



**2019/20**  
**Perth NRM**  
**Annual Report**  
*Partnering in Perth's Future*

**Perth NRM acknowledges the traditional custodians throughout Western Australia  
and their continuing connection to the land, waters and community.**

**We pay our respects to all members of the Aboriginal communities and their  
cultures; and to Elders past and present.**

## **Perth Region NRM Inc**

**Level 2, 161 Great Eastern Highway  
Belmont, WA, 6104  
Whadjuk Noongar Boodja**

**+61 8 9374 3332  
[www.perthnrm.com](http://www.perthnrm.com)**

# CONTENTS

**4-5: From the Board**

**6-7: From the CEO**

**8-9: Community Engagement**

**10-11: Key Indicators**

**12-13: Sustainable Agriculture**

**14-18: Environment Program**

**19: Our Team**

**20: Our Partners & Donors**

**Appendix i: Auditor's Report**

**Appendix ii: Perth NRM  
Financial Report 2019/20**

# FROM THE BOARD

## Chair, Dr Bruce Hegge GAICD

Well it certainly has been an extraordinary year for us all. If nothing else this year has demonstrated the fundamental significance of connection and community.

It has been an exciting year for Perth NRM and we are happy to present to you our 2019/20 Annual Report with both pleasure and pride.

### BOARD BUSINESS

Firstly we would like to thank Steve Vanstan for returning to the Board for a period as a Acting Director while we conducted our Board recruitment process. Through this process I am very pleased that we were able to attract two outstanding candidates who have been in the role of Acting Director since March: Glenice Batchelor and Robert Stribling.

Glenice brings to the Board a wealth of experience in landcare and natural resource management. Robert has a background in corporate law with significant experience in stakeholder collaboration and corporate governance. Through this year we have consulted widely with Elders and our community of practice as we continue to seek the appointment of a Noongar person to our Board.

The Board was very pleased to be joined this year by Charlotte Jones who we invited to attend our Board meetings as a non-voting Board Observer. Charlie is a young professional with a passion for natural resource management, working in educational outreach. This enabled us to increase our Board diversity and support professional development of our younger community. Charlie has recently stepped down from this position and we wish her all the best as she takes up a full-time position with our colleagues at Peel Harvey Catchment Council.

### STRATEGIC DIRECTION

The Board is grateful for the warm reception of our **Vision for Perth 2050**, launched at last year's AGM. Considerable time has been spent this year developing our Strategy (2021-2025) to ensure we deliver on our Vision for Perth through partnering to protect, preserve and enhance our natural assets. Our immediate focus will include improving the quantity and quality of our partnerships, and safeguarding our capability and capacity to continue to deliver exemplary programs and services.

### COVID-19

We have been very fortunate in Western Australia to have avoided the worst impacts of the global pandemic this year. Perth NRM moved quickly to develop alternative forms of program delivery as we were cancelling many of our planned face-to-face events. To oversee our response the Board established a COVID Standing Committee and we were pleased to note that our existing systems and processes only needed minor adjustments to meet the challenges of a distributed and socially-distanced workforce.



We thank the Perth NRM staff for their resilience throughout the year. Our CEO is also to be congratulated for navigating these challenges and ensuring we continued our service delivery while sustaining the connections within our staff team and with our stakeholders.

## **OUR SECTOR - NRM REGIONS AUSTRALIA**

In November 2019 I attended the Knowledge Conference and Chair's Forum of NRM Regions Australia (NRMRA). It was inspiring to see the enthusiasm and dedication of our colleagues across Australia's 56 NRM regional organisations.

Perth NRM's focus on engaging social capital to grow natural capital is mirrored in the efforts of many NRM organisations throughout the country. It is always great to see this mosaic of organisations working individually, and together, towards this shared goal.

NRM Regions Australia is also an important national voice to lobby the federal government, and this year joined with others to advocate for a post-COVID conservation and land management economic stimulus, meeting with a number of politicians to promote this initiative.

In June NRMRA was incorporated as a not-for-profit private company and we believe this structure will provide a stronger advocacy vehicle to representation for the sector going forward. We look forward to supporting NRMRA as we demonstrate that environmental, landcare and coastal conservation can play a meaningful and important role in our national economy.

## **OUR SECTOR - NRM Western Australia**

NRMWA continues to provide a forum for the seven WA NRM regions to share information and collaborate. Our CEOs meet monthly to discuss challenges and opportunities for our sector, with Chairs meeting less frequently, although able to convene quickly when necessary. NRMWA provides a common voice to the state government and enables us to coordinate around budget/election requests and meetings with Ministers.

## **THANK YOU**

I would like to thank the staff and CEO for maintaining the commitment and resilience that make the day to day operations of our organisation possible.

I also thank my fellow Board Directors for their time, service and support.

Lastly, I thank our members, our many funders, partners and volunteers that continue to support us as we work towards an environment in which we all can live in resilient natural ecosystems with sustainable food production.



Bruce Hegge  
October 2020

# FROM THE CEO

## **Paul Bodlovich, MBA** **Chief Executive Officer, Perth NRM**

The 2019/20 financial year was bookended by two significant and very different opportunities arising for Perth NRM. We started the year with the awarding of funding for the third stage of the Swan Canning River Recovery (SCRR3) project, and finished with the advice that our bid to host the 2021 State NRM and Coastal conference had been successful.

In between was a very eventful year!

A key focus for Perth NRM was the ongoing building of our connection with the Noongar Community. We continued to present Six Seasons walks, and produced a set of related online video resources to enable the presence to continue.

We partnered with UWA and CAUL to help facilitate their project, *Noongar Knowledge in the Djarlgarro Beelias catchment*. Vanessa Corunna was appointed to the SCRR3 Community Committee, and Oral McGuire to the RegenWA Steering Committee. We also continued to engage in the Danjoo Koorliny "Walking Together" process being led by Noel Nannup, Colleen Hayward, Richard Walley and Carol Innes and managed through UWA's Centre for Social Impact.

Our programs continued to build their positive impact through the course of the year – these are covered in detail throughout this annual report.

The Regen WA project gained significant presence, with the interest in regenerative agriculture highlighted by the success of the inaugural Regenerative Agriculture Conference held at Optus Stadium in September 2019. That conference also offered a launchpad for our National Landcare Program (NLP)-funded Food Security Plan for WA.

Our Coastal + Marine program continues its dual roles of iconic community program and critical environment program, and through the year was enhanced by the development of the Feilman Foundation funded Adopt A Beach program.

We also established a fabulous new initiative, the CSBP Coastal Connections Challenge, which engages school kids in coastal science and protection. Unfortunately the conference associated with this was the first victim of COVID-19 for Perth NRM, however we're pleased to be back partnering with CSBP on next year's event.

Another major project that we undertook through the course of the year was the creation of a new website, which went live in April. Developed by Clever Starfish, the site offers a range of functionality that is focussed on ensuring that we can effectively share the stories of Perth NRM as well as our stakeholders.

Clever Starfish also commenced the development of the new ReWild Perth web resource during the year, which is a project that I am really excited about.



Alongside the website, we have invested in capabilities in professionally delivering online events and developing video content.

We have also invested in implementing new CRM and project management systems, and have been overhauling our financial processes and management accounts reporting.

The year saw us become more active in our political engagement. With over 90 members of state and federal parliament directly relevant to us either geographically (in the Perth region) or by portfolio, it is important that we communicate with them regularly. Perth NRM believes that actively advocating for our sector is a core role of our organisation.

On a more general note we were very active in our stakeholder engagement, both with existing and valued stakeholders but also in broadening our networks. One important example here has been my regular attendance since November at meetings of the sub-regional chairs and co-ordinators which are facilitated by the Rivers and Estuaries Division of DBCA. Re-establishing this connection after a number of years is helping to ensure that we're all working together as best we can.

During the year we welcomed a number of new staff to Perth NRM - Hannah Lill (Financial Controller); Karyn Lovatsis (Events Co-ordinator); Tamagen Kempton (Food Security Plan Officer); Shenaye Hummerston (SCRR3 Co-ordinator) and Dan Friesen (acting SCRR3 Co-ordinator).

On the other side of that coin we were sad to see Sharon Munroe and Kath Broderick leave our ranks. Perth NRM also hosted a growing number of interns throughout the year.

In finishing I'd like to thank the whole team here at Perth NRM for the dedication with which they apply their expertise and experience. 2019/20 was a year that kept throwing up new surprises and challenges, and the Board and staff of Perth NRM kept rising to those challenges. With a load of new opportunities ahead of us, I look forward to reporting back in another twelve months.



Paul Bodlovich  
**November 2020**



Perth NRM Christmas Lunch, 2019

# Community Engagement

Prepared by Dr Ingrid Sieler  
Manager Community Engagement

The community engagement program (CE) has adjusted its format in line with the changes to available funding and is developing a two year program, building on the grant requirements of the Swan Canning River Recovery project, Coastwest programs, Threatened Ecological Communities (TEC) and Threatened Species (TS), providing community capacity building activities for environmental groups, and to support increased engagement with the wider community.

The CE program has been augmented with the successful relaunch of the Adopt A Beach program, supported by the Feilman Foundation, and the CSBP Coastal Connections Challenge project. Both of these initiatives aim to educate youth about our coastal and marine environments, encouraging a life-long appreciation for these important environments.

The CE team said goodbye to Sharon Munro, who took up a role as the WESROC Environmental Project Officer. Sharon had a significant role at Perth NRM, working closely with Elders to support the ACH program and supporting many community engagement projects.

We welcomed Karyn Lovatsis into a formal Event Coordinator role, and part of this role will be integrating more sustainability measures into our community events.



October 2020

## Events

In February, COVID-19 had an immediate impact on the community engagement program. Perth NRM's investment in digital platforms and staff skills meant we could transition to online workshops and seminars.

A series of online workshops covered grant writing, coastal and marine management and an overview of projects to improve the river and wetlands of the middle Canning River. Perth NRM will continue to include online forums in our community engagement program in the future.

This new capacity has also strengthened our inter-organisational networks, as various stakeholders have engaged with Perth NRM for online delivery.

We continued to develop relationships and partnerships with a range of community groups, organisations and initiatives including NatureLink Perth and Catchment Officer Support Network.

## Aboriginal Engagement

The organisation has continued to build on its Aboriginal engagement and is looking for ways to support a diverse range of programs and businesses that align with our work.

This includes involvement with the National Environmental Science Programme (NESP) Clean Air and Urban Landscapes (CAUL) Hub project at UWA, *Noongar Knowledge in the Djarlgarro Beeljar catchment – Implications for land use and water planning*.

**The Noongar Six Season Walks – facilitating Country and Culture Connections** project, funded through the Western Australian Government’s State NRM Office Community Stewardship Grants (Small), was successfully completed with activities for djilba, kambarang and birak.

Volunteers heard from Elders about the season before engaging in activities (combating stream erosion, cultivating wetland plants and marine debris clean-up) to care for country.

Perth NRM also hosted the *Connecting through Country and Culture* forum with the City of Melville, bringing together local governments and community leaders to highlight the positive implementation of youth and Aboriginal engagement in land management and the development of public spaces.

## Adopt A Beach



**43 Incursions**  
In-School events



**21 Excursions**  
At-Beach events



**2,387**  
Students Engaged

The Adopt A Beach program started life as an adjunct to the Coastal + Marine (South) program, enthusiastically run by Craig ‘Coastcare’ Wilson for Perth NRM. After a hiatus, Perth NRM worked with the Feilman Foundation to relaunch the program as a Community Engagement stream.

The new format links coastal conservation to WA’s educational curriculum, particularly with science, technology, engineering and mathematics (STEM) and humanities, arts and social sciences (HASS). The program has been developed and coordinated by Wayne Walters, an educator with previous experience at the Perth Zoo and the WA Museum.

Like all public-facing programs, activities throughout 2020 were disrupted by social distancing restrictions. However, the potential and strength of this program was recognised during Perth’s brief lockdown period through a three-week collaboration with the *ED! Learn* liftout in the *West Australian*, with an estimated daily weekday readership of 441,000.

The Adopt A Beach program has become well-regarded in a very short period of time, creating meaningful engagement with youth, schools and the broader community.

**↑ 18%**  **11,261**  
Event Attendees  
(workshops, field days, online)

**↓ 20%**  **400**  
Community Events  
(workshops, field days)

**↑ 53%**  **486**  
Groups Engaged

**↓ 48%**  **61,539**  
Seedlings Planted

**↑ 817%**  **2,155**  
YouTube Video Views  
January to June (Year on Year)

With the dramatic impact of COVID-19 restrictions, many annual or planned events in the year were cancelled.

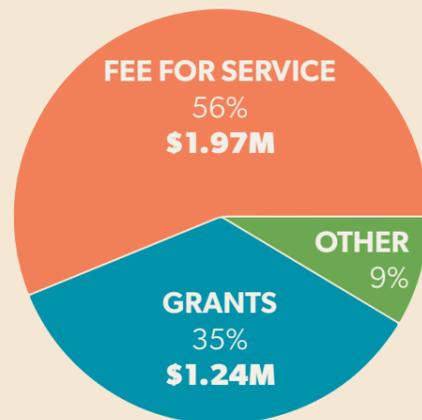
Perth NRM moved quickly to adopt virtual events and facilitate community events with or for other stakeholders in our region.

As a result, event participation (on the day) was able to increase, national speakers were able to be engaged and the number of groups worked with increased significantly.

Many of these events are now also available as online video, acting as an ongoing resource that continues to attract new viewers.

## REVENUE

**\$3,514,074**



**↓ 22%**  **2,693**  
Volunteer Engagements  
Coastal + Marine

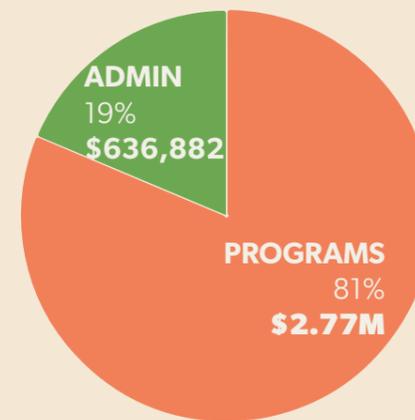
**↓ 73%**  **5,377**  
Volunteer Hours  
Coastal + Marine

**↑ 1.5%**  **5,697**  
Hectares of Threat Reduction  
(Pests, Debris, Disease, Weeds)

**\$1,010,975**  
**Direct funding to Community**  
through Swan Canning River Recovery,  
Regional Landcare Partnerships and  
Swan Alcoa Landcare Partnership.

## EXPENDITURE

**\$3,412,731**



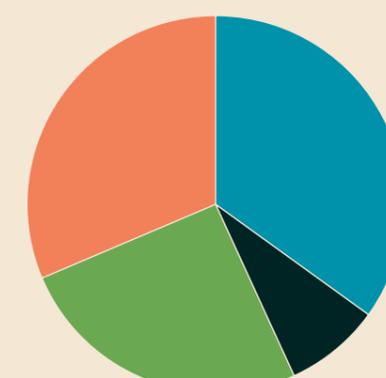
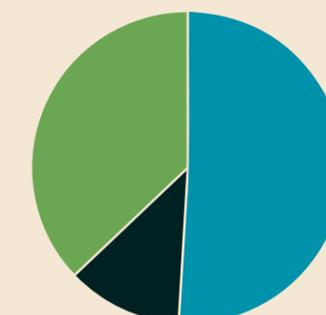
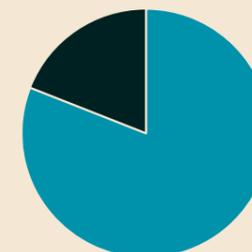
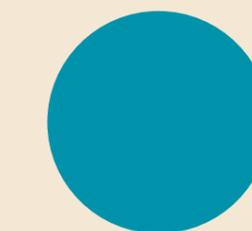
## Partner Power SALP Reporting in 2019/20

One of Perth NRM's core functions is to deliver optimal outcomes through partnership, so simple measures of 'money in' - 'money out' don't tell the full story.

The outcomes reported in 2019/20 (for the previous year's funding) show the cumulative value of the program, including in-kind support.

-  SALP FUNDING  
\$366k
-  LOCAL GOV  
\$86k
-  OTHER  
(inc State Gov)  
\$266.5k
-  VOLUNTEER  
HOURS  
\$328.9k

**TOTAL VALUE**  
**\$595,292.89**



# Sustainable Agriculture Program

Prepared by Keith Pekin  
Manager Sustainable Food Systems

The Sustainable Agriculture program has evolved throughout the year into three integrated projects that are well placed to bring about the structural reform that we need in our food systems: The WA Food Security Plan, RegenWA, and the development of a Natural Capital Accounting program.



October 2020

## WA Food Security Plan

Funded by the Australian Government's Regional Land Partnerships program.

At the September regenerative agriculture conference, we released the WA Food Security Plan – Situation report. This report completed stage one of the project and provided stakeholders with a baseline understanding of our current food security situation, and helped inform stage two of the WAFSP. Stage two (current) focuses on raising awareness, understanding, and seeking input into the development of a strategic plan that's utilised by these and other key stakeholders to ensure we remain food secure.

During the year we conducted 66 interviews, and delivered 20 presentations to stakeholders. In total, we engaged with 1,615 stakeholders.

## RegenWA

Funded by State NRM and Perth NRM.

Perth NRM initiated, and event managed Western Australia's first Regenerative Agriculture Conference. This was a sold-out event (270 attendees) at the Optus Stadium and feedback from farmers and other industry stakeholders who attended was extremely positive.

Due to COVID-19, we changed how we delivered workshops and ran four workshops via Zoom with a total of 130 attendees. The PNRM Comm's team recorded and refined these workshops and they are on the RegenWA website as online resources. We now have more than 2,100 views of these workshops.



## Natural Capital Accounting

Funded by Commonland and Perth NRM

This program aims to establish a Natural Capital Accounting (NCA) framework and data platform with farmers and industry stakeholders to measure and manage natural capital, and to support informed public and industry investment into good land-stewardship.

This program was conceived after the Regenerative Agriculture Conference, and developed over early 2020. The current focus is developing learning case-studies with five of Western Australia's leading farmers, which will establish a baseline for onsite natural capital and provide a test case for agreed standards in NCA practices and reporting.

## WA Stone Fruit, Value Chain Facilitator

Funded by the Agricultural Produce Commission and Perth NRM



The partnership with the WA Stone Fruit Industry has progressed to include market research and development. It also included facilitating a trip for eight West Australian growers to travel to Indonesia to meet retailers and wholesalers and learn firsthand more about what our key trading partners want.

## Regional Agricultural Landcare Facilitator (RALF)

Funded by the Australian Government's Regional Land Partnerships program.

This Federally funded role continues to deliver great outcomes for commercial producers and small landholders (hobby farms) in the our region.

The Smart Farms "Improving Water Efficiencies in a Drying Climate" project is just one of many projects that the RALF has been facilitating, and this particular project has helped vegetable producers, turf growers and orchardists in the Wanneroo, Carabooda and West Gingin area to utilise new technology to improve water use efficiencies.

The RALF has also been involved in the Black Soldier Fly Research to Practice initiative, which is shaping up with the potential to utilise and value add our on-farm and household vegetable waste into a range of high protein food sources for aquaculture and livestock.

Perth NRM support this initiative as we believe it offers a practical circular economy approach to improving the sustainability our food systems.

# Environment Program

Prepared by Luke McMillan  
Manager Environment Program

The Environment Program remains one of the most complex activities undertaken by Perth NRM, with a wide range of individual projects, funding bodies and delivery partners across a range of focus areas including: Threatened Species, Threatened Ecological Communities, the long-standing and topical Coastal + Marine Program, the Sediment Task Force, the Swan Canning River Recovery project and the flagship partnership that is the Swan Alcoa Landcare Partnership (SALP).

Many programs and reporting periods have received extensions in response to COVID-19, which has had some impact on deliverables over the 2019/20 Financial Year, but the strength, resilience and adaptability of our network has been a privilege to witness.



November 2020

## Swan Alcoa Landcare Partnership

Partners: Alcoa Australia, the Department of Biodiversity, Conservation and Attractions

The Swan Alcoa Landcare Program (SALP) is a joint initiative of Alcoa, the Department of Biodiversity, Conservation and Attractions (DBCA) and Perth NRM, established to provide a simple process for community groups to access funding for on-ground environmental works.

In 2020, SALP awarded a total of \$330,000 to 22 groups for 60 projects in the Perth Region.

Since its inception in 1998, SALP has provided more than \$9 million in funding to community groups, who in turn have delivered more than 1400 restoration projects, ranging from weeding and planting to feral animal control and the creation of wildlife habitat.

The SALP program remains an excellent model for devolved funding, simplifying grant applications and management for community groups and providing financial and operational certainty that attracts further investment.

Because the SALP annual reporting period begins in February, outcomes from this program are reported separately from Perth NRM's annual figures.

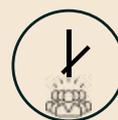
The figures below were reported in March 2020, for the funding period beginning February 2019, with year-to-year change.

↓  
4



**21**  
Groups Engaged

↑  
10%



**12,078.5**  
Volunteer Hours

↓  
84%



**408.44**  
Hectares Managed  
(Revegetation, Weeding)

↑  
6.3%



**97,763**  
Seedlings Planted

# Environment Program

## Swan Canning River Recovery

This project is funded by the Australian Government.

With reporting extension granted as a result of COVID-19, Swan Canning River Recovery Stage Two is in its final months of implementation. Stage Three was approved in 2019/20 Q3 and a devolved community grants program was announced in Q4.

### Stage Two Highlights

**Hydrocotyle:** SERCUL monitored and maintained 21ha for hydrocotyle infestation within the Middle Canning. For several reporting periods, there was no evidence of new seed set or germination. Unfortunately, a new infestation of 30m<sup>2</sup> was later identified and eradicated at Wilson Lagoon. This demonstrates vigilance and proactive weed management is necessary to protect the ecological integrity of the river system.

**Stage Two Grants:** Four three-year projects received funding in 2017 to SERCUL, Friends of Gabbiljee (Bull Creek), Friends of Bardon Park, and Conservation Volunteers Australia. Over the life of SCRR2, they have collectively delivered:

- More than 50 hectares of weed control to remove *Schinus terebinthifolius*, *Agave americana*, *Acacia longifolias*, *Isolepis prolifera*, *Rubus fruticosus*, and *Lantana camara*.
- 100,000+ seedlings planted in riparian zones within the Middle Canning river system.
- 230kg+ of debris and litter from the Middle-Canning
- More than 640 volunteers in river clean-up days, weed removal, and environmental restoration efforts.

**Education and Engagement:** Perth NRM has developed a suite of educational and community engagement material for use at community expositions, presentations, and field days.

Perth NRM engaged with over 5,000 students across 35 schools over the life of the SCRR2, in addition to regularly participating at community events including the Earth Day Expo hosted by CREEC.



# Environment Program

## Sediment Task Force

**An inter-agency task force of local government, industry representatives and land managers, funded by the Western Australian Government's Department for Biodiversity, Conservation and Attractions.**

Established in 2014 to examine the environmental impact of sedimentation resulting from building development and subdivision, the Sediment Task Force achieve an important milestone this year with the completion of its commissioned study, *Quantifying sediment export from an urban development site: Heron Park*.

In cooperation with commercial developer Satterley Property Group, UWA researchers Carolyn Oldham, Fraser Eynon and Carlos Ocampo were able to use real-world data to discover how much sediment can escape from a site (managed by builders and developers) and enter the environment (generally managed by local governments at the expense of rate-payers).

Two years of monitoring revealed an average of **17 tonnes of sediment loss per hectare, per annum**. The study also revealed no significant difference between sediment loss during the land-clearing/development and the construction phases. This research has subsequently been published by the CRC for Water Sensitive Cities.

With this data, it is now possible to calculate the financial and environmental costs to communities as a result of poor sediment management practices. The Sediment Task Force will now work with its partners to effectively communicate these findings to stop sediment pollution at its source.

## Threatened Ecological Communities

**Supported by Perth NRM, through funding from the Australian Government's National Landcare Program.**

As part of the Regional Landcare Partnership, Perth NRM has established Project Partnerships with a total value of \$1,657,218.60 (ex gst) with our delivery partners, Ellen Brockman Integrated Catchment Group (EBICG), South East Regional Centre for Urban Landcare (SERCUL), and the Department for Biodiversity, Conservation and Attractions (Rivers and Estuaries Branch).

The project has managed a range of threatening processes across fifteen sites representing eight different threatened ecological communities, including unregulated access, pest animals, dumping of rubbish, dieback disease and weeds, reducing associated habitat degradation and enabling natural regeneration and supporting restoration activities.

Targeted TECS which we are actively working to deliver recovery plans:

- Banksia Woodlands of the Swan Coastal Plain ecological community
- Clay Pans of the Swan Coastal Plain
- Shrublands and Woodlands of the eastern Swan Coastal Plain
- Shrublands and Woodlands on Perth to Gingin ironstone (Perth to Gingin ironstone association) of the Swan Coastal Plain
- Shrublands and Woodlands on Muchea Limestone of the Swan Coastal Plain
- *Corymbia calophylla* - *Kingia australis* woodlands on heavy soils of the Swan Coastal Plain
- Subtropical and Temperate Coastal Saltmarsh
- Community of *Tumulus* (organic mound) springs of the Swan Coastal Plain

The project has delivered revegetation as planned and seed collection of provenance species for future restoration. The project has raised awareness of Threatened Ecological Community values and management in our region through published communications

# Environment Program

## Threatened Species

Supported by Perth NRM, through funding from the Australian Government's National Landcare Program.

Perth NRM continues to work with our delivery partners to improve the habitat and trajectory of five priority species across 2249ha in our region, including projects at two wildlife sanctuaries, one national park and strategic remnants of Carnaby's Black Cockatoo habitat. The total value of these delivery agreements is \$458,583.37 (ex gst).

Referencing National Recovery Plans, our partners continue to collect information and working to deliver recovery actions for the five priority threatened species targeted:

- Black-flanked Rock-wallaby *Petrogale lateralis lateralis* (Moororong)
- Brush-tailed Bettong *Bettongia penicillata* (Woylie)
- Western Quoll *Dasyurus geoffroyi* (Chuditch)
- Western Ringtail Possum *Pseudocheirus occidentalis* (Ngwayir, Womp, Woder, Ngoor, Ngoolangit)
- Carnaby's Black Cockatoo *Calyptorhynchus latirostris* (Ngoolark)

Perth NRM has maintained partnerships and continued delivery with the Ellen-Brockman Integrated Catchment Group and the Australian Wildlife Conservancy. A new partnership with the Department of Biodiversity, Conservation and Attractions has been established following the managed removal from the project of the World Wide Fund for Nature.

Together with our project partners we delivered project outputs as planned until the effects of the COVID -19 pandemic began to impact delivery, with border closures affecting contractors and social distancing requirements suspending volunteer engagement in other locations.

## ReWild Perth

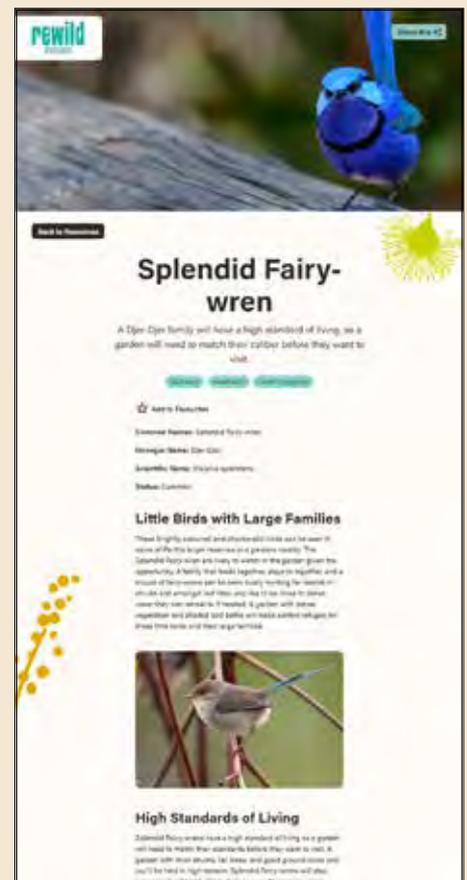
Developed in partnership with Birdlife Australia

ReWild Perth, first proposed in 2017, is a Perth NRM initiated behaviour-change project to encourage the creation of geographically appropriate, biodiverse habitats in private gardens that support native birds, animals and pollinators.

Over 2019/20, Perth NRM has worked with developer Clever Starfish to create an online resource specifically designed to engage householders in the 'rewilding' of private residences on their own terms. More than 200 participants have pre-registered their interest.

A large, regionally specific database of flora and fauna will make very clear links between our gardens and the type of wildlife we can attract, support and sustain.

As our State's most urban NRM organisation, we must seek new models of engagement and overcome the common misconception that the environment only exists in undeveloped areas, or that we are necessarily separate from the rest of our ecosystem.



# Environment Program

## Coastal + Marine Program

The Coastal + Marine program is one of Perth NRM's most visible programs, operating with a very large group of stakeholders across the region's coastline, including regular activities and partnerships with local governments including the **City of Cockburn, City of Fremantle, City of Joondalup, City of Rockingham, City of Stirling, City of Wanneroo, Town of Cambridge** and C+M (South) hosting partner, **City of Kwinana**.

The Coastal + Marine Program Managers are highly involved in their communities, providing links between corporate volunteers and community groups or engaging corporate sponsors for specific activities.

### LEVERAGING FOR COMMUNITY

Importantly, the Coastal + Marine program has not received core funding from either Federal or State Government since 2017/18, and is currently supported by a mixture of Perth NRM reserves, local government support, project-specific funding and corporate engagement.

Perth NRM's commitment to the program is based on the value we bring to the coastal community, even if that value is largely external.

For example, in 2019/20, the Coastal + Marine team received a **\$26,235** Coastwest grant to continue its Community Capacity Building program.

Additionally, Perth NRM took a lead partner role for the Bennion Beach Integrated Foreshore Restoration project with the City of Stirling and the Stirling Natural Environment Coastcare group, securing **\$40,665** in Coastwest funding.

In the same period, Perth NRM has provided support to five other community-led grant applications to Coastwest worth a further **\$70,428**. This brings the total value of Coastwest grant funding to our region to **\$137,328**, a value-add of more than **5:1** to community.

## Coastal + Marine 2019/20



**2,693**  
Volunteer Engagements



**1,501**  
New Participants



**18,291**  
Seedlings Planted



**388 kgs**  
Debris Collected



**429 bags**  
Weeds Removed



**5,377**  
Volunteer Hours

# OUR TEAM

*We are passionate about environmental and community sustainability*



**ROBERT STRIBLING**

Director

**DR BRUCE HEGGE**

Chair

**PAT CESARE**

Director

**DARRELL JONES**

Director

**MEG ANKLESARIA**

Deputy Chair

**DAVID LUCIDO**

Director

**GLENICE BATCHELOR**

Director

## EXECUTIVE TEAM

<b>Chief Executive Officer:</b>	Paul Bodlovich
<b>Manager, Community Engagement:</b>	Dr Ingrid Sieler
<b>Manager, Communications:</b>	Sabian Wilde
<b>Manager, Corporate:</b>	Jeanmarie Collens
<b>Manager, Environment:</b>	Luke McMillan
<b>Manager, Sustainable Food Systems:</b>	Keith Pekin

## STAFF

### CORPORATE

**Financial Controller:** Hannah Lill  
**Financial Administrator:** Mei Lai  
**Office Manager:** Beverley Vanhaeften

### ENVIRONMENT COORDINATORS

**Biodiversity Coordinator:** Jason Pitman  
**Sediment Task Force:** Bronwyn Scallan  
**Swan Alcoa Landcare Program:** Melinda McAndrew  
**Swan Canning River Recovery Stage Three:**  
Shenaye Hummerston  
Dan Friesen (Acting)

### COASTAL + MARINE PROGRAM MANAGERS

**North:** Kate Sputore & Hannah Gulliver  
**South:** Hannah Gulliver

### COMMUNITY ENGAGEMENT COORDINATORS

**Adopt A Beach Program:** Wayne Walters  
**Events:** Karyn Lovatsis

### SUSTAINABLE AGRICULTURE PROGRAM

**Regional Agriculture Landcare Facilitator:**  
Graham McAlpine  
**RegenWA Coordinator:** Shay Crouch  
**Food Security Plan Project Officer:** Tamagen Kempton  
**WA Stone Fruit Industry Value Chain Facilitator:**  
Shay Crouch  
**WA Stone Fruit Merchandiser:** Scarlet Roxby  
**Interns:** Shannon Batt

## Our Partners



Australian Government



Australian Government  
Department of Agriculture,  
Water and the Environment



Department of Biodiversity,  
Conservation and Attractions



Department of  
Primary Industries and  
Regional Development



natural resource  
management program



bankwest



COMMONLAND



FEILMAN  
FOUNDATION



**Perth NRM greatly appreciates the generous support of our donors.**

Meg Anklesaria  
Pasquale Cesare

Helen Griffiths  
Bruce Hegge

Darrell Jones  
Ted Leunig

Luciano Scampoli  
Sabian Wilde

Perth NRM is a registered charity with the Australian Charities and Not for Profits Commission (ACNC). We are endorsed by the Australian Taxation Office as a Deductible Gift Recipient (DGR) – which means your donation to Perth NRM is tax deductible.

## Perth Region NRM Inc.

### Independent auditor's report to members

## Report on the Audit of the Financial Statements

### Opinion

We have audited the financial report of Perth Region NRM Inc. (the Association), which comprises the statement of financial position as at 30 June 2020, the income statement, statement of changes in equity and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the officers' assertion statement.

In our opinion the financial report of Perth Region NRM Inc. has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- a) giving a true and fair view of the Association's financial position as at 30 June 2020 and of its financial performance for the year then ended; and
- b) complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Association in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the 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 our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Association's financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

#### ACCOUNTANTS & ADVISORS

Level 3, 15 Labouchere Road  
South Perth WA 6151

PO Box 748  
South Perth WA 6951

Telephone: +61 8 6436 2888

[williambuck.com](http://williambuck.com)

## Independent auditor's report to members (cont.)

### **Other Information**

The directors are responsible for the other information. The other information comprises the information included in the Director's report for the year ended 30 June 2020, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of the Directors for the Financial Report**

The directors of the Association are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the ACNC Act and the needs of the members. The directors responsibility also includes such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Association'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 directors either intend to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

The Directors are responsible for overseeing the Association's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the 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 this financial report.

## Independent auditor's report to members (cont.)

A further description of our responsibilities for the audit of these financial statements is located at the Auditing and Assurance Standards Board website at:

[https://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf)

This description forms part of our independent auditor's report.

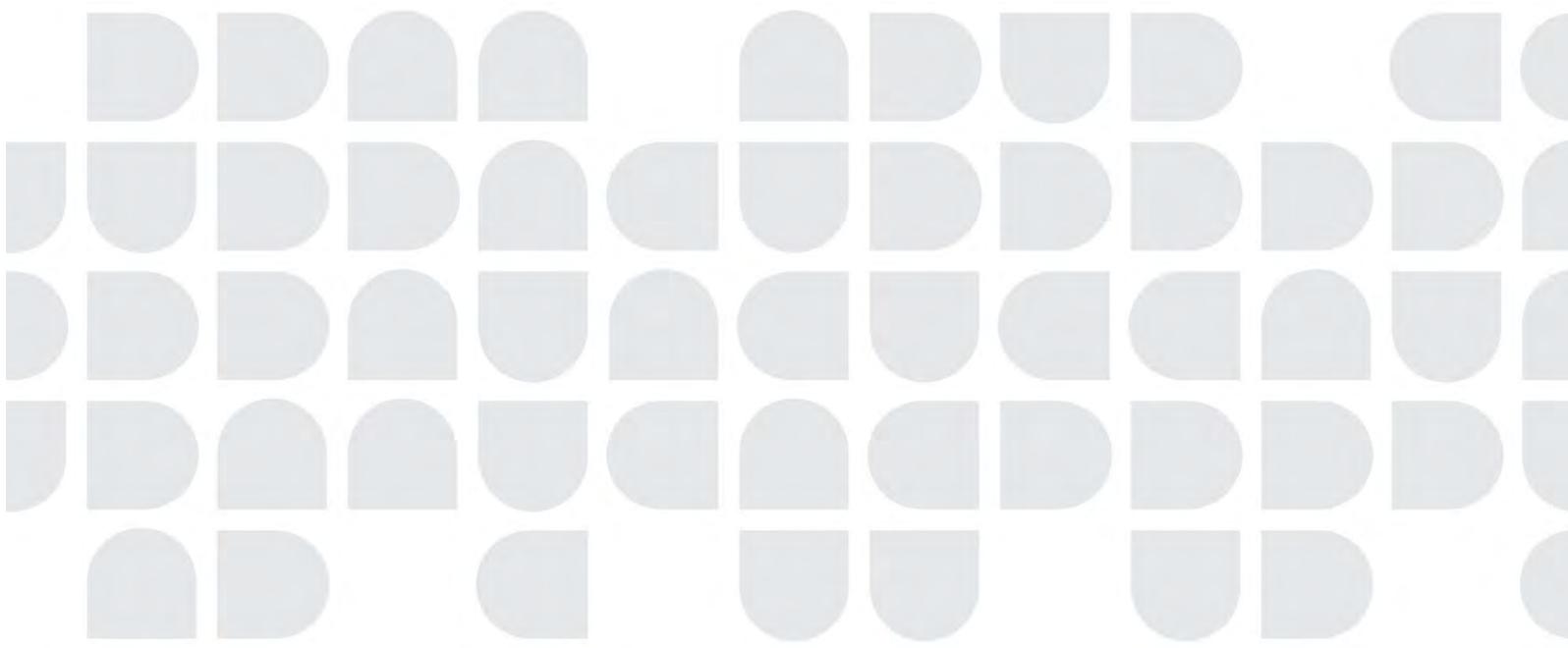
William Buck

William Buck Audit (WA) Pty Ltd  
ABN 67 125 012 124

CM

Conley Manifis  
Director

Dated this day, the 26th of October 2020



*Changing  
Lives.*

[williambuck.com](http://williambuck.com)  
ACCOUNTANTS & ADVISORS

 **PRAXITY**<sup>™</sup>  
Empowering Business Globally

**PERTH REGION NRM INC.**

**FINANCIAL REPORT**

**FOR THE YEAR ENDED 30 JUNE 2020**

## Table of Contents

Directors' Report.....	2
Statement of Financial Position.....	3
Statement of Change in Equity.....	4
Cash Flow Statement.....	4
Income Statement.....	5
Notes to the Financial Report.....	6
Officers' Assertion Statement.....	17
Auditor's Report.....	18

## Directors' Report for the year ended 30 June 2020

The Directors have pleasure in submitting the financial report of Perth Region NRM Inc. for the financial year ended 30 June 2020.

### Board of Management

The names of Board members throughout the year and at the date of this report are:

Bruce Hegge	Mariyon Slany
Darrell Jones	Pasquale Cesare
David Lucido	Robert Stribling
Glenice Batchelor	Shona Zulsdorf (Independent Chair of Nominations Committee)
Marguerite Anklesaria	Stephen Vanstan

Mariyon Slany resigned as a Board Member on 9<sup>th</sup> September 2019  
Stephen Vanstan was appointed as an interim Board Member on 24<sup>th</sup> September 2019  
Stephen Vanstan retired as an interim Board Member on 25<sup>th</sup> February 2020  
Glenice Batchelor was appointed as a Board Member on 25<sup>th</sup> February 2020  
Robert Stribling was appointed as a Board Member on 25<sup>th</sup> February 2020

### Principal Activities

The principal activities of the Association during the year were to provide coordination of natural resource management in the Perth region.

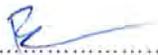
### Significant Changes

No significant change in the nature of these activities occurred during the year.

### Operating Result

The surplus for the year amounted to \$101,344, (2019 restated: deficit \$215,912).

### Signed in accordance with a resolution of the Board of Directors



Bruce Hegge  
Chairperson



Darrell Jones  
Committee for Finance, Audit and Risk Chairperson

Dated this 26<sup>th</sup> day of October 2020

## Statement of Financial Position as at 30 June 2020

	Notes	2020 \$	Restated 2019 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and Equivalents	6	1,588,084	2,123,509
Accounts Receivable	7	943,582	358,850
		<b>2,531,666</b>	<b>2,482,359</b>
<b>Non-current assets</b>			
Property, Plant and Equipment	2	32,244	22,449
Intangibles	3	75,346	-
Right of Use Assets	4	96,242	-
		<b>203,832</b>	<b>22,449</b>
<b>Total Assets</b>		<b>2,735,498</b>	<b>2,504,808</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Accounts Payable	10	274,667	232,401
Payroll Liabilities	11	221,453	164,295
GST Payable		84,548	36,005
Funding received in advance	5	350,620	494,620
Lease Liabilities	8	48,643	-
		<b>979,931</b>	<b>927,321</b>
<b>Non-current liabilities</b>			
Provision for Long Service Leave		69,938	44,020
Lease Liabilities	8	50,818	-
		<b>120,756</b>	<b>44,020</b>
<b>Total Liabilities</b>		<b>1,100,687</b>	<b>971,341</b>
<b>Net Assets</b>		<b>1,634,811</b>	<b>1,533,467</b>
<b>EQUITY</b>			
Retained Surplus		1,634,811	1,533,467
<b>Total Equity</b>		<b>1,634,811</b>	<b>1,533,467</b>

The accompanying notes form part of these financial statements

## Statement of Change in Equity for the year ended 30 June 2020

	2020 \$	Restated 2019 \$
<b>EQUITY</b>		
Equity at the Start of the Year	1,533,467	1,749,379
Total surplus / (deficit)	101,344	(215,912)
<b>Equity at the end of the Year</b>	<b>1,634,811</b>	<b>1,533,467</b>

## Cash Flow Statement for the year ended 30 June 2020

	Notes	2020 \$	2019 \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Cash Receipts from Customers		2,739,117	3,158,463
Cash Paid to Suppliers and Employees		(3,143,866)	(3,451,452)
<b>Net Cash from Operating Activities</b>	<b>6</b>	<b>(404,749)</b>	<b>(292,989)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Payments for Property or Equipment		(25,909)	-
Payments for Intangible Assets		(76,386)	-
Proceeds from Sale of Property or Equipment		-	9,000
Interest Received		27,508	58,786
<b>Net Cash from Investing Activities</b>		<b>(74,787)</b>	<b>67,786</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Repayments of Leasing Liabilities		(48,776)	-
Interest Paid		(4,466)	-
<b>Net Cash from Financing Activities</b>		<b>(53,242)</b>	<b>-</b>
<b>Net Increase / (Decrease) in Cash and Cash Equivalents After Borrowings</b>		<b>(532,778)</b>	<b>(225,203)</b>
Cash and Cash Equivalents at Beginning of Period		2,114,304	2,339,507
<b>Cash and Cash Equivalents at End of Period</b>	<b>6</b>	<b>1,581,526</b>	<b>2,114,304</b>

The accompanying notes form part of these financial statements

## Income Statement for the year ended 30 June 2020

	2020 \$	Restated 2019 \$
<b>REVENUE</b>		
Grants and Contributions	1,238,101	1,264,264
Fee for Service Income	1,973,988	1,541,383
<b>Other Revenues:</b>		
Interest Received	20,620	47,582
Jobkeeper Payments	177,000	-
ATO Cashflow Boost	57,140	-
Other Income	47,225	58,834
<b>Total Income</b>	<b>3,514,074</b>	<b>2,912,063</b>
<b>EXPENSES</b>		
Project Expenses	1,563,488	1,525,731
Employment Costs	1,617,298	1,374,166
Accounting and Audit Expense	9,673	12,865
Advertising & Marketing	7,547	30,243
Bank Fees	47	324
Board and Committee Costs	7,434	986
Communication and IT Costs	43,883	34,278
Consulting Fee	-	2,000
Depreciation/Amortisation	69,149	14,850
Interest Expense	4,466	-
Industry Service Fees	16,000	(5,984)
Insurances	8,308	6,338
Motor Vehicle Expenses	16,571	19,037
Legal & Professional Fees	300	6,000
Office Supplies	11,082	11,211
Postage, Freight and Delivery	547	777
Promotions	5,125	16,204
Rent & Electricity	-	44,278
Repairs & Maintenance	-	331
Subscriptions and Publications	4,948	5,962
Training and Development	6,497	5,352
Travel Expenses	20,367	23,026
<b>Total Expenses</b>	<b>3,412,730</b>	<b>3,127,975</b>
<b>Net Surplus / (Deficit)</b>	<b>101,344</b>	<b>(215,912)</b>

The accompanying notes form part of these financial statements.

## Notes to the Financial Report for the year ended 30 June 2020

The financial report covers Perth Region NRM Inc. as an individual entity ('Association'). Perth Region NRM Inc. is an Association incorporated in Western Australia under the Incorporated Associations Act 2015. The principal activities of the Association are to provide solutions that mitigate the environmental impact of climate change, population growth, and unsustainable land and water management practices.

### Note 1: Summary of Significant Accounting Policies

#### a) Basis of Preparation

This financial report is a special purpose financial report prepared for distribution to the Members of the Association and for internal management reporting purposes to fulfill the Board of Management's ("Board") financial reporting requirements under the Australian Charities and Not-for-Profits Commission Act 2012 and the Association's Constitution. The Board has determined that the Association is not a reporting entity.

The accounting policies used in the preparation of the financial statements are consistent with the financial reporting requirements of the Australian Charities and Not-for-Profits Commission Act 2012 and the Association's Constitution, and are, in the opinion of the Board appropriate to meet the needs of the members.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The financial statements have been prepared on a going concern basis. The financial statements are presented in Australian dollars. Values are rounded to the nearest whole dollar.

The full requirements of Australian Accounting Standards and other professional reporting requirements do not have mandatory applicability to the Association because it is not a reporting entity. The Board has, however, prepared the financial statements in accordance with the recognition, measurement and classification requirement of all Australian Accounting Standards and the disclosure requirements of Accounting Standards AASB 101 Presentation of Financial Statements, AASB 107 Statement of Cash Flows, AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors, AASB 1048 Interpretation & Application of Standards and AASB 1054 Australian Additional Disclosures.

#### New or Amended Accounting Standards and Interpretations Adopted

The Association has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The following Accounting Standards and Interpretations are most relevant to the organisation:

#### AASB 16 Leases

The Association has adopted AASB 16 from 1 July 2019 using the modified retrospective method of adoption. The Association has not restated comparatives for the reporting period as permitted under the specific transitional provisions in the standard. The reclassifications and the adjustments arising from the new leasing rules are therefore recognised in the opening statement of financial position on 1 July 2019.

## Notes to the Financial Report continued

The impact on the Statement of Financial Position as at 1 July 2019 on the adoption of AASB 16 is noted below:

	\$
<b>Operating Leases Commitments Disclosed at 30 June 2019 (AASB 17)</b>	<b>104,543</b>
Add reasonably certain lease extension options (AASB 16)	51,673
Operating lease commitments discount based on the weighted average incremental borrowing rate (AASB 16)	(7,979)
<b>Total Lease Liabilities at 1 July 2019 under AASB 16</b>	<b><u>148,237</u></b>

### Lease Liabilities

Prior to adoption of AASB 16 Leases, the Association recognised leases as either finance or operating leases. Payments made under operating leases were charged to profit or loss on a straight line basis over the period of the lease. From 1 July 2019, a lease will arise when the Association has the right to direct the use of an identified asset which is not substitutable and to obtain substantially all economic benefits from the use of the asset throughout the period of use.

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

The Association has adopted AASB 15 and AASB 1058 from 1 July 2019

For each contract with a customer, the Association identifies:

- the performance obligations in the contract
- the transaction price which takes into account estimates of variable consideration and the time value of money;
- allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and
- recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Revenue that falls under AASB 15 is recorded in the statement of financial position (funds received in advance) when received, and recognised progressively, as performance obligations are satisfied.

Revenue that does not satisfy the above criteria for recognition under AASB 15 is recognised in accordance with AASB 1058 Income of Not-for-Profit Entities, and must be recognised when received. The impact of the adoption of these standards has been the recognition of an additional \$14,326 of income in the period ending 30 June 2020.

## Notes to the Financial Report continued

The following material accounting policies have been adopted in the preparation of this special purpose financial report.

### **b) Income**

**Revenue recognition is as follows:**

#### ***Grants with enforceable performance obligations/Contracts for Services***

In accordance with AASB 15, revenue is recognised at an amount that reflects the consideration to which the Association is expected to be entitled in exchange for transferring goods/services to a customer.

#### ***Donations, gifts and other non-reciprocal contributions***

Revenue is measured at the fair value of contributions received. Income arising from the contribution of an asset to the Association is recognised when received, in accordance with AASB 1058.

#### ***Interest***

Revenue is recognised as the interest accrues.

### **c) Trade and Other Receivables**

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

The Association has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue.

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

### **d) Investments and Other Financial Assets**

Investments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset, unless an accounting mismatch is being avoided.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the Association has transferred substantially all the risks and rewards of ownership.

When there is no reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

#### ***Financial assets at fair value through profit or loss***

Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Typically, such financial assets will be either: (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss.

## Notes to the Financial Report continued

### *Impairment of financial assets*

The Association recognises a loss allowance for expected credit losses on financial assets which are either measured at amortised cost or fair value through other comprehensive income. The measurement of the loss allowance depends upon the Association's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

For financial assets measured at fair value through other comprehensive income, the loss allowance is recognised within other comprehensive income. In all other cases, the loss allowance is recognised in profit or loss.

### **e) Trade and Other Payables**

These amounts represent liabilities for goods and services provided to the Association prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted.

The amounts are unsecured and are usually paid within 30 days of recognition.

### **f) Income Tax**

The Association is a non-profit organisation and thus exempted from income tax by virtue of section 50(5) of the Income Tax Assessment Act 1997, as amended.

### **g) Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

### **h) Property, Plant and Equipment**

In accordance with the Constitution, net assets (after all other costs are paid) are to be passed over to a like organisation on winding up and in the case of leasehold improvements; these will be abandoned when Perth Region NRM Inc. vacates the premises.

Property, Plant and Equipment are recognised as non-current assets in the Statement of Financial Position.

All Property, Plant and Equipment having a limited useful life are systematically depreciated over their estimated useful lives in a manner that reflects the consumption of their future economic benefits.

## Notes to the Financial Report continued

Depreciation on assets is calculated using the straight-line method, using rates which are reviewed annually. Estimated useful lives for each class of depreciable asset are:

Furniture and fittings	4 years
Motor Vehicles	4 years

### i) Intangible assets

Intangible assets acquired as part of a business combination, other than goodwill, are initially measured at their fair value at the date of the acquisition. Intangible assets acquired separately are initially recognised at cost. Indefinite life intangible assets are not amortised and are subsequently measured at cost less any impairment. Finite life intangible assets are subsequently measured at cost less amortisation and any impairment. The gains or losses recognised in profit or loss arising from the derecognition of intangible assets are measured as the difference between net disposal proceeds and the carrying amount of the intangible asset. The method and useful lives of finite life intangible assets are reviewed annually.

Changes in the expected pattern of consumption or useful life are accounted for prospectively by changing the amortisation method or period.

Amortisation is calculated using the straight-line method. Estimated useful lives for each class of intangible asset are:

Website	5 years
---------	---------

### j) Right of Use Assets

Lease assets (right of use assets) are recognised at the lease commencement date, which is when the assets are available for use. The assets are initially measured at cost, which is the present value of future lease payments adjusted for any lease payments made before commencement date. Lease assets are depreciated using the straight-line method over the expected remaining lease term. Estimated useful lives for each class of Right of Use asset are:

Right of Use Asset – Office Building	3 years
Right of Use Asset – Office Equipment	15 months

### k) Provisions

Provisions are liabilities of uncertain timing or amount and are recognised where there is a present legal or constructive obligation as a result of a past event and when the outflow of resources embodying economic benefits is probable and a reliable estimate can be made of the amount of the obligation. Provisions are reviewed at the end of each reporting period.

#### *Provisions – employee benefits*

Annual leave and long service leave

The liability for annual and long service leave that is expected to be settled within 12 months after the end of the reporting period is recognised and measured at the undiscounted amounts expected to be paid when the liabilities are settled.

## Notes to the Financial Report continued

Long service leave expected to be settled more than 12 months after the reporting period is measured at the present value of amounts expected to be paid when the liabilities are settled. Leave liabilities are in respect of services provided by employees up to the end of the reporting period. When assessing expected future payments, consideration is given to expected future wage and salary levels including non-salary components such as employer superannuation contributions.

### I) Lease Liabilities

Lease liabilities are initially measured at the present value of future minimum lease payments, discounted using the Association's incremental borrowing rate if the rate implicit in the lease cannot be readily determined, and are subsequently measured at amortised cost using the effective interest rate. The weighted average lessee's incremental borrowing rate applied to the lease liabilities are:

<b>Class of Underlying Asset</b>	<b>Incremental Borrowing Rate</b>
Office Building	3.66%
Office Equipment	4.16%

## Notes to the Financial Report continued

## Note 2: Property, Plant and Equipment

	Cost	Accumulated Depreciation	Carrying Amount
	\$	\$	\$
<b>2020</b>			
<b>At cost:</b>			
Furniture and Equipment	98,379	(86,107)	12,272
Motor Vehicles	108,162	(88,190)	19,972
	<b>206,541</b>	<b>(174,297)</b>	<b>32,244</b>
<b>2019</b>			
<b>At cost:</b>			
Furniture and Equipment	98,379	(75,930)	22,449
Motor Vehicles	82,253	(82,253)	-
	<b>180,632</b>	<b>(158,183)</b>	<b>22,449</b>

## Note 3: Intangible Assets

	Cost	Accumulated Amortisation	Carrying Amount
	\$	\$	\$
<b>2020</b>			
<b>At cost:</b>			
Website	76,386	(1,040)	75,346
	<b>76,386</b>	<b>(1,040)</b>	<b>75,346</b>
<b>2019</b>			
<b>At cost:</b>			
Website	-	-	-
	<b>-</b>	<b>-</b>	<b>-</b>

## Note 4: Right of Use Assets

Class of Asset	Opening Value at 1 July 2019	Additions	Depreciation	Carrying Amount
	\$	\$	\$	\$
Office Building	142,702	-	(47,567)	95,135
Office Equipment	5,535	-	(4,428)	1,107
	<b>148,237</b>	<b>-</b>	<b>(51,995)</b>	<b>96,242</b>

## Notes to the Financial Report continued

### Note 5: Funding received in advance

	2020	2019
	\$	\$
Balance at the beginning of the year	494,620	407,789
Add: funding received during the year	1,058,220	1,362,509
Less: funding received in advance transferred to income statement	(1,202,220)	(1,275,678)
<b>Balance at the end of the year carried forward</b>	<b>350,620</b>	<b>494,620</b>

### Note 6: Cash Flow Statement

Reconciliation of cash flows from operating activities to net surplus	2020	Restated 2019
	\$	\$
Net Surplus/ (Deficit)	101,344	(215,912)
Add: Adjustment for Depreciation	69,149	14,850
Less: Adjustment for Gain on disposal	-	(9,000)
Less: Adjustment for Investment income	(20,620)	(47,582)
Add: Adjustment for Interest Expense	4,466	-
	154,339	(257,644)
Movements in working capital		
Change in receivables	(591,620)	(323,010)
Change in funding received in advance	(144,000)	86,831
Change in other liabilities	116,950	58,999
Change in payables	59,582	141,835
<b>Cash from operations</b>	<b>(404,749)</b>	<b>(292,989)</b>

### Cash and cash equivalents

Cash and cash equivalents consist of cash on hand, balances with banks, investments in money market instruments net of outstanding borrowings. Cash and cash equivalents included in the statement of cash flows comprise the following amounts in the statement of financial position:

	2020	2019
	\$	\$
Cash on hand and balances with banks	1,588,084	243,165
Investments in money market instruments	-	1,880,344
<b>Cash and Cash Equivalents before borrowings</b>	<b>1,588,084</b>	<b>2,123,509</b>
Borrowings (Credit Cards)	(6,558)	(9,205)
<b>Cash and Cash Equivalents after borrowings</b>	<b>1,581,526</b>	<b>2,114,304</b>

## Notes to the Financial Report continued

### Note 7: Accounts Receivable

Accounts receivable comprises:	2020	2019
	\$	\$
Trade receivables	873,012	326,814
Accrued interest on money market deposits	-	6,889
Prepayments	1,280	20,147
Property Bond	5,150	5,000
Accrued income	64,140	-
<b>Total Accounts Receivable</b>	<b>943,582</b>	<b>358,850</b>

Perth Region NRM Inc expects that there will be no credit losses against trade receivables.

### Note 8: Leases

The Association has a lease from the Western Australian Farmers Federation (Inc.) (the lessor) for office space. The lease term expires 12 July 2021. Options to renew are one further term of one year, commencing on the day after the last day of the current term, subject to the lessor retaining a leasehold interest in the premises on and after 30 June 2022.

The Association has a lease from MacQuarie Equipment Rentals Pty Ltd for a multifunction copier. The lease ends 21 September 2020.

Lease Liability by Class of Underlying Asset	Opening Liability at 1 July 2019	Interest Expense	Cash Payments	Closing Lease Liability
	\$	\$	\$	\$
Office Building	142,702	4,335	(48,706)	98,331
Office Equipment	5,535	131	(4,536)	1,130
	<b>148,237</b>	<b>4,466</b>	<b>(53,242)</b>	<b>99,461</b>

### Note 9: Commitments for expenditure

	2020	2019
	\$	\$
Commitments for the acquisition of Furniture and Equipment	-	-

## Notes to the Financial Report continued

### Note 10: Accounts Payable

<b>Accounts Payable</b>	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
Trade Payables	18,728	19,972
Credit Cards	6,558	9,205
Accrued Expenses	181,940	162,006
Funds Held on behalf of Friends of Bennet Brook	54,009	26,320
Audit Provision	11,000	12,467
FBT Provision	2,432	2,431
<b>Total Accounts Payable</b>	<b>274,667</b>	<b>232,401</b>

### Note 11: Payroll Liabilities

<b>Payroll Liabilities</b>	<b>2020</b>	<b>Restated 2019</b>
	<b>\$</b>	<b>\$</b>
Annual Leave Provision	145,706	99,170
Long Service Leave Provision	14,665	23,806
PAYG Payable	28,874	25,102
Superannuation Payable	14,258	12,939
Payroll Accrual	17,950	3,278
<b>Total Payroll Liabilities</b>	<b>221,453</b>	<b>164,295</b>

### Note 12: Prior Year Restatement

In relation to the 2019 financial year we have noted the following matter, which has been addressed, and therefore the 2019 balance has been restated.

#### Underestimation of Long Service Leave Provision

- Long Service Leave Provision (liability) increased by \$35,059
- Movement in Employee Provision (expense) increased by \$35,059

Restatement of Financial Statements as a result of a correction of a prior year estimation:

## Notes to the Financial Report Continued

*30 June 2019 Comparative Year*

	<b>Reported 2019</b>	<b>Adjusted</b>	<b>Restated 2019</b>
<b>Statement of financial position</b>			
Payroll Liabilities	(160,065)	(4,230)	(164,295)
Provision for Long Service Leave	(13,191)	(30,829)	(44,020)
<b>Income Statement</b>			
Employment Costs	1,339,107	35,059	1,374,166

## Officers' Assertion Statement

The Board has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 of the financial statements.

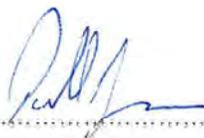
In the opinion of the Board the financial report:

1. Is in accordance with Division 60 of the Australian Charities and Not-for-profits Commission Act 2012, including:
  - a) Giving a true and fair view of its financial position as at 30 June 2020 and of its performance for the financial year ended on that date; and
  - b) Complying with Australian Accounting Standards and the Australian Charities and Not-for-profits Commission Regulation 2013, and
2. At the date of this statement, there are reasonable grounds to believe that Perth Region NRM Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Board and is signed for and on behalf of the Board by:



.....  
Bruce Hegge  
Chairperson



.....  
Darrell Jones  
Committee for Finance, Audit and Risk Chairperson

Dated this 26<sup>th</sup> day of October 2020