve the overall control objectives and the implementation of the controls as designed. I conducted my engagement in accordance with Standard on Assurance Engagements ASAE 3150 *Assurance Engagements on Controls* issued by the Australian Auditing and Assurance Standards Board. That standard requires that I comply with relevant ethical requirements and plan and perform my procedures to obtain reasonable assurance about whether, in all material respects, the controls are suitably designed to achieve the overall control objectives and were implemented as designed.

An assurance engagement to report on the design and implementation of controls involves performing procedures to obtain evidence about the suitability of the design of controls to achieve the overall control objectives and the implementation of those controls. The procedures selected depend on my judgement, including the assessment of the risks that controls are not suitably designed or implemented as designed. My procedures included testing the implementation of those controls that I consider necessary to achieve the overall control objectives.

I believe that the evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Limitations of controls

Because of the inherent limitations of any internal control structure, it is possible that, even if the controls are suitably designed and implemented as designed, once the controls are in operation, the overall control objectives may not be achieved so that fraud, error, or non-compliance with laws and regulations may occur and not be detected. Any projection of the outcome of the evaluation of the suitability of the design of controls to future periods is subject to the risk that the controls may become unsuitable because of changes in conditions.

Report on the key performance indicators

Opinion

I have undertaken a reasonable assurance engagement on the key performance indicators of the Keep Australia Beautiful Council (W.A.) for the year ended 30 June 2020. The key performance indicators are the Under Treasurer-approved key effectiveness indicators and key efficiency indicators that provide performance information about achieving outcomes and delivering services.

In my opinion, in all material respects, the key performance indicators of the Keep Australia Beautiful Council (W.A.) are relevant and appropriate to assist users to assess the Council's performance and fairly represent indicated performance for the year ended 30 June 2020.

The Council's responsibility for the key performance indicators

The Council is responsible for the preparation and fair presentation of the key performance indicators in accordance with the *Financial Management Act 2006* and the Treasurer's Instructions and for such internal control as the Council determines necessary to enable the preparation of key performance indicators that are free from material misstatement, whether due to fraud or error.

In preparing the key performance indicators, the Council is responsible for identifying key performance indicators that are relevant and appropriate, having regard to their purpose in accordance with Treasurer's Instruction 904 *Key Performance Indicators*.

Auditor General's responsibility

As required by the *Auditor General Act 2006*, my responsibility as an assurance practitioner is to express an opinion on the key performance indicators. The objectives of my engagement are to obtain reasonable assurance about whether the key performance indicators are relevant and appropriate to assist users to assess the entity's performance and whether the key performance indicators are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. I conducted my engagement in accordance with Standard on Assurance Engagements ASAE 3000 *Assurance Engagements Other than Audits or Reviews of Historical Financial Information* issued by the Australian Auditing and Assurance Standards Board. That standard requires that I comply with relevant ethical requirements relating to assurance engagements.

An assurance engagement involves performing procedures to obtain evidence about the amounts and disclosures in the key performance indicators. It also involves evaluating the relevance and appropriateness of the key performance indicators against the criteria and guidance in Treasurer's Instruction 904 for measuring the extent of outcome achievement and the efficiency of service delivery. The procedures selected depend on my judgement, including the assessment of the risks of material misstatement of the key performance indicators. In making these risk assessments I obtain an understanding of internal control relevant to the engagement in order to design procedures that are appropriate in the circumstances.

I believe that the evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

My independence and quality control relating to the reports on controls and key performance indicators

I have complied with the independence requirements of the *Auditor General Act 2006* and the relevant ethical requirements relating to assurance engagements. In accordance with ASQC 1 *Quality Control for Firms that Perform Audits and Reviews of Financial Reports and Other Financial Information, and Other Assurance Engagements*, the Office of the Auditor General maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Matters relating to the electronic publication of the audited financial statements and key performance indicators

This auditor's report relates to the financial statements and key performance indicators of the Keep Australia Beautiful Council (W.A.) for the year ended 30 June 2020 included on the Council's website. The Council's management is responsible for the integrity of the Council's website. This audit does not provide assurance on the integrity of the Council's website. The auditor's report refers only to the financial statements and key performance indicators described above. It does not provide an opinion on any other information which may have been hyperlinked to/from these financial statements or key performance indicators. If users of the financial statements and key performance indicators are concerned with the inherent risks arising from publication on a website, they are advised to contact the entity to confirm the information contained in the website version of the financial statements and key performance indicators.



STEVEN HOAR
ACTING SENIOR DIRECTOR FINANCIAL AUDIT
Delegate of the Auditor General for Western Australia
Perth, Western Australia
18 September 2020

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2020

	Notes	2020 \$	2019 \$
COST OF SERVICES			
Expenses			
Employee benefits expense	2.1	967,304	950,892
Supplies and services	2.3	650,253	814,601
Grants and subsidies	2.2	61,987	66,936
Other expenses	2.4	79,062	10,559
Total cost of services		1,758,606	1,842,988
Revenue and Income			
Grants and subsidies	3.1	82,000	60,000
Charges and fees	3.2	389,695	372,106
Interest revenue		4,261	7,474
Other revenue	3.4	37,083	31,236
Total revenue		513,039	470,816
Total income other than income from State Government		513,039	470,816
NET COST OF SERVICES		1,245,567	1,372,172
Income from State Government			
State Government grant	3.3	1,003,000	1,389,864
Services received free of charge	3.3	227,050	261,276
Total income from State Government		1,230,050	1,651,140
(DEFICIT) / SURPLUS FOR THE PERIOD		(15,517)	278,968
TOTAL COMPREHENSIVE (EXPENSE) / INCOME FOR THE PERIOD		(15,517)	278,968

The Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2020

	Notes	2020 \$	2019 \$
ASSETS			
Current Assets			
Cash and cash equivalents	5.1	714,614	963,402
Receivables	4.1	89,944	49,248
Other current assets	4.2	4,021	3,000
Total Current Assets		808,579	1,015,650
TOTAL ASSETS		808,579	1,015,650
LIABILITIES			
Current Liabilities			
Payables	4.3	47,789	264,164
Other current liabilities	4.4	1,722	43,528
Total Current Liabilities		49,511	307,692
TOTAL LIABILITIES		49,511	307,692
NET ASSETS		759,068	707,958
EQUITY			
Accumulated surplus	7.8	759,068	707,958
TOTAL EQUITY		759,068	707,958

The Statement of Financial Position should be read in conjunction with the accompanying notes.

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2020**

	Notes	Accumulated surplus \$	Total equity \$
Balance at 1 July 2018		428,990	428,990
Surplus		278,968	278,968
Total comprehensive income for the period		278,968	278,968
Balance at 30 June 2019	7.8	707,958	707,958
Balance at 1 July 2019		707,958	707,958
Initial application of AASB 15		66,627	66,627
Restated balance at 1 July 2019		774,585	774,585
Deficit		(15,517)	(15,517)
Total comprehensive expense for the period		(15,517)	(15,517)
Balance at 30 June 2020	7.8	759,068	759,068

The Statement of Changes in Equity should be read in conjunction with the accompanying notes.

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2020

	Notes	2020 \$	2019 \$
CASH FLOWS FROM STATE GOVERNMENT			
Grant from State Government		1,003,000	1,359,864
Net cash provided by State Government		1,003,000	1,359,864
Utilised as follows:			
CASH FLOWS FROM OPERATING ACTIVITIES			
Payments			
Employee benefits		(1,086,890)	(877,084)
Supplies and services		(545,371)	(401,402)
Grants and subsidies		(62,280)	(71,464)
GST payments on purchases		(60,304)	(63,191)
GST payments to taxation authority		(31,940)	(84,738)
Other payments		(5,005)	(20,875)
Receipts			
Grants and subsidies		72,000	120,000
Charges and fees		333,848	383,572
Interest received		5,110	6,525
GST receipts on sales		93,100	133,686
Other receipts		35,944	60,424
Net cash used in operating activities		(1,251,788)	(814,547)
Net (decrease) / increase in cash and cash equivalents		(248,788)	545,317
Cash and cash equivalents at the beginning of the period		963,402	418,085
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD	5.1	714,614	963,402

The Statement of Cash Flows should be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

1 BASIS OF PREPARATION

The Council is a Western Australia Government entity and is controlled by the State of Western Australia, which is the ultimate parent. The Council is a not-for-profit entity (as profit is not its principal objective).

A description of the nature of its operations and its principal activities have been included in the 'Operational Structure' which does not form part of these financial statements.

These annual financial statements were authorised for issue by the Keep Australia Beautiful Council (W.A.) on 16 September 2020.

Statement of compliance

These general-purpose financial statements have been prepared in accordance with:

1. The Financial Management Act 2006 (FMA)
2. The Treasurer's Instructions (TIs)
3. Australian Accounting Standards (AASs) – Reduced Disclosure Requirements
4. Where appropriate, those AAS paragraphs applicable for not-for-profit entities have been applied.

FMA and TIs take precedence over AASs. Several AASs are modified by the TIs to vary application, disclosure format and wording. Where modification is required and has had a material or significant financial effect upon the reported results, details of that modification and the resulting financial effect are disclosed in the notes to the financial statements.

Basis of preparation

These financial statements are presented in Australian dollars applying the accrual basis of accounting and using the historical cost convention. Certain balances will apply a different measurement basis (such as the fair value basis). Where this is the case the different measurement basis is disclosed in the associated note. All values are rounded to the nearest dollar.

Judgements and estimates

Judgements, estimates and assumptions are required to be made about financial information being presented. The significant judgements and estimates made in the preparation of these financial statements are disclosed in the notes where amounts affected by those judgements and/or estimates are disclosed. Estimates and associated assumptions are based on professional judgements derived from historical experience and various other factors that are believed to be reasonable under the circumstances.

Contributed equity

AASB Interpretation 1038 Contributions by Owners Made to Wholly-Owned Public Sector Entities requires transfers in the nature of equity contributions, other than as a result of a restructure of administrative arrangements, to be designated by the Government (the owner) as contributions by owners (at the time of, or prior to, transfer) before such transfers can be recognised as equity contributions.

Capital appropriations have been designated as contributions by owners by TI 955 Contributions by Owners made to Wholly Owned Public Sector Entities and have been credited directly to Contributed Equity.

The transfers of net assets to / from other agencies, other than as a result of a restructure of administrative arrangements, are designated as contributions by owners where the transfers are non-discretionary and non-reciprocal.

Comparative figures

Comparative figures are, where appropriate, reclassified to be comparable with the figures presented in the current reporting period.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

2 USE OF OUR FUNDING

Expenses incurred in the delivery of services

This section provides additional information about how the Council's funding is applied and the accounting policies that are relevant for an understanding of the items recognised in the financial statements. The primary expenses incurred by the Council in achieving its objectives and the relevant notes are:

	Notes	2020 \$	2019 \$
Employee benefits expense	2.1	967,304	950,892
Grants and subsidies	2.2	61,987	66,936
Supplies and services	2.3	650,253	814,601
Other expenses	2.4	79,062	10,559

2.1 Employee benefits expenses

	2020 \$	2019 \$
Employee benefits	889,115	875,505
Superannuation – defined contribution plans	78,189	75,387
Total Employee benefits expense	967,304	950,892

Employee Benefits: The Department of Water and Environmental Regulation is the employing authority for staff employed in the Keep Australia Beautiful Council (W.A.) service section. Employee benefits are recouped monthly and the costs include wages and salaries, leave entitlements, and WorkCover premiums.

Superannuation: The amount recognised in profit or loss of the Statement of Comprehensive Income comprises employer contributions paid to the GSS (concurrent contributions), the WSS, the GESBs, or other superannuation funds.

The Department of Water and Environmental Regulation is the employing authority for staff employed in the Keep Australia Beautiful Council (W.A.). Provision for benefits accruing to employees in respect of wages and salaries, annual leave and long service leave for services rendered are held by the employing authority provisions.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

2.2 Grants and subsidies

The Council promotes waste reduction by engaging the community in providing grants. Funds are applied for, assessed and provided to worthy recipients.

	2020 \$	2019 \$
Recurrent		
Attadale Primary School	-	277
Bunbury Harvey Regional Council	-	1,818
Care for Hedland Environmental Association	450	455
City Beach Primary School	567	-
City of Albany	450	-
City of Bunbury	7,500	-
City of Busselton	-	7,325
Cowaramup Primary School	-	455
City of Cockburn	4,145	-
City of Kalamunda	3,805	-
Cockburn Community Wildlife Corridor Inc	3,620	-
Cowaramup Lions Op Shop Lions Club of Cowaramup	320	-
Daisy Kermode - Coastal Cleanup Crew	-	331
Discovery Bay Tourism Precinct Albany Historic Whaling Station	-	3,269
Frederick Irwin Anglican School	-	555
Green Skills Inc	-	8,000
Hammond Park Catholic Primary School	-	277
Harmony Primary School	-	409
Harvey Primary School P&C Association	853	-
Hopetoun Community Resource Centre	2,897	455
Kalbarri Development Association Inc	450	-
Kalgoorlie Boulder Urban Landcare Group	1,032	2,827
Keep Albany Beautiful Committee	500	-
Ladriel Hackett	-	455
Michael Filby	-	344
Mount Hawthorn Primary School	-	555
Mount Pleasant Primary School	-	276
Multicultural Communities Council of WA Inc	1,500	-
Nannup Music Club Inc Nannup Music Festival	3,967	-
North Cottesloe Surf Life Saving Club	4,000	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
Ocean Reef Senior High School	-	277
Parkfield Primary School	-	555
Red Dirt Blue Sky Inc	400	-
Rotary Club of Collie Inc	620	2,486
Shire of Ashburton	450	-
Shire of Bridgetown-Greenbushes	455	-
Shire of Collie	2,346	4,000
Shire of Dalwallinu	-	4,545
Shire of Dumbleyung	-	455
Shire of East Pilbara	500	-
Shire of Esperance	1,450	455
Shire of Halls Creek	-	455
Shire of Kojonup	900	3,600
Shire of Manjimup	10,000	-
Shire of Merredin	2,860	-
Shire of Northam	500	-
Shire of Serpentine Jarrahdale	-	826
Shire of Shark Bay	-	2,670
Shire of Upper Gascoyne	450	-
South Bunbury Primary School	-	555
Tangaroa Blue Foundation Ltd	5,000	8,880
Wembley Primary School	-	555
Western Metro Reg Council	-	4,311
Wickham Tidy Towns Inc	-	3,680
Yale Primary School	-	548
Total Grants and Subsidies	61,987	66,936

Transactions in which the Council provides goods, services, assets (or extinguishes a liability) or labour to another party without receiving approximately equal value in return are categorised as 'Grant expenses.' Grants can either be operating or capital in nature.

Grants can be paid as general-purpose grants which refer to grants that are not subject to conditions regarding their use. Alternatively, they may be paid as specific purpose grants which are paid for a particular purpose and/or have conditions attached regarding their use.

Grants and other transfers to third parties (other than contribution to owners) are recognised as an expense in the reporting period in which they are paid or payable. They include transactions such as: grants, subsidies, personal benefit payments made in cash to individuals, other transfer payments made to public sector agencies, local government, non-government schools, and community groups.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

2.3 Supplies and Services

Supplies and services:

Supplies and services are recognised as an expense in the reporting period in which they are incurred.

	2020 \$	2019 \$
Supplies and services		
Consultants and contractors	225,081	251,567
Consumables	111,498	167,212
Materials	676	960
Advertising	146,099	182,522
Travel	15,187	34,516
Accommodation	79,975	82,208
Telecommunication Services	3,131	25,052
Catering	11,163	16,732
Other	57,443	53,832
Total supplies and services expenses	650,253	814,601

2.4 Other expenses

	2020 \$	2019 \$
Other expenses		
Bad debts	40	159
Expected credit losses expense ^(a)	72,624	20
Rental - equipment, vehicles and venues ^(b)	6,398	10,380
Total other expenses	79,062	10,559

(a) **Expected credit losses** is an allowance of trade receivables and is measured at the lifetime expected credit losses at each reporting date. The Council has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

(b) **Rental expenses** include:

- (i) Short-term leases with a lease term of 12 months or less;
- (ii) Low value leases with an underlying value of \$5,000 or less; and
- (iii) Variable lease payments recognised in the period in which the event or condition that triggers those payments occurs.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

3 COUNCIL FUNDING SOURCES

How we obtain our funding

The Council receives income from the Waste Authority Resource and Recovery legislation, fee income resulting from litter infringement notices (*Litter Act 1979*) and the state government.

The primary income received by the Council and the relevant notes are:

	Notes	2020 \$	2019 \$
Grants and subsidies	3.1	82,000	60,000
Charges and fees	3.2	389,695	372,106
Income from State Government	3.3	1,230,050	1,651,140
Other revenue	3.4	37,083	31,236

3.1 Grants and subsidies

	2020 \$	2019 \$
Indian Ocean Territories	52,000	50,000
Industry Grants and Levies - Mars Wrigley	30,000	10,000
	82,000	60,000

Grants and subsidies are recognised as income at fair value when the grant and subsidies payments are received or receivable.

3.2 Charges and fees

	2020 \$	2019 \$
Fines - litter infringements	389,695	372,106

2019

Until 30 June 2019, income is recognised when infringements are paid to signify that the infringement is accepted as valid.

2020

From 1 July 2019, income from litter infringements is recognised immediately when issued.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

3.3 Income from State Government

	2020 \$	2019 \$
Grants received during the period from the following government agencies:		
Department of Water and Environmental Regulation (DWER)	112,000	112,000
Main Roads Western Australia	30,000	430,000
Waste Avoidance and Resource Recovery Account from DWER	861,000	847,864
Total Grants from Government Agencies	1,003,000	1,389,864
Services received free of charge from other State government agencies during the period:		
Department of Water and Environmental Regulation - Corporate Services	227,050	261,276
Total services received	227,050	261,276
Total income from State Government	1,230,050	1,651,140

State Grants

State grants are recognised as income at fair value when the grant payments are received or receivable.

Services received free of charge

Services received free of charge are recognised as income at fair value when received.

The application of AASB 15 and AASB 1058 from 1 July 2019 has had no impact on the treatment of income from the State Government.

3.4 Other revenue

	2020 \$	2019 \$
Sale of Litter Bags	6,978	8,132
Other revenue	30,105	23,104
Total other revenue	37,083	31,236

Sales

Until 30 June 2019, revenue was recognised from the sale of goods and disposal of other assets when the significant risks and rewards of ownership transfer to the purchaser and can be reliably measured.

From 1 July 2019, revenue is recognised at the transaction price when the Council transfers control of the goods or other assets to customers.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

4 ASSETS AND LIABILITIES

This section sets out those assets and liabilities that arose from the Council's controlled operations and includes other assets utilised for economic benefits and liabilities incurred during normal operations:

	Notes	2020 \$	2019 \$
Receivables	4.1	89,944	49,248
Other current assets	4.2	4,021	3,000
Payables	4.3	47,789	264,164
Other current liabilities	4.4	1,722	43,528

4.1 Receivables

	2020 \$	2019 \$
Current		
Trade receivables	235,373	34,294
Allowance for impairment of trade receivables	(147,610)	(20)
Accrued revenue	99	949
	87,862	35,223
Other debtors	2,082	14,025
Total current	89,944	49,248
Total receivables	89,944	49,248

The Council does not hold any collateral or other credit enhancements as security for receivables.

Trade receivables are recognised at original invoice amount less any allowances for uncollectible amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

4.2 Other current assets

	2020 \$	2019 \$
Current		
Prepayments	4,021	3,000
Total current	4,021	3,000

Other non-financial assets include prepayments which represent payments in advance of receipt of goods or services or that part of expenditure made in one accounting period covering a term extending beyond that period.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

4.3 Payables

	2020 \$	2019 \$
Current		
Trade payables	17,845	15,995
Accrued expenses	21,184	234,327
GST payable	8,760	13,842
Total payables	47,789	264,164

Payables are recognised at the amounts payable when the Council becomes obliged to make future payments as a result of a purchase of assets or services. The carrying amount is equivalent to fair value, as settlement is generally within 30 days.

4.4 Other current liabilities

	2020 \$	2019 \$
Current		
Prepaid revenue	-	40,000
Travel credit card clearing	1,722	3,528
Total other current liabilities	1,722	43,528

5 FINANCING

This section sets out the material balances and disclosures associated with the financing and cash flows of the Council.

	Notes	2020 \$	2019 \$
Cash and cash equivalents	5.1	714,614	963,402

5.1 Cash and cash equivalents

	2020 \$	2019 \$
Cash and cash equivalents	714,614	963,402

For the purpose of the statement of cash flows, cash and cash equivalent assets comprise cash on hand and short-term deposits with original maturities of three months or less that are readily convertible to a known amount of cash and which are subject to insignificant risk of changes in value.

6 FINANCIAL INSTRUMENTS AND CONTINGENCIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

	Notes
Financial instruments	6.1
Contingent assets and liabilities	6.2

6.1 Financial instruments

The carrying amounts of each of the following categories of financial assets and financial liabilities at the end of the reporting period are:

	2020 \$	2019 \$
<u>Financial assets</u>		
Cash and cash equivalents	714,614	963,402
Financial assets at amortised cost ^(a)	87,862	35,223
Total financial assets	802,476	998,625
<u>Financial liabilities</u>		
Financial liabilities at amortised cost ^(b)	39,029	250,322
Total financial liabilities	39,029	250,322

(a) The amount of financial assets at amortised cost excludes GST recoverable from the Australian Taxation Office (statutory receivable).

(b) The financial liabilities exclude GST payable to the Australian Taxation Office.

6.2 Contingent assets and liabilities

Contingent assets and contingent liabilities are not recognised in the statement of financial position but are disclosed and, if quantifiable, are measured at the best estimate.

Contingent assets and liabilities are presented inclusive of GST receivable or payable respectively.

6.2.1 Contingent assets

The Council had no contingent assets as at 30 June 2020 (2019: None).

6.2.2 Contingent liabilities

Contaminated sites

Under the *Contaminated Sites Act 2003*, the Council is required to report known and suspected contaminated sites to the Department of Water and Environmental Regulation (DWER). In accordance with the Act, DWER classifies these sites on the basis of the risk to human health, the environment and environmental values. Where sites are classified as 'contaminated – remediation required' or 'possibly contaminated – investigation required', the Council may have a liability in respect of investigation or remediation expenses.

During the year the Council reported no contaminated sites to DWER (2019: None).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

7 OTHER DISCLOSURES

This section includes additional material disclosures required by accounting standards or other pronouncements for the understanding of this financial report.

	Notes
Events occurring after the end of the reporting period	7.1
Initial application of Australian Accounting Standards	7.2
Key management personnel	7.3
Related party transactions	7.4
Related bodies	7.5
Affiliated bodies	7.6
Remuneration of auditors	7.7
Equity	7.8
Supplementary financial information	7.9

7.1 Events occurring after the end of the reporting period

There were no events noted at the end of the reporting period.

7.2 Initial application of Australian Accounting Standards

AASB 15 – Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities

AASB 15 *Revenue from Contracts with Customers* replaces AASB 118 *Revenue* and AASB 111 *Construction Contracts* for annual reporting periods on or after 1 January 2019. Under the new model, an entity shall recognise revenue when (or as) the entity satisfies a performance obligation by transferring a promised good or service to a customer and is based upon the transfer of control rather than transfer of risks and rewards.

AASB 15 focuses on providing sufficient information to the users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from the contracts with customers. Revenue is recognised by applying the following five steps:

- Identifying contracts with customers
- Identifying separate performance obligations
- Determining the transaction price of the contract
- Allocating the transaction price to each of the performance obligations
- Recognising revenue as each performance obligation is satisfied.

Revenue is recognised either over time or at a point in time. Any distinct goods or services are separately identified and any discounts or rebates in the transaction price are allocated to each separate element.

In addition, income other than from contracts with customers are subject to AASB 1058 *Income of Not-for-Profit Entities*. Income recognition under AASB 1058 depends on whether such a transaction gives rise to liabilities or a contribution by owners related to an asset (such as cash) received by the Council.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

The Council adopts the modified retrospective approach on transition to AASB 15 and AASB 1058. No comparative information is restated under this approach, and the Council recognises the cumulative effect of initially applying the Standards as adjustments to the opening balance of accumulated surplus / (deficit) at the date of initial application (1 July 2019).

Under this transition method, the Council applies the Standard retrospectively only to contracts and transactions that are not completed contracts at the date of initial application.

Refer to Notes 3.1, 3.2, 3.3 and 3.4 for the revenue and income accounting policies adopted from 1 July 2019.

The effect of adopting AASB 15 and AASB 1058 are as follows:

	30 June 2020 \$	Adjustments \$	30 June 2020 under AASB 118 and 1004 \$
Statement of Comprehensive Income			
Revenue and Income			
Grants and subsidies	82,000	-	82,000
Charges and Fees	389,695	(119,733)	269,962
Other revenue	37,083	-	37,083
Net result	508,778	(119,733)	389,045
Statement of Financial Position			
Current Assets			
Trade receivables	235,373	(119,733)	115,640
Net result	235,373	(119,733)	115,640

AASB 16 – Leases

AASB 16 Leases supersedes AASB 117 Leases and related Interpretations. AASB 16 primarily affects lessee accounting and provides a comprehensive model for the identification of lease arrangements and their treatment in the financial statements of both lessees and lessors.

The Council applies AASB 16 Leases from 1 July 2019 using the modified retrospective approach. As permitted under the specific transition provisions, comparatives are not restated. The cumulative effect of initially applying this Standard is recognised as an adjustment to the opening balance of accumulated surplus.

The main changes introduced by this Standard include identification of lease within a contract and a new lease accounting model for lessees that require lessees to recognise all leases (operating and finance leases) on the Statement of Financial Position as right-of-use assets and lease liabilities, except for short term leases (lease terms of 12 months or less at commencement date) and low-value assets (where the underlying asset is valued less than \$5,000). The operating lease and finance lease distinction for lessees no longer exists.

The Council completed their assessment with regards to AASB 16 and concluded that at the date of initial application (1 July 2019) AASB 16 is not applicable to the Council.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

7.3 Key management personnel

The Council has determined key management personnel to include cabinet ministers, council members, and senior officers of the Council. The Council does not incur expenditures to compensate Ministers and those disclosures may be found in the *Annual Report on State Finances*.

The total fees, salaries, superannuation, non-monetary benefits and other benefits for council members and senior officers of the Council for the reporting period are presented within the following bands:

	2020	2019
Compensation of members of the Council:		
Compensation band (\$)		
10,001 - 20,000	1	1
	2020	2019
	\$	\$
Total compensation of the council members:	14,189	14,189
Compensation of Senior Officers:	2020	2019
Compensation band (\$)		
150,001 - 160,000	1	-
130,001 - 140,000	-	1
	2020	2019
	\$	\$
Total compensation of senior officers	158,909	138,748

Total compensation includes the superannuation expense incurred by the Council in respect of senior officers.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

7.4 Related party transactions

The Council is a wholly owned public sector entity that is controlled by of the State of Western Australia.

Related parties of the Council include:

- all cabinet ministers and their close family members, and their controlled or jointly controlled entities;
- all council members, senior officers and their close family members, and their controlled or jointly controlled entities;
- other departments and statutory authorities, including related bodies, that are included in the whole of government consolidated financial statements (i.e. wholly owned public sector entities);
- associates and joint ventures of a wholly owned public sector entity; and
- the Government Employees Superannuation Board (GESB).

Material transactions with other related parties

Outside of normal citizen type transactions with the Council, there were no other related party transactions that involved key management personnel and / or their close family members and / or their controlled (or jointly controlled) entities.

7.5 Related bodies

The Council currently does not provide any assistance to other agencies which would deem them to be regarded as related bodies under the definitions included in Treasurer's Instruction 951 "Related and Affiliated Bodies".

7.6 Affiliated bodies

The Council currently does not provide any assistance to other agencies which would deem them to be regarded as affiliated bodies under the definitions included in Treasurer's Instruction 951 "Related and Affiliated Bodies".

7.7 Remuneration of auditors

Remuneration paid or payable to the Auditor General in respect of the audit for the current financial year is as follows:

	2020	2019
	\$	\$
Auditing the accounts, financial statements, controls and key performance indicators	18,000	15,225

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

7.8 Equity

The Western Australian Government holds the equity interest in the Council on behalf of the community. Equity represents the residual interest in the net assets of the Council.

	2020 \$	2019 \$
Accumulated Surplus		
Balance at start of period	707,958	428,990
Initial application of AASB 15	66,627	-
Restated balance at start of period	774,585	428,990
Result for the period	(15,517)	278,968
Balance at end of period	759,068	707,958

7.9 Supplementary financial information

(a) Write-offs

During the financial year, \$40 (2019: \$159) was written off as bad debt under the authority of the Chairman.

(b) Losses through theft, defaults and other causes

During the financial year there were no losses of public money and public and other property through theft or default (2019: None).

(c) Gifts of public property

The Council had no gifts of public property during the financial year (2019: None).



CERTIFICATION OF KEY PERFORMANCE INDICATORS

For the year ended 30 June 2020

We hereby certify that the key performance indicators are based on proper records, are relevant and appropriate for assisting users to assess the Keep Australia Beautiful Council (WA)'s performance, and fairly represent the performance of the Keep Australia Beautiful Council (WA) for the financial year ended 30 June 2020.

M Aspinall
Chairman
Keep Australia Beautiful Council (WA)
16 September 2020

G Keating
Deputy Chair
Keep Australia Beautiful Council (WA)
16 September 2020

KEEP AUSTRALIA BEAUTIFUL COUNCIL WA TARGETS 2019-20 KEY PERFORMANCE INDICATORS

Outcome Based Management Framework

Keep Australia Beautiful Council (W.A.) (KABC) structures its activities to promote a reduction in litter and littering behaviour in Western Australia. There are three services provided by KABC to the community under this outcome.

Government Goal	Desired outcome	Services
Greater focus on achieving results in key service delivery areas for the benefit of all Western Australians	Reduction in litter and littering behaviour in Western Australia.	Service 1: Monitoring litter levels in Western Australia Service 2: Enforcement of the <i>Litter Act 1979</i> Service 3: Education and Awareness Programs

KEY EFFECTIVENESS INDICATOR

Outcome 1: Reduction in litter and littering behaviour in Western Australia

The *Litter Act 1979* makes provision for the abatement of litter and confers powers upon KABC.

KABC achieves litter abatement through enforcement and the application of penalties for littering and through the development and implementation of community education, participation, and awareness programs. These programs are designed to encourage and support people to change their attitudes and behaviours towards litter prevention and disposal and to participate in activities which help clean and maintain their environment. Programs include advertising and promotion, event support, school and community education and participation programs and partnerships with key organisations.

The continuing downward trend in litter points to the success of KABC's programs through the *Litter Prevention Strategy for Western Australia 2015-20*.

KABC monitors litter levels in Western Australia by funding two annual audits of litter levels through the National Litter Index (NLI).

Indicator 1.1: The amount of litter reduction as measured by the National Litter Index

Table 1 National Litter Index 2017/18 – 2019/20

	Items per 1000m ²				Volume per 1000m ²			
	17-18	18-19	19-20	19-20	17-18	18-19	19-20	19-20
WA	Actual		Target	Actual	Actual		Target	Actual
	40	37	37	36	7.11	5.31	6.50	4.70
Reduction compared to prior year	NA*	(3)	NA*	(1)	NA*	(1.8)	NA*	(0.6)

* This indicator has been restated to reflect the 2014 WA Treasury approved Outcome Based Management Framework. 17-18 is the first year to report this indicator. No comparison to prior year and target.

ANALYSIS

The National Litter Index (NLI)¹ is measured twice per year in May and November in every state and territory in Australia. The 2019-20 results were from November 2019 and May 2020. In Western Australia, 151 sites within 50 kilometers of Perth, where the bulk of the WA population live and generally represents littering in WA, are measured each year using a protocol designed and implemented by McGregor Tan Research² and reported on in August each year. The same methodology, analysis and reporting system is used for each jurisdiction each year.

The 2019-20 Litter Monitor recorded on average 36 items per 1000m², a decrease from 37 items per 1000m² recorded in the 2018-19 Litter Monitor. In volumetric terms in 2019-20 there was 4.70 litres of litter per 1000m² across WA sites, a decrease from 5.31 litres per 1000m² estimated in 2018-19.

- ¹ NLI counts are conducted in November and May each year and cover sites across Australia. There are 151 sites audited in Western Australia. Each count records all items of litter present. From the number of items, volumes of litter are estimated using established conversion factors. This base data is then collated to provide trend comparisons between items and volumes within material types and across the various site types. All sites have been selected to be 'typical' for that site category and are not varied from count to count. Each site has been measured to determine its area. As a result of these changes, benchmarking between individual states and the national data is more reliable.
- ² McGregor Tan Research has achieved the double management system quality accreditation to the highest standards (ISO 9001:2008, formerly ISO9001:2000) and (ISO 20252:2007, formerly AS4752:2004) for the full scope of research and strategy services including customized research for consumer, social and commercial studies, as recognised by the Australian Market and Social Research Society.

Indicator 1.2: Percentage of litter infringements enforced through the Litter Reporter Scheme*

	2017-18 Actual %	2018-19 Actual %	2019-20 Target %	2019-20 Actual %
Percentage of litter infringements enforced through the Litter Reporter Scheme	91	91	90	92

*This indicator has been reworded to reflect the 2014 WA Treasury approved Outcome Based Management Framework.

The total number of infringements were 1,327 with 112 being withdrawn, resulting in a percentage converted to infringements of 92 per cent. The percentage of litter infringements enforced through the Litter Reporter Scheme has remained relatively consistent.

Indicator 1.3 Percentage of illegal dumping investigations leading to an enforceable outcome*

	2017-18 Actual %	2018-19 Actual %	2019-20 Actual %
Percentage of illegal dumping investigations leading to an enforceable outcome	62	65	71

*Illegal dumping is not under KABC's authority. Instead, it should be littering. KABC has not yet applied to Treasury to change the wording on this.

There is no target for the number of investigations as their occurrence and complexity cannot be predicted on a yearly basis as investigations result from reports from other organisations and community members.

The number of investigations for the year was 112 with 80 resulting in an enforceable outcome, creating an enforceable percentage of 71 per cent.

Part IV of the *Litter Act 1979* establishes that any person who deposits litter or causes litter to be deposited on any land or any waters (unless exempt by clauses (a) to (d)) commits an offence). Section 27 of the Litter Act and the Litter Regulations 1981 prescribe penalties for specific offences and allow for the issue of infringement notices to offenders as well as the appointment of authorized officers to assist with the enforcement of the Litter Act. Offenders can also be dealt with by requiring clean-up of the litter (an Environmental Field Notice (EFN)) or by prosecution in court. Any of these actions would be deemed a successful outcome in dealing with offenders under the law.

KABC issues infringement notices to offenders using the information supplied through the Litter Reporter Scheme. Authorised officers issue infringements, Environmental Field Notices or prosecute littering.

Variance Analysis

The increase in the percentage of illegal dumping investigations leading to an enforceable outcome for 2019-20 from the 2018-19 is mainly due to the deployment of additional surveillance cameras for longer periods of time in hotspot areas and at major road intersections. The investigations officer has been on patrol more often in hotspot areas and had the opportunity to observe and accost offenders in the act of littering.

KEY EFFICIENCY INDICATORS

Key Efficiency Indicator	2017-18 Actual	2018-19 Actual	2019-20 Target	2019-20 Actual
Service 1: Monitoring litter levels in Western Australia				
1.1 Average cost of audit of litter levels in WA	\$52,500	\$54,706 ^(a)	\$58,000	\$80,393

(a) The 2018-19 audited figure was previously audited as \$50,424. This has been restated to include an allocation of overheads previously excluded. The restatement allows for realignment of cost allocation methodology to be consistent across all key efficiency indicators.

Variance Analysis

The increase in the Actuals for 2019-20 from the Target 2019-20 and Actual 2018-19 is largely due to an increase in costs resulting from participation in a meeting in Sydney with all states and territories to agree on an approach to the development of a new methodology for collecting litter data.

Key Efficiency Indicator	2017-18 Actual	2018-19 Actual	2019-20 Target	2019-20 Actual
Service 2: Enforcement of the <i>Litter Act 1979</i>				
2.1 Average costs of enforcement of the Act	\$250	\$394	\$240	\$381

The 2017-18 and 2018-19 audited figures were previously reported as:

Key Efficiency Indicator	2017-18 Actual	2018-19 Actual
Service 2: Enforcement of the <i>Litter Act 1979</i>		
Cost per infringement	\$107	\$165
Revenue per infringement	\$178	\$206
Total cost of investigations	\$118,704	\$123,265
Average cost per investigations	\$1,522	\$1,736

Service 2 indicator has been restated to reflect the 2014 WA Treasury approved Outcome Based Management Framework to ensure the same calculation methodology is consistently used and applied year on year.

Variance Analysis

The increase in the Actuals for 2019-20 from the Target 2019-20 is largely due to an increase in costs resulting from a lower number of litter reports received during an extended period of COVID-19 restrictions, when fewer drivers were on the road. The total cost basis of providing the Litter Report Scheme did not change.

Key Efficiency Indicator	2017-18 Actual	2018-19 Actual	2019-20 Target	2019-20 Actual
Service 3: Education and awareness programs				
3.1.1 Cost per education and awareness program	\$76,784	\$85,808	\$62,200	\$108,665
3.1.2 Number of education and awareness programs	12	12	8	10

The 2017-18 and 2018-19 audited figures were previously reported as:

Key Efficiency Indicator	2017-18 Actual	2018-19 Actual
Service 3: Education and awareness		
Cost per education and awareness program	\$45,439	\$58,026
Cost per town for Tidy Towns	\$3,039	\$4,157

Service 3 indicator has been restated to reflect the 2014 WA Treasury approved Outcome Based Management Framework to ensure the same calculation methodology is consistently used and applied year on year.

Variance Analysis

The increase in the Actuals for 2019-20 from the Target 2019-20 and Actual 2018-19 is largely due to an increase in costs resulting from the development and implementation of two litter campaigns, 'Bin Your butt' and the 'WA Naturally Thanks You' regional roadside litter campaign.



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