



# 2012

# Newfoundland and Labrador Paint Stewardship Program Annual Report

Submitted to: Multi-Materials Stewardship Board

Submitted by: Product Care Association

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# **1.0** Table of Contents

1.1	About Product Care Association3
1.2	Report Period
1.3	Program Summary3
1.4	Brand Owner Information4
1.5	Total Amount of Waste Paint Collected4
2.0	Processing
2.1	Paint Exchange Program (PEP)6
2.2	Recycling6
2.3	Energy Recovery7
2.4	Landfill7
2.5	Incineration7
2.6	Metal and Plastic Containers Collected and Recycled8
2.7	Design for Environment8
2.8	Return Collection Facility Locations9
2.9	HHW Events
3.0	Processing and Containment Facilities
4.0	Communication and Education13
4.1	Program Launch
4.2	Website
4.3	Point of Sale and Point of Return Material14
4.4	Social Media15
4.1	Program Hotline
4.2	Print and Radio Ads
4.3	Online Ads
4.4	Collection Site Communication17
4.5	Trade Painter Notification
4.6	Environmental Group Notification18
5.0	Financial Information
6.0	Assessment of the Newfoundland and Labrador Paint Stewardship Program
APPEN	DIX 1 – 2012 NL Paint Stewardship Program Collection Site Details20
	DIX 2 – Information from the Product Care Association's Website
	DIX 3 –Promotional Material
	DIX 4 – Print Advertisements
	DIX 5 – 2012 Online Ad Campaign
	DIX 6 - Audited Financial Statements for Paint Stewardship Program
APPEN	DIX 7 - Assessment of the Paint Stewardship Program28





# **1.1** About Product Care Association

Product Care Association (PCA) is a federally incorporated, not-for-profit product stewardship association formed in response to stewardship regulations and is governed by a multi-sector industry board of directors. Product Care Association has managed paint and other household hazardous waste industry stewardship programs since 1994.

PCA's members are the "producers" (manufacturers, distributors and retailers) obligated by the Regulation under the category of architectural paint.

Product Care Association has filed a paint stewardship program plan with Multi-Materials Stewardship Board (MMSB) under the *Newfoundland and Labrador Waste Management Regulations, 2003 as amended by Regulation 100/10 (O.C. 2010-290)* (the "Regulation") issued under the *Environmental Protection Act* (O.C. 2003-226).

#### 1.2 Report Period

This report covers the calendar year 2012. The program began on April 18, 2012. Except as noted, the information in this report relates to the operating period April 18, 2012 to December 31, 2012.

# 1.3 Program Summary

The Newfoundland and Labrador Paint Stewardship Program offers collection services throughout the province to which consumers can bring leftover household paint. The collection sites include retailers, Green Depots, local government waste facilities and sponsored household hazardous waste (HHW) events. The program supplies collection sites and HHW events with standard reusable collection bins (tubskids) and other containers such as drums. The program contracts with a hauler to deliver empty and pickup filled collection containers to collection sites/HHW events and consolidate the filled collection containers into full loads which are shipped to the processor for recycling. Additional elements of the program managed by Product Care Association include revenue management, communications and administration.

Table 1, summarizes the program performance as compared to commitments in the approved stewardship plan and the requirements under the regulation.





#### Table 1: Summary of Key Performance Indicators

Commitments & Requirements	Performance
Achieve at least a 70% reuse rate	In 2012 the reuse rate of 81.2 % was achieved.
Permanent collection site in the 19 target communities, by end of year 1	Permanent collection sites were established in 18 of the 19 target cities. The remaining city had a site for the first 7 months of the program, but it closed in November 2012. Efforts are being made to re-establish a new site in this community.
Collection service in the 31 target communities, during years 1 and 2	Of the 31 sites, 14 permanent collection sites were established and 3 additional sites were serviced by a collection event

#### **1.4 Brand Owner Information**

The total sales volume reported by program members to the program for the period of April 18, 2012 to December 31, 2012 was 2,966,404 litres. Table 2 illustrates the breakdown by container size and units.

Type of Paint Product	Units	Litres
Aerosol	237,511	71,253
Paint - 100 ml to 250 ml	41,111	10,278
Paint - 251 ml to 1 litre	136,807	129,283
Paint - 1 litres to 5 litres	596,617	2,255,212
Paint - 5.01 litres to 25 litres	26,475	500,378
Total	1,038,521	2,966,404

#### Table 2: Volumes of Paint Products Sold (Units & Litres)

# **1.5** Total Amount of Waste Paint Collected

Table 3 and 4 below show the total amount of waste paint collected by the program for the reporting period as well as how much was collected per collection site type.

Table 3: Total Amount of Waste Paint Collected

	Residual Paint	Residual Aerosol	Total Residual
	Volume (L)	Paint Volume (L)	Paint Volume (L)
Volume Collected	82,460	105	82,565





#### Table 4: Percentage of Waste Paint Collected by Collection Site Type

Type of Collection Site	Paint
Green Depot	6 %
Retailer	39 %
Collection Events	18 %
Local Government Waste Facilities	37 %
Total	100 %

The tubskids are received from collection sites across the province and unpacked, contents transferred into boxes at one of the two haulers' warehouses. From there, a total of 297 boxes of waste paint were delivered to the Laurentide Resources Atlantic Inc. facility in Springhill, Nova Scotia for processing during the reporting period. Of the 297 boxes delivered to the processor in 2012, 173 boxes were processed in 2012 (opened, sorted and bulked). Table 5 shows the volume of waste paint processed.

#### Table 5: Total Amount of Waste Paint Processed

	Number of boxes	Residual Paint Volume (L) <sup>1</sup>	Number of Aerosol Drums <sup>2</sup>	Residual Aerosol Paint Volume (L) <sup>3</sup>	Total Residual Paint Volume (L)
Volume Processed	173	39,317	0	0	39,317

(1) Conversion rate: 227.3 Ls per box

(2) Each drum holds approximately 175 aerosol containers

(3) Conversion rate 5.25 Ls per drum

# 2.0 Processing

Table 6 below shows the breakdown (in percentages) of waste paint collected that was reused, recycled, recovered for energy, contained, or otherwise treated or disposed of. These are further explained in the following sections.

#### Table 6: Percentage of Waste Paint by Disposal Method

Method	Volume (litres)	Percentage	
Reuse - Paint Exchange Program	2,370	5.7 %	
Reuse - Paint Recycling	31,460	75.5 %	
Landfill	1,025	2.4 %	
Energy Recovery	6,832	16.4 %	
Total	41,687	100%	





The regulation required 70% reuse. Reuse is a combination of Paint Exchange Program and paint recycling. In the reporting period, the program surpassed the target and achieved 81.2% reuse.

The following section describes the processing methods referred to in the table above.

# 2.1 Paint Exchange Program (PEP)

The Paint Exchange Program (PEP) makes better quality returned paint available to the public at collection sites that agree to participate in the PEP. The paint is made available to the public free of charge. The collection sites record and report to the program the number of containers given away. This is a highly efficient way to achieve reuse as the paint does not require transportation and reprocessing.

An estimated 2,370 litres of paint was given away through the PEP to consumers. PEP was offered at 18 collection sites (17 Green Depots and one retailer), which comprises 35 % of the province-wide collection network. Reuse volumes are estimated by assuming that each container given away is on average 75% full.

# 2.2 Recycling

At the Laurentide Resources facility in Springhill, NS, paint containers are removed from the collection bins, inspected, opened, sorted by type, colour and quality, and poured into shipping containers. The bulked paint of recyclable quality is then transferred to an affiliated processor, Peintures Recuperees du Quebec (PRQ) in Victoriaville, QC, where the paint is further processed and recycled back into paint. Table 7 illustrates the quantity of latex paint and of oil based (alkyd) paint that was recycled.

Table 7. Quality and Type of Fame Recycled			
Туре	Litres	Percentage	
Latex paint	28,085	89%	
Oil based paint	3,375	11%	
Total	31,460	100%	

Table 7: Quantity and Type of P
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# 2.3 Energy Recovery

Not all collected oil based paint is of suitable quality for paint recycling. In some cases the paint may be contaminated, in the form of skins/sludge, wrong colour or of the wrong chemistry for paint recycling. In addition, regulations such as the Federal VOC Regulations required tighter limits on certain chemical constituents, which tend to be higher in older paints, making it difficult to recycle oil based paint back into paint. The market for the recycled oil based paint is significantly smaller than that for the water based products and continues to diminish as water base technology replaces oil based technology.

Due to the high solvent content of oil based paints; oil based paints are suitable for energy recovery. Through the process of fuel blending, some of the oil based paint collected by the program that is not suitable for paint recycling, is used as an alternative energy source in applications such as permitted incinerators. During the reporting period 6,832 litres of oil based paint were blended with other fuels and utilized for energy value at licensed facilities.

#### 2.4 Landfill

The sorting and bulking of the latex paint by Laurentide generated 1,025 litres of non-recyclable latex sludge/solid which were solidified and disposed of at a landfill.

#### 2.5 Incineration

Incineration is typically utilized when the oil-based paint is not suitable for energy recovery due to PCB contamination. During the reporting period, no material went for incineration.





# 2.6 Metal and Plastic Containers Collected and Recycled

Table 8 below summarizes the amount of metal and plastic containers that were collected and recycled through the paint recycling program.

Container Type	Collected and Recycled (tons)	Processor
Metal	11.25	Quebec Milling, QC
Plastic pails (HDPE 2)	0.24	Gaudreau Environmental, Victoriaville, QC
Plastic paint cans (polypropylene)	1.17	Gaudreau Environmental, Victoriaville, QC

#### Table 8: Metal and Plastic Containers Collected and Recycled in 2012

# 2.7 Design for Environment

The manufacturing of paint continues to shift from oil based paints to water based paints due to a number of factors including:

- Consumer preference for more environmentally-friendly products
- Advanced water-based coating technology providing similar product performance as oil based technology
- Regulatory influences such as Environment Canada's Volatile Organic Compound (VOC) Concentration Limits for Architectural Coatings Regulations (P.C. 2009-1535) which sets limits for VOC for a number of coatings including architectural coatings. These new regulations require coatings manufacturers to switch to low-VOC formulations

At the same time, there is less ability to recycle oil based paints due to the lower demand and regulatory limits. Accordingly the increased proportion of water based paint recovered through the program should result in higher percentage of recyclable paint over time.

In addition, the program utilizes the follow tools to increase the amount of reuse and minimize the environmental impact:

- Variable eco fees remitted by program members, which increase with the size of the container.
- Operation of the paint exchange program whereby leftover paint is made available to the public free of charge.





#### 2.8 Return Collection Facility Locations

As of December 31, 2012, a total of 51 collection sites participated in the program (see Appendix 1 for a lists collection sites). Appendix 2 contains a provincial map of the collection site locations.

The commitment made by PCA in the approved program plan for collection sites was:

"The program will target a minimum of nineteen permanent collection sites in the following communities: ... PCA will have as many as possible of the 19 sites operational by the launch date, with the intention of having all operational by the end of year 1 of the program."

"During years one and two, PCA will implement a collection service in or near each of the following 31 additional communities identified by MMSB. This collection network will be assessed on an ongoing basis in terms of effectiveness and consumer convenience."

Table 9 and 10 illustrates the communities that PCA committed in its approved program plan for the establishment of collection sites and the status of each location. In addition to establishing collection sites in the targeted communities, permanent collection sites were also established in St. Lawrence and Grand Bank, two communities that were not originally listed.

program.		
Community	Status	
Bay Roberts*	Permanent Site Established	
Carbonear*	Permanent Site Established	
Clarenville*	Permanent Site Established	
Conception Bay South	Permanent Site Established	
Corner Brook*	Permanent Site Established	
Deer Lake*	Permanent Site Established but closed in November, 2012; HHW event	
	was held on May 5, 2012, PCA has identified at potential replacement	
	collection site.	
Gander*	Permanent Site Established	
Grand Falls-Windsor	Permanent Site Established	
Happy Valley-Goose Bay* Permanent Site Established		
Labrador West Permanent Site Established		
Lewisporte	Permanent Site Established	
Marystown*	Permanent Site Established	

Commitment in Program Plan: The program will target a minimum of nineteen permanent collection sites in the following communities with the intention of having all operational by the end of year 1 of the

2012 Newfoundland and Labrador Paint Recycle Program Annual Report





Commitment in Program Plan: The program will target a minimum of nineteen permanent collection sites in the following communities with the intention of having all operational by the end of year 1 of the program.

Community	Status
Mount Pearl*	Permanent Site Established
Port Aux Basques	Permanent Site Established
Port Aux Choix	Permanent Site Established
St. John's (3 locations)	Permanent Site Established
Stephenville*	Permanent Site Established

 ${}^{*}$  Communities that were serviced by an HHW collection event for paint collection

#### Table 10: NL Paint Stewardship Program Collection Network, Breakdown of 31 Sites

Commitment in Program Plan: During years one and two, PCA will implement a collection service in or near each of the following 31 additional communities identified by MMSB.

Community	Status	
Baie Verte*	Permanent Site Established	
Black Tickle	In Development	
Bonavista*	In Development	
Botwood	Permanent Site Established	
Burgeo	Permanent Site Established	
Cartwright	Permanent Site Established	
Charlottetown	In Development	
Dunville	Permanent Site Established in Placentia (neighboring town)	
Fogo	Permanent Site Established	
Gambo	Permanent Site Established	
Glovertown	Permanent Site Established	
Hopedale	In Development	
L'Anse Au Loup	Permanent Site Established in L'Anse Au Clair (neighboring town)	
La Scie	In Development	
Makkovik	Permanent Site Established – Will open in spring 2013	
Mary's Harbour	In Development	
Nain	In Development	
New Wes Valley	Permanent Site Established	
New World Island	In Development	
Pasadena*	In Development	
Port Hope Simpson	In Development	
Postville	Permanent Site Established	
Rigolet	In Development	
Riverhead	Permanent Site Established	
Robert's Arm	In Development	
Rocky Harbour*	In Development	
Springdale	Permanent Site Established	
St. Alban's	In Development	
St. Anthony	In Development	





Commitment in Program Plan: During years one and two, PCA will implement a collection service in or near	
each of the following 31 additional communities identified by MMSB.	
Community	Status
St. Lewis	In Development
Twillingate	Permanent Site Established

\* Communities that were serviced by a HHW collection event for paint collection

Of the 31 targeted communities listed in Table 8, a permanent collection site was established in 14 of them by the end of 2012. In addition, four out of the targeted 31 communities were serviced by a collection event which included paint collection. The program continues to work on expanding the collection network.

#### 2.9 HHW Events

In 2012, in addition to establishing permanent collection sites, the program also participated in 33 collection events conducted by Multi-Materials Stewardship Board (MMSB) and the Eastern Waste Management Board (EWMB) as part of their household hazardous waste (HHW) programs. Table 9 lists the communities served by the HHW collection events that included paint collection. The paint collected at these events was transferred to and managed by the program.

For the MMSB coordinated events the program provided staff and transportation service at the event for the paint that was collected. For the EWMB HHW collection events, the collected paint was picked up after the event by the program after being collected and consolidated by EWMB Table 11 illustrates the amount of paint that was collected at both the MMSB and EWMB HHW events.

Hosted By	Community Serviced
EWMB	Arnold's Cove
EWMB	Bay Roberts
EWMB	Carbonear
EWMB	Bay de Grave (South River)
EWMB	Cavendish
EWMB	Conception Hr.
EWMB	Ferryland
EWMB	Harbour Grace
EWMB	Old Perlican
EWMB	Placentia

Hosted By	Community Serviced
MMSB	Deer Lake
MMSB	Gander
MMSB	Bonavista and Area
MMSB	Mount Pearl
MMSB	Marystown
MMSB	Corner Brook
MMSB	Clarenville
MMSB	Happy Valley/Goose Bay
MMSB	Corner Brook
MMSB	Stephenville & Area

#### Table 11: HHW Collection Events that Paint Stewardship Program Participated in





Hosted By	Community Serviced
EWMB	Salmon Cove
EWMB	Winterton
EWMB	Whitbourne
EWMB	Clarenville
EWMB	Mount Pearl
Total EWMB	15
Events	

Hosted By	Community Serviced	
MMSB	Baie Verte	
MMSB	Lethbridge	
MMSB	Fortune/Grand Bank	
MMSB	Lawn/St. Lawrence	
MMSB	Rocky Harbour	
MMSB	Terrenceville	
MMSB	Harbour Breton	
MMSB	Pasadena	
Total MMSB	18	
Events		

#### **Table 12: Paint Volumes Collected at HHW Collection Events**

HHW Collection Events	# of Paint Tubskids Collected	# of Aerosol drums Collected
MMSB HHW Events	83	12
Eastern Waste Management Board Events	27	2
Total Amount Collected	110	14

# **3.0** Processing and Containment Facilities

The following is a list of all the processing or containment facilities used by the program.

Hebert's Recycling Inc.	
85 Riverside Drive,	Containment Facility
Corner Brook, NL A2H 6B9	
Hebert's Recycling Inc.	
14 Clyde Avenue,	Containment Facility
Mount Pearl, NL A1N 4S1	
Laurentide Resources Atlantic Inc.	
100 Main Street	Processing Facility
Springhill, NS BOM 1X0	
Société Laurentide Inc.	
345 Bulstrode Street	Processing Facility
Victoriaville, QC G6T 1P7	





# 4.0 Communication and Education

Product Care Association implemented a communication and education program to educate consumers in accordance with the Regulation, which provides that:

**31.13**(1) A brand owner shall provide educational and consumer material, including printed handouts, to each retailer of its paint respecting

(a) the brand owner's paint stewardship plan;

*(b)* access to return collection facilities including their location and hours of operation; and

(c) the environmental and economic benefits of participating in the paint stewardship plan.

- (2) A brand owner shall not release educational and consumer material referred to in subsection (1) unless the material has been submitted to the board at least one month before its intended release.
- (3)A retailer shall post or distribute the educational and consumer material it receives from brand owners at the area inside the retailer's premises where paint is displayed, and

(a) at the main entrance of the retailer's premises; or(b) at the area inside a retailer's premises where the transaction to purchase paint takes place.

The following sections describe the communication and education programs in more detail.

#### 4.1 Program Launch

The official NL Paint Stewardship Program launch was held at Handyman Home Hardware in Conception Bay on May 2nd, 2012. It was attended by the Honourable Terry French, Minister of Environment and Conservation/Minister Responsible for the Multi-Materials Stewardship Board, the general public and representatives of PCA, Home Hardware and MMSB. A press release was distributed by Environment and Conservation and MMSB. The launch event generated media coverage across major print, radio and television stations with stories featured on CBC News and The Telegram newspaper.





# 4.2 Website

The Newfoundland and Labrador Paint Stewardship Program section of the PCA website includes:

- Collection site finder (a map showing the locations of the collection sites);
- Collection site hours and operations;
- Information for trade painters (showing collection sites that accept larger volumes);
- Description of products accepted by Program;
- Promotional material for retailers;
- Other information (such as a description of the paint exchange program); and
- Links to Product Care's collection site-finder on MMSB's website.

There were an estimated 8,387 unique "pageviews" of the website during the 2012 calendar year. Appendix 2 illustrates the number of visitors to the NL collection site locator and website.

# 4.3 Point of Sale and Point of Return Material

More than 8,000 packages of promotional materials were distributed in advance of the program launch to all paint retailers and collection sites. Depending upon the recipient, the packages included some or all of the following:

- Point of Sale rack cards
- Point of Sale posters
- Paint can stickers
- "Recycle your paint here" poster
- Paint Exchange Program "free paint" poster
- FAQ sheet for retailers, customers and collection sites
- Reorder forms

See Appendix 3 for example of the promotional materials.

All paint retailers were reminded by letter from PCA in August 2012, of their legal obligation to post promotional material (posters, rack cards) at the point of sale.

The program distributes posters and brochures for replenishment upon request, without charge.

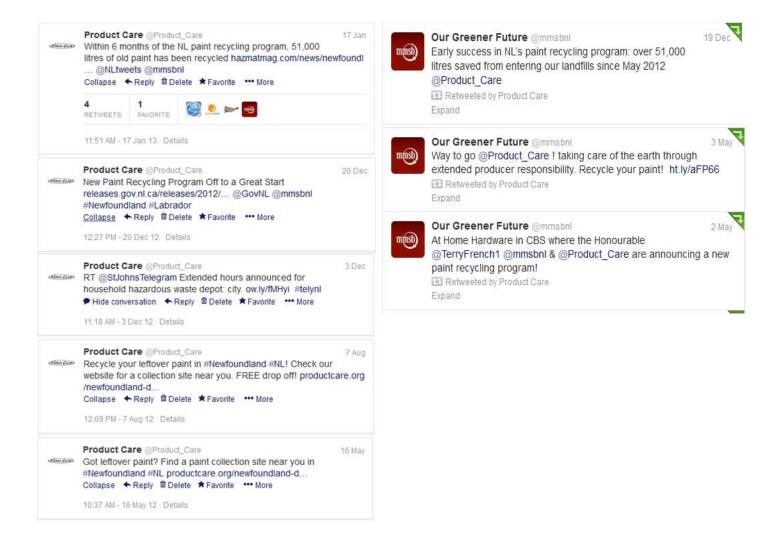




# 4.4 Social Media

#### Twitter

Product Care Association (PCA) posted tweets about the Newfoundland paint recycling program and supported the Multi Materials Stewardship Board's (MMSB) efforts by re-tweeting program-related tweets. Below is a snapshot of posted tweets and interactions on Twitter.



#### Facebook

The program also utilized Facebook advertising to promote the program. These paid advertisements on Facebook were carried out to increase overall awareness of Product Care's paint recycling program in NL. See Appendix 5 for a preview of the Facebook ads.





# 4.1 Program Hotline

Product Care Association operates a "hotline" with a toll-free telephone number 1-888-772-9772 by which consumers can obtain information about recycling paint and about the program.

#### 4.2 Print and Radio Ads

To increase awareness levels of paint recycling, quarter-page print advertisements were published in Newfoundland and Labrador's largest daily newspaper, St. John's Telegram (weekly circulation over 24,300) and in the Corner Brook Western Star (weekly circulation over 6,300) (examples of ads are in Appendix 4).

The program was advertised consecutively for two weeks in May 2012 on the following radio stations covering the province:

- VOCMAM (Province Wide)
- K-ROCK (St. John's/Gander/Grand Falls/Corner Brook)
- HITS (Avalon)
- OZFM (Island Wide)
- Coast (Avalon)

#### 4.3 Online Ads

Two campaigns aimed to promote awareness of the new paint collection service available in Newfoundland and Labrador were completed in partnership with MMSB. The program was promoted using Google AdWords on the Google Search and Display functions and Facebook advertisements targeting residents of Newfoundland and Labrador. Appendix 5 shows examples of the social media ads. Users clicking on ads were directed to the Product Care collection site finder page, which provides details on the program's collection infrastructure and availability. The campaigns ran from May 3-May 13, 2012 and October 7-Oct 22, 2012

The program was advertised on NL Classifieds online, St. John's Telegram website and VOCM radio station homepage. Table 13 illustrates the impressions and clicks that were generated by the Google and Facebook social media campaigns.





Campaign Strategy	Clicks	Impressions
Spring 201	2 Campaig	n
Google AdWords	913	1,953,076
Facebook Ads	1,188	3,513,877
Fall 2012 Campaign		
Google AdWords	4,023	4,937,247
Facebook Ads	1,404	5,667,017
Total	7,528	16,071,217

#### **Table 13: Online Advertising Results**

# 4.4 Collection Site Communication

All Green Depots and local government waste facilities that were collection sites under the program were provided with a 4ft x 3ft outdoor sign advertising the location as a paint collection site. The following 11 collection sites were visited in 2012 by program representatives to provide support to the collection sites and ensure operations were consistent with program operating requirements:

Collection Site	Town
The Paint Shop Home Decorating Centre	Corner Brook
Home Hardware	Corner Brook
Corner Brook Green Depot	Corner Brook
Pritchett's Building Supplies	Gambo
Gander Green Depot	Gander
Aylward's Home Hardware	Gander
Glovertown Green Depot	Glovertown
Grand Falls-Windsor Green Depot	Grand Falls-Windsor
The Paint Shop Home Decorating Centre	Grand Falls-Windsor
Springdale Green Depot	Springdale
Scotia Recycling General Meeting	St. John's

#### Table 14: Collection Locations Visited by a PCA Representative in 2012

# 4.5 Trade Painter Notification

In 2012, over 500 letters were mailed or emailed to trade painters, contractors and others in the construction industry informing them of the availability of the program for their leftover paint and directing them to the collection site finder on Product Care Association's website.





# 4.6 Environmental Group Notification

PCA worked with MMSB to develop a list of environmental groups across the province. An email was sent to over 30 organizations informing them of the NL Paint Stewardship Program and requesting that they place a link to the collection site finder on their website (referenced in Table 15).

Table 15: List of Environmental Organizations that Received the NL Paint Stewardship
Program Notification

Environmental Organization	City
ACAP Humber Arm (Atlantic Coastal Action Program	Corner Brook
Burgeo Regional Action Group	Burgeo
Canadian Boreal Initiative	Happy Valley-Goose Bay
Canadian Parks and Wilderness Society – NL	St. John's
Central Labrador Environmental Action Network	St. John's
Centre for Long Term Environmental Action NL	St. John's
Coalition for Alternatives to Pesticides – NL	St. John's
Corner Brook Stream Development Corp.	Corner Brook
Conservation Corps Newfoundland and Labrador	St. John's
Environmental Education Commission	St. John's
Food Education Action St. John's (FEASt)	St. John's
Grand Riverkeeper Labrador, Inc.	Happy Valley
International Appalachian Trails NL	Corner Brook
Kelligrews Ecological Enhancement Program (KEEP)	Kelligrews, CBS
Mercy Centre for Ecology and Justice	St. John's
MUN Botanical Garden	St. John's
MUN Project Green	St. John's
Nature Newfoundland and Labrador	St. John's
Nature Conservancy	St. John's
Newfoundland and Labrador Environmental Educators (NLEE)	Corner Brook
Newfoundland and Labrador Environment Network	St. John's
Northeast Avalon Atlantic Coastal Action Program	St. John's
Protected Areas Association of NL	St. John's
Partridge Forever Society	Bay Roberts
Quidi Vidi Rennie's River Development Foundation	St. John's
Salmon and Trout Restoration Association of Conception Bay Central	St. John's
Sierra Club of Canada – Atlantic Canada Chapter	St. John's
Torbay Environment and Trails Committee	Torbay
Western Environment Centre	Corner Brook





Environmental Organization	City	
Whale Release and Stranding	Portugal Cove – St. Philips	
Youth for Environmental Awareness	Baie Verte	
Memorial University Advisory Council on Sustainability	St. John's	
the greenRock – habits for your habitat	St. John's	
MI Ocean Net	St. John's	
Stewardship Association of Municipalities Inc.	Spaniard's Bay	
Newfoundland and Labrador Environmental Industry Association (NEIA)	St. John's	

# 5.0 Financial Information

PCA's audited financial statements for the NL Paint Stewardship Program can be found in Appendix 6.

#### 6.0 Assessment of the Newfoundland and Labrador Paint Stewardship Program

An assessment of the performance of the program is currently being prepared by MMSB in partnership with Product Care and upon completion will be appended to this report in Appendix 7.





# **APPENDIX 1 – 2012 NL Paint Stewardship Program Collection Site Details**

Name of Facility	City	Type of Facility	Offers Paint Exchange
New Wes Valley Green Depot	Badger's Quay	Green Depot	Yes
White Bay Home Hardware and Furniture	Baie Verte	Retailer	No
Bay Roberts Green Depot	Bay Roberts	Green Depot	Yes
Chester Dawe	Bay Roberts	Retailer	No
Botwood Green Depot	Botwood	Green Depot	Yes
Burgeo Green Depot	Burgeo	Green Depot	Yes
Carbonear Green Depot	Carbonear	Green Depot	Yes
Cartwright Building Supplies	Cartwright	Retailer	No
Clarenville Home Hardware Building Centre	Clarenville	Retailer	No
Handyman Home Hardware	Conception Bay South	Retailer	No
Chester Dawe	Conception Bay South	Retailer	No
Corner Brook Green Depot	Corner Brook	Green Depot	Yes
Corner Brook Home Hardware	Corner Brook	Retailer	No
The Paint Shop Home Decorating Centre	Corner Brook	Retailer	No
Fogo Island Home Hardware Building Centre	Fogo	Retailer	No
Chester Dawe	Fortune	Retailer	No
Pritchett's Building Supplies	Gambo	Retailer	No
Gander Green Depot	Gander	Green Depot	Yes
Aylwards Home Centre	Gander	Retailer	No
Chester Dawe	Gander	Retailer	No
Glovertown Green Depot	Glovertown South	Green Depot	Yes
Chester Dawe	Goulds	Retailer	No
Aylwards Home Centre	Grand Bank	Retailer	No
Grand Falls-Windsor Green Depot	Grand Falls-Windsor	Green Depot	Yes
The Paint Shop Home Decorating Centre	Grand Falls-Windsor	Retailer	No
HVGB Green Depot	Happy Valley Goose Bay	Green Depot	Yes
The Paint Shop Home Decorating Centre	Happy Valley-Goose Bay	Retailer	No
The Paint Shop Home Decorating Centre	Labrador City	Retailer	Yes
Turnbull's Home Hardware Building Centre	L'Anse Au Clair	Retailer	No
Pritchett's Building Supplies	Lewisporte	Retailer	No
Aylwards Home Centre	Marystown	Retailer	No
Mount Pearl Green Depot	Mount Pearl	Green Depot	Yes
The Paint Shop Home Decorating Centre	Mount Pearl	Retailer	No
Aylwards Home Centre	Placentia	Retailer	No
The Paint Shop Home Decorating Centre	Placentia	Retailer	No





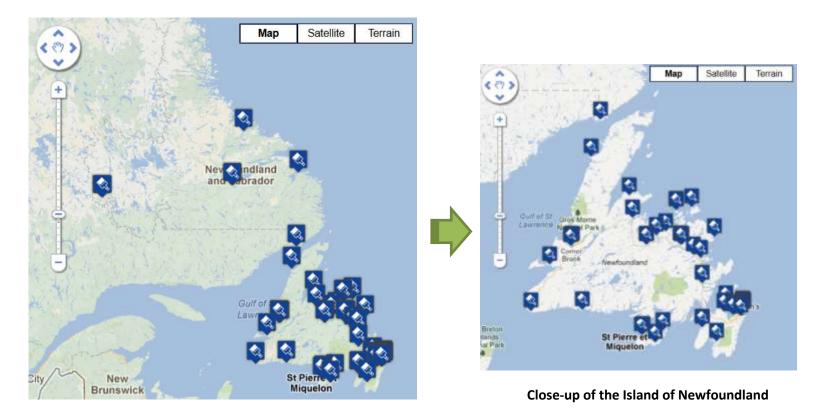
Name of Facility	City	Type of Facility	Offers Paint Exchange
Port Aux Basques Green Depot	Port Aux Basques	Green Depot	Yes
Port Aux Choix Green Depot	Port Aux Choix	Green Depot	Yes
Sheppard's Skidoo & Variety Shop	Postville	Retailer	No
Springdale Green Depot	Springdale	Green Depot	Yes
Chester Dawe	St. John's	Retailer	No
Chester Dawe	St. John's	Retailer	No
Chester Dawe	St. John's	Retailer	No
Robin Hood Bay	St. John's	Waste Management Facility	No
Templeton Paint	St. John's	Retailer	No
The Paint Shop Home Decorating Centre	St. John's	Retailer	No
Aylwards Home Centre	St. Lawrence	Retailer	No
Riverhead Green Depot	St. Mary's Bay	Green Depot	Yes
Stephenville Green Depot	Stephenville	Green Depot	Yes
Twillingate Green Depot (and Auto)	Twillingate	Green Depot	Yes
The Paint Shop Home Decorating Centre	Twillingate	Retailer	No
RONA Home Centre	Wabush	Retailer	No





# **APPENDIX 2 – Information from the Product Care Association's Website**

Below is a map of all collection sites in Newfoundland and Labrador in 2012



# Activity chart showing the number of visitors to the NL collection site locator webpage April 18 – Dec 31, 2012







# **APPENDIX 3 – Promotional Material**

These promotional materials were distributed to Paint Retailers, Collection Sites, Waste Management Facilities and Stakeholders.







#### Paint Stewardship Program NL POS Poster

# NEWFOUNDLAND RECYCLING PROGRAM

# GOT LEFTOVER PAINT? **RECYCLE IT!**

Getting rid of your leftover paint is easy. Take it to a Product Care paint collection site for recycling and do your part to protect the environment.

All household paints ancepted
 All types of paint sersuoic accepted



# Paint Stewardship Program NL Paint Can Sticker





# Paint Stewardship Program NL Green Depot Sign (4ft x 3ft)







# **APPENDIX 4 – Print Advertisements**

Print ads published in St. John's Telegram and Corner Brook Western Star:







# APPENDIX 5 – 2012 Online Ad Campaign

#### **Google Banner Ads:**

GOT LEFTOVER PAINT?<br/>RECYCLE IT!Image: Image: Ima



NEWFOUNDLAND AND LABRADOR PAINT RECYCLING PROGRAM

# **Google Text Ads:**

#### Got Leftover Paint?

Recycle it! Find Nearest Product Care Paint Collection Site Here. ProductCare.org/Newfoundland

#### **Recycle Leftover Paint**

**RECYCLE IT!** 

www.productcare.org/nl | 1-888-772-9772

Household Paint Can Now Be Recycled In NL! Find a Drop Off Site Here. ProductCare.org/Newfoundland

# Facebook Ads:

#### Got Leftover Paint? productcare.org



Recycle it! It's easy and it's free. Click here to find a paint collection site near you

#### Got Leftover Paint?

productcare.org



Recycle it! Click here to find your nearest Product Care paint collection site.



GO I LEFTOVE PAINT



#### RECYCLE ITI NEWFOUNDLAND AND LABRADOR PAINT RECYCLING PROGRAM www.puddetere.org/nl 1-888-772-9772 Brought to you by Product Carro





**APPENDIX 6 - Audited Financial Statements for Paint Stewardship Program** 





**APPENDIX 7 - Assessment of the Paint Stewardship Program** 

# PRODUCT CARE ASSOCIATION NEWFOUNDLAND AND LABRADOR PAINT RECYCLING PROGRAM

### STATEMENT OF REVENUES AND EXPENSES AND ACCUMULATED SURPLUS

**31 DECEMBER 2012** 



# PRODUCT CARE ASSOCIATION NEWFOUNDLAND AND LABRADOR PAINT RECYCLING PROGRAM Statement of Revenues and Expenses and Accumulated Surplus For the period ended 31 December 2012

# Contents

Independent Auditors' Report	
Statement of Revenues and Expenses and Accumulated Surplus	4
Notes to the Statement of Revenues and Expenses and Accumulated Surplus	5





1400 – 900 West Hastings Street Vancouver, B.C. V6C 1E3 Telephone: 604-684-1101 Fax: 604-684-7937 E-mail: admin@rolfebenson.com

# **INDEPENDENT AUDITORS' REPORT**

To: The Multi-Materials Stewardship Board

As required by the Newfoundland and Labrador Waste Management Regulations (100/10 (31.12(1(i)))) we have audited the Statement of Revenues and Expenses and Accumulated Surplus of the Newfoundland and Labrador Paint Recycling Program (the "Statement") as reported by Product Care Association for the period ended 31 December 2012 and a summary of significant accounting policies and other explanatory information.

#### Management's Responsibility for the Statement

Management is responsible for the preparation of the Statement in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of the Statement that is free from material misstatement, whether due to fraud or error.

#### Auditors' Responsibility

Our responsibility is to express an opinion on the Statement based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the Statement.

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





CHARTERED ACCOUNTANTS

# **INDEPENDENT AUDITORS' REPORT - Continued**

#### Opinion

In our opinion, the Statement presents fairly, in all material respects, the revenues and expenses and accumulated surplus of the Newfoundland and Labrador Paint Recycling Program as reported by Product Care Association for the period ended 31 December 2012 in accordance with Canadian accounting standards for not-for-profit organizations.

#### **Restriction on Distribution**

This report is prepared on the direction of Product Care Association's management and The Multi-Materials Stewardship Board. As a result, the report may not be suitable for another purpose. Our report is intended solely for Product Care Association's management and The Multi-Materials Stewardship Board, and should not be distributed to other parties.

Kelfer Benson LL

CHARTERED ACCOUNTANTS

Vancouver, Canada 29 April 2013



# PRODUCT CARE ASSOCIATION NEWFOUNDLAND AND LABRADOR PAINT RECYCLING PROGRAM

# Statement of Revenues and Expenses and Accumulated Surplus

For the period ended 31 December 2012

	(9	<u>2012</u> (9 months)	
Revenues			
Paint	\$	802,321	
Aerosol paint		70,897	
		873,218	
Program expenses			
Startup		54,333	
Processing		43,928	
Transportation		40,427	
Collection and storage		65,338	
Depreciation		17,643	
		221,669	
General and administrative expenses			
Administration		18,303	
Communications		89,229	
Overhead allocation (Note 2(d))		16,047	
	<u> </u>	123,579	
Total expenses		345,248	
Excess of revenues over expenses for the period		527,970	
Accumulated surplus - beginning of the period			
Accumulated surplus - end of the period	\$	527,970	

The accompanying notes are an integral part of this statement of revenues and expenses and accumulated surplus.



# PRODUCT CARE ASSOCIATION NEWFOUNDLAND AND LABRADOR PAINT RECYCLING PROGRAM Notes to the Statement of Revenues and Expenses and Accumulated Surplus For the period ended 31 December 2012

#### 1. Basis of Presentation

This Statement includes the revenues and expenses and accumulated surplus of the Newfoundland and Labrador Paint Program which commenced operations on 18 April 2012, a segment of the operations of Product Care Association.

#### 2. Summary of Significant Accounting Policies

This Statement of revenues and expenses and accumulated surplus is prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant accounting policies are detailed as follows:

(a) Revenue Recognition

Revenue from eco-fees is recognized at the time an eco-fee applicable product is sold by a member of the Association, and the eco-fee becomes due and payable.

(b) Capital Assets

Capital assets are recorded at cost. The Association provides for amortization using the straightline method at rates designed to amortize the cost of the capital assets over their estimated useful lives. The annual amortization rates is as follows:

Depot Equipment 3 years

(c) Use of Estimates

The preparation of financial statements in conformity with Canadian accounting standards for notfor-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the balance sheet date and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

(d) General and Administrative Expenses - Overhead Allocation

A portion of the total general and administrative expenses of Product Care Association, net of expense recoveries, has been allocated to this program. The allocation of general and administrative expenses to this program is determined using the percentage of program specific operating expenses as compared to total operating expenses for all Product Care Association programs.

