

PUBLIC DISCLOSURE STATEMENT

KPI LABOUR HIRE PTY LTD

ORGANISATION CERTIFICATION FY2022–23

Climate Active Public Disclosure Statement







| NAME OF CERTIFIED ENTITY | KPI Labour Hire Pty Ltd |
|--------------------------|---|
| REPORTING PERIOD | 1 July 2022 – 30 June 2023 Arrears report |
| DECLARATION | To the best of my knowledge, the information provided in this public disclosure statement is true and correct and meets the requirements of the Climate Active Carbon Neutral Standard. |
| | Angela Jarvis Financial Controller Date 22/08/2024 |



Australian Government

Department of Climate Change, Energy, the Environment and Water

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1.CERTIFICATION SUMMARY

| TOTAL EMISSIONS OFFSET | 2783.82 tCO ₂ -e |
|------------------------|--|
| CARBON OFFSETS USED | 100% VCUs |
| RENEWABLE ELECTRICITY | N/A |
| CARBON ACCOUNT | Prepared by: Pangolin Associates |
| TECHNICAL ASSESSMENT | 28 th February 2024 Pangolin Associates Next technical assessment due: FY 2026 report |
| THIRD PARTY VALIDATION | Type 1 26 th August 2024 KREA Consulting Pty Ltd |

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2.CERTIFICATION INFORMATION

Description of organisation certification

This organisation certification is for the business operations of KPI Labour Hire Pty Ltd, ABN 83 141 690 182, including the subsidiaries listed in the table below.

This organisation certification assessment has taken an operational control approach.

- KPI Traffic Control Pty Ltd ABN: 90 141 690 208
 - Unit 22, 74 Thomsons Road, Keilor Park VIC 3042
- KPI Services (QLD) Pty Ltd ABN: 96 154 089 353
 - Unit 1, 9 Northward Street, Upper Coomera 4209
- KPI Services (NSW) Pty Ltd ABN: 32 625 829 432
 - Level 1,9-13 Bronte Rd, Bondi Junction NSW 2022
- iTrafic Pty Ltd ABN: 72 636 193 167
 - Unit 22, 87-91 Hallam South Road, Hallam, Victoria 3803
- KPI Civil Construction Pty Ltd ABN: 92 622 249 085
 - Unit 1, 9 Northward Street, Upper Coomera 4209

This Public Disclosure Statement includes information for FY2022–23 reporting period.

Organisation description

The KPI Group began its journey in January 2010, drawing upon the extensive expertise of our founder, Kevin Ramsay. With deep roots in the mining, civil, and construction sectors, Kevin's vision for excellence and innovation set the stage for KPI's ascendancy. The addition of Aaron Ramsay to KPI in 2013 further bolstered our reservoir of knowledge and industry insight.

Fast forward to today, KPI specialises in Civil, Construction and Mining major project Traffic Management and Labour Hire services. KPI boasts a network of over 800 seasoned professionals from Crane Crews and Traffic Controllers to Skilled Tradesmen, Carpenters, and Labourers, and have built a robust community of experts ready to deliver. Our dedication to maintaining the highest standards of operational excellence is evidenced by our innovation, sustainability, safety, and reliability in the industry.

With the integration of Australia's 1st Automated Cone Truck, KPI is setting new standards in the Traffic Control industry. Beyond just technological advancement, this innovation signals a deeper commitment to ensuring the safety and wellbeing of all stakeholders in the construction realm.



With strategic hubs in Victoria, Queensland, New South Wales, and Western Australia, our reach spans coast to coast, ensuring KPI remains at the forefront, ready to serve the vast expanse of Australia.

The following subsidiaries are also included within this certification:

| Legal entity name | ABN | ACN |
|--------------------------------|----------------|-------------|
| KPI Traffic Control | 90 141 690 208 | 141 690 208 |
| KPI Labour Hire Pty Ltd | 83 141 690 182 | 141 690 182 |
| KPI Services (QLD) Pty Ltd | 96 154 089 353 | 154 089 353 |
| KPI Civil Construction Pty Ltd | 92 622 249 085 | 622 249 085 |
| KPI Services (NSW) Pty Ltd | 32 625 829 432 | 625 289 432 |
| iTrafic Pty Ltd | 72 636 193 167 | 636 193 167 |



3.EMISSIONS BOUNDARY

Inside the emissions boundary

All emission sources listed in the emissions boundary are part of the carbon neutral claim.

Quantified emissions have been assessed as relevant and are quantified in the carbon inventory. This may include emissions that are not identified as arising due to the operations of the certified entity, however, are **optionally included**.

Non-quantified emissions have been assessed as relevant and are captured within the emissions boundary but are not measured (quantified) in the carbon inventory. All material emissions are accounted for through an uplift factor. Further detail is available at Appendix C.

Outside the emissions boundary

Excluded emissions are those that have been assessed as not relevant to an organisation's operations and are outside of its emissions boundary or are outside of the scope of the certification. These emissions are not part of the carbon neutral claim. Further detail is available at Appendix D.



Inside emissions boundary Non-quantified Quantified Accommodation and facilities Cleaning and chemicals Climate Active carbon neutral products and services Construction materials and services Electricity Food ICT services and equipment Machinery and vehicles Office equipment and supplies Postage, courier, and freight **Products** Professional services Refrigerants Stationary energy (gaseous fuels) Stationary energy (liquid fuels) Transport (air) Transport (land and sea) Waste Water Working from home

Outside emission boundary

Excluded N/A



4.EMISSIONS REDUCTIONS

Emissions reduction strategy

The KPI Group commits to reduce total scope 1, 2 and 3 emissions from the business by 15% by 2030 compared to a 2023 baseline. This will be achieved through the following measures:

- Solar Panels on owned offices which will reduce our electricity use by 35% by 2030.
- We have researched Electric Vehicles, however at present there are no appropriate options available that have the load capacity for the daily required equipment. We are in communication with manufacturers and will explore when options as they become available. Fuel emissions are over 22% of our current GHG emissions. Should suitable electric vehicles become available then we will transition to these and will aim to have 15% of our vehicle fleet as EV's by 2030 which will equate to a fuel reduction of 10%.
- Upgrading our fleet to Green Fit-outs. Traditionally a Traffic Management Vehicle runs the Arrow Board / VMS Boards / Beacons by batteries which requires the vehicles to remain on while in use. We are transitioning our newer fleet to a solar operated Arrow Board / VMS Boards / Beacons which means the vehicles can be turned off and decrease emissions. Reducing our fuel use on this will equate to a 15% reduction in fuel use emissions across the fleet by 2030.
- We have researched Bio Diesel options and do have some vehicles currently within the fleet that are bio diesel compatible. We expect this to become a key area of our reduction strategy in the future when more bio diesel stations become more readily available around Australia. This is expected to provide a 10% reduction in fuel emissions by 2030.
- We provide incentives to our employees to explore more efficient commute options to/from work by paying them a daily travel allowance even when there is no cost to travel i.e., they car pool with other employees, this will reduce our commute emissions by 5% by 2030.
- We are currently exploring potential education programs for our employees regarding reduction strategies; however these are not completed and we will report on their progress next year.
- Advertising emission Reduction: We aim to reduce these emissions by 50% by 2030.



5.EMISSIONS SUMMARY

Use of Climate Active carbon neutral products, services, buildings or precincts

| Certified brand name | Product/Service/Building/Precinct used |
|----------------------|---|
| Jetstar and Qantas | Carbon neutral flights |
| Telstra | Mobile phone plans and sim kits |
| Pangolin Associates | Greenhouse gas assessment and Climate Active submission |
| Opal Paper | Reflex A4 paper |

Emissions summary

The electricity summary is available in the Appendix B. Electricity emissions were calculated using a location-based approach.

| Emission category | Scope 1 emissions (tCO ₂ -e) | Scope 2 emissions (tCO ₂ -e) | Scope 3 emissions (tCO ₂ -e) | Total emissions (t CO ₂ -e) |
|---|---|---|---|--|
| Accommodation and facilities | 0.00 | 0.00 | 4.79 | 4.79 |
| Cleaning and chemicals | 0.00 | 0.00 | 2.18 | 2.18 |
| Climate Active carbon neutral products and services | 0.00 | 0.00 | 0.00 | 0.00 |
| Construction materials and services | 0.00 | 0.00 | 54.76 | 54.76 |
| Electricity | 0.00 | 22.94 | 3.14 | 26.07 |
| Food | 0.00 | 0.00 | 11.91 | 11.91 |
| ICT services and equipment | 0.00 | 0.00 | 15.15 | 15.15 |
| Machinery and vehicles | 0.00 | 0.00 | 602.54 | 602.54 |
| Office equipment and supplies | 0.00 | 0.00 | 3.58 | 3.58 |
| Postage, courier, and freight | 0.00 | 0.00 | 11.31 | 11.31 |
| Products | 0.00 | 0.00 | 288.26 | 288.26 |
| Professional services | 0.00 | 0.00 | 426.21 | 426.21 |
| Refrigerants | 1.17 | 0.00 | 0.00 | 1.17 |
| Stationary energy (gaseous fuels) | 0.02 | 0.00 | 0.00 | 0.02 |
| Stationary energy (liquid fuels) | 0.01 | 0.00 | 0.01 | 0.03 |
| Transport (air) | 0.00 | 0.00 | 42.40 | 42.40 |
| Transport (land and sea) | 508.90 | 0.00 | 767.32 | 1,276.22 |
| Waste | 0.00 | 0.00 | 6.74 | 6.74 |
| Water | 0.00 | 0.00 | 0.11 | 0.11 |
| Working from home | 0.00 | 0.00 | 10.36 | 10.36 |
| Total | 510.10 | 22.94 | 2250.78 | 2783.82 |



6.CARBON OFFSETS

Eligible offsets retirement summary

Offsets retired for Climate Active certification

| Type of offset units | Eligible quantity (used for this reporting period) | Percentage of total |
|--------------------------------------|--|---------------------|
| Verified Emissions Reductions (VERs) | 2,784 | 100% |

| Project description | Type of offset units | Registry | Date retired | Serial number (and hyperlink to registry transaction record) | Vintage | Stapled quantity | Eligible quantity retired (tCO ₂ -e) | Eligible quantity used for previous reporting periods | Eligible quantity banked for future reporting periods | Eligible quantity used for this reporting period | Percentage of total (%) |
|------------------------|---|----------|--------------|---|---------|------------------|--|---|---|--|-------------------------|
| Kinik Wind Power Plant | VCU | Verra | 10/04/2024 | 10719-244335428- 244336968-VCS-VCU-279- VER-TR-1-1732-01012018- 31122018-0 | 2018 | - | 1,541 | 0 | 0 | 1,541 | 55.4% |
| Kinik Wind Power Plant | VCU | Verra | 10/04/2024 | 10719-244332389- 244333628-VCS-VCU-279- VER-TR-1-1732-01012018- 31122018-0 | 2018 | - | 1,240 | 0 | 0 | 1,240 | 44.5% |
| Kinik Wind Power Plant | VCU | Verra | 8/11/2024 | 10719-244334119- 244334121-VCS-VCU-279- VER-TR-1-1732-01012018- 31122018-0 | 2018 | - | 3 | 0 | 0 | 3 | 0.1% |
| | Total eligible offsets retired and us | | | | | | sed for this report | 2,784 | | | |
| | Total eligible offsets retired this report and banked for use in future reports | | | | | | 0 | | | | |



Co-benefits

The purpose of the project activity is to produce renewable electricity using wind as the power source and to contribute to Turkey is growing electricity demand through a sustainable and low carbon technology. The project will displace the same amount of electricity generated by the grid dominated with fossil fired power plants.

The project activity will produce positive environmental and economic benefits through the following aspects:

- Displacing the electricity generated by fossil fuel fired power plants by utilising the renewable resources so as to avoid environmental pollution and GHG emissions,
- Increasing the income and local standard of living by providing job opportunities for the local people.
- Production of pillar and other equipment in Turkey will indirectly cause the know-how transfer and empower the local industry.



7. RENEWABLE ENERGY CERTIFICATE (REC) SUMMARY

Renewable Energy Certificate (REC) summary

N/A



APPENDIX A: ADDITIONAL INFORMATION

N/A



APPENDIX B: ELECTRICITY SUMMARY

There are two international best-practice methods for calculating electricity emissions – the location-based method and the market-based method. Reporting electricity emissions under both methods is called dual reporting.

Dual reporting of electricity emissions is useful, as it provides different perspectives of the emissions associated with a business's electricity usage.

Location-based method:

The location-based method provides a picture of a business's electricity emissions in the context of its location, and the emissions intensity of the electricity grid it relies on. It reflects the average emissions intensity of the electricity grid in the location (State) in which energy consumption occurs. The location-based method does not allow for any claims of renewable electricity from grid-imported electricity usage.

Market-based method:

The market-based method provides a picture of a business's electricity emissions in the context of its renewable energy investments. It reflects the emissions intensity of different electricity products, markets, and investments. It uses a residual mix factor (RMF) to allow for unique claims on the zero emissions attribute of renewables without double-counting.

For this certification, electricity emissions have been set by using the location-based approach.



| Market-based approach summary | | | |
|---|---------------------|--------------------------------------|-------------------------------------|
| Market-based approach | Activity Data (kWh) | Emissions (kg CO ₂ -e) | Renewable percentage of total |
| Behind the meter consumption of electricity generated | 0 | 0 | 0% |
| Total non-grid electricity | 0 | 0 | 0% |
| LGC Purchased and retired (kWh) (including PPAs) | 0 | 0 | 0% |
| GreenPower | 0 | 0 | 0% |
| Climate Active precinct/building (voluntary renewables) | 0 | 0 | 0% |
| Precinct/Building (LRET) | 0 | 0 | 0% |
| Precinct/Building jurisdictional renewables (LGCS surrendered) | 0 | 0 | 0% |
| Electricity products (voluntary renewables) | 0 | 0 | 0% |
| Electricity products (LRET) | 0 | 0 | 0% |
| Electricity products jurisdictional renewables (LGCs surrendered) | 0 | 0 | 0% |
| Jurisdictional renewables (LGCs surrendered) | 0 | 0 | 0% |
| Jurisdictional renewables (LRET) (applied to ACT grid electricity) | 0 | 0 | 0% |
| Large Scale Renewable Energy Target (applied to grid electricity only) | 5,443 | 0 | 19% |
| Residual Electricity | 23,509 | 22,451 | 0% |
| Total renewable electricity (grid + non grid) | 5,443 | 0 | 19% |
| Total grid electricity | 28,952 | 22,451 | 19% |
| Total electricity (grid + non grid) | 28,952 | 22,451 | 19% |
| Percentage of residual electricity consumption under operational control | 98% | | |
| Residual electricity consumption under operational control | 23,003 | 21,968 | |
| Scope 2 | 20,314 | 19,400 | |
| Scope 3 (includes T&D emissions from consumption under operational control) | 2,689 | 2,568 | |
| Residual electricity consumption not under operational control | 506 | 483 | |
| Scope 3 | 506 | 483 | |

| Total renewables (grid and non-grid) | 18.80% |
|---|--------|
| Mandatory | 18.80% |
| Voluntary | 0.00% |
| Behind the meter | 0.00% |
| Residual scope 2 emissions (t CO ₂ -e) | 19.40 |
| Residual scope 3 emissions (t CO ₂ -e) | 3.05 |
| Scope 2 emissions liability (adjusted for already offset carbon neutral electricity) (t CO ₂ -e) | 19.40 |
| Scope 3 emissions liability (adjusted for already offset carbon neutral electricity) (t CO ₂ -e) | 3.05 |
| Total emissions liability (t CO ₂ -e) | 22.45 |
| Figures may not sum due to rounding. Renewable percentage can be above 100% | |



| Location-based approach summary | | | | | | |
|--|------------------------------------|---------------------------|--|--|-------------------------------|--|
| Location-based approach | Activity Data (kWh) total | Under operational control | | | Not under operational control | |
| Percentage of grid electricity consumption under operational control | 98% | (kWh) | Scope 2 Emissions (kg CO2- e) | Scope 3 Emissions (kg CO2- e) | (kWh) | Scope 3 Emissions (kg CO2- e) |
| ACT | 0 | 0 | 0 | 0 | 0 | 0 |
| NSW | 1,811 | 1,774 | 1,295 | 106 | 36 | 29 |
| SA | 0 | 0 | 0 | 0 | 0 | 0 |
| VIC | 18,905 | 18,527 | 15,748 | 1,297 | 378 | 348 |
| QLD | 8,237 | 8,072 | 5,892 | 1,211 | 165 | 145 |
| NT | 0 | 0 | 0 | 0 | 0 | 0 |
| WA | 0 | 0 | 0 | 0 | 0 | 0 |
| TAS | 0 | 0 | 0 | 0 | 0 | 0 |
| Grid electricity (scope 2 and 3) | 28,952 | 28,373 | 22,935 | 2,614 | 579 | 522 |
| ACT | 0 | 0 | 0 | 0 | | |
| NSW | 0 | 0 | 0 | 0 | | |
| SA | 0 | 0 | 0 | 0 | | |
| VIC | 0 | 0 | 0 | 0 | | |
| QLD | 0 | 0 | 0 | 0 | | |
| NT | 0 | 0 | 0 | 0 | | |
| WA | 0 | 0 | 0 | 0 | | |
| TAS | 0 | 0 | 0 | 0 | | |
| Non-grid electricity (behind the meter) | 0 | 0 | 0 | 0 | | |
| Total electricity (grid + non grid) | 28,952 | | | | | |

| Residual scope 2 emissions (t CO ₂ -e) | 22.94 |
|---|-------|
| Residual scope 3 emissions (t CO ₂ -e) | 3.14 |
| Scope 2 emissions liability (adjusted for already offset carbon neutral electricity) (t CO ₂ -e) | 22.94 |
| Scope 3 emissions liability (adjusted for already offset carbon neutral electricity) (t CO ₂ -e) | 3.14 |
| Total emissions liability | 26.07 |



APPENDIX C: INSIDE EMISSIONS BOUNDARY

Non-quantified emission sources

The following emissions sources have been assessed as relevant, are captured within the emissions boundary, but are not measured (quantified) in the carbon inventory. They have been non-quantified due to <u>one</u> of the following reasons:

- 1. Immaterial <1% for individual items and no more than 5% collectively
- 2. Cost effective Quantification is not cost effective relative to the size of the emission but uplift applied.
- 3. <u>Data unavailable</u> Data is unavailable, but uplift applied. A data management plan must be put in place to provide data within 5 years.
- 4. Maintenance Initial emissions non-quantified but repairs and replacements quantified.

| Relevant non-quantified emission sources | Justification reason |
|--|----------------------|
| N/A | |

Data management plan for non-quantified sources

There are no non-quantified sources in the emission boundary that require a data management plan.



APPENDIX D: OUTSIDE EMISSIONS BOUNDARY

Excluded emission sources

The below emission sources have been assessed as not relevant to this organisation's operations and are outside of its emissions boundary. These emissions are not part of the carbon neutral claim. Emission sources considered for relevance must be included within the certification boundary if they meet two of the five relevance criteria. Those which only meet one condition of the relevance test can be excluded from the certification boundary.

Emissions tested for relevance are detailed below against each of the following criteria:

- 1. <u>Size</u> The emissions from a particular source are likely to be large relative to the organisation's electricity, stationary energy, and fuel emissions.
- 2. <u>Influence</u> The responsible entity has the potential to influence the reduction of emissions from a particular source.
- 3. <u>Risk</u> The emissions from a particular source contribute to the organisation's greenhouse gas risk exposure.
- 4. Stakeholders Key stakeholders deem the emissions from a particular source are relevant.
- Outsourcing The emissions are from outsourced activities previously undertaken within the
 organisation's boundary, or from outsourced activities typically undertaken within the boundary for
 comparable organisations.

Excluded emissions sources summary

N/A





