



WESTCYCLE INCORPORATED
ANNUAL REPORT 2019/2020

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ABOUT US

WestCycle is the peak body for riding in Western Australia.

We embrace all elements of riding. We are for long rides and short rides. For riding to work, riding to school, weekend rides, racing, bunch rides, BMX rides, riding at the track, hitting the trails and for quick spins around the block.

We are the industry representative body for cycling to government.

We operate at a strategic level by leading and coordinating the growth and development of cycling in Western Australia. We do this by creating and implementing strategies that will position Western Australian cycling for future success.

We work behind the scenes to build the capacity of our cycling organisations.

We advocate and campaign to government on a range of cycling related issues, including road safety.

Our membership comprises of cycling organisations, groups and clubs and individuals.

We are a non-profit organisation incorporated under the Western Australian Associations Incorporation Act 2015.

We are governed by an independent Board of Directors.



CHAIR'S MESSAGE

After 5 years on the Board as an independent WestCycle director, I was delighted to step into the role of WestCycle Chair in 2020. On a number of fronts, 2020 quickly reminded me that there is no such thing as “business as usual” in our industry (or indeed this year, in our world). More so than any other year since I joined the WestCycle Board, 2020 underscored for me the central importance of having a steady, experienced and tenacious team when confronted with unexpectedly rocky terrain. Thanks to the staff and Board of WestCycle, and the invaluable support and input of our members and key stakeholders, I am relieved to say that what started as a somewhat gruelling uphill battle with our fair share of scraping and bruising along the way, feels a lot more like an exhilarating downhill run as 2020 draws to a close. After such an unpredictable year in so many ways, I am pleased to report that WestCycle remains steady in its governance and financially robust; we are looking forward with excitement to the new course planned for next year.

But first, a few words of reflection on the year passed: it has now been nine years since WestCycle was formed as the peak body representing all facets of cycling in Western Australia including competitive, recreational, transport and advocacy elements. In 2010, the Brown Report “Developing a Community of Cycling in Western Australia” set out a vision to create a more united riding community throughout Western Australia, with three distinct phases. The final phase, being an integrated governance system, was achieved in 2019 with the merger of CycleSport WA, Western Australian Mountain Bike Association and Bicycling Western Australia into WestCycle. In the 2019-2020 year, for the first time ever WestCycle’s member base expanded to include individual bike riders. WestCycle is proud to represent all 400,000 people who ride on a weekly basis in Western Australia as well as our Member Organisations, Affiliate Organisations, Affiliated Clubs and Individual Members.

The achievement of the integrated model of cycling in WA coincides with the final year of the all of cycling strategy “Our Bike Path - the Strategic Framework for Cycling in Western Australia from 2014 to 2020”. As such, strategic planning for an updated “Our Bike Path” and a new WestCycle business plan to implement the objectives of the strategic plan has been a key focus of WestCycle’s activities towards the end of 2020, as we develop a vision for the new “phase 4” of cycling in Western Australia. In this phase, WestCycle will continue to operate as the “peak body” for all facets of bike riding in Western Australia, while at the same working constructively alongside the newly incorporated national body of AusCycling, which WestCycle expects will naturally assume responsibility for delivering certain “Our Bike Path” strategic imperatives.



CHAIR'S MESSAGE (CONTINUED)

In terms of WestCycle's own business planning, we have undertaken a deep analysis of rider segmentation type and size across competitive, recreation and urban mobility aspects of riding, and are using this to map and re-weight resource allocation to deliver the most relevant and exciting projects for our broad stakeholder base. Stay tuned as WestCycle launches its updated strategy in the first half of 2021.

I am proud of how the small team at WestCycle continues to punch above its weight to deliver positive outcomes for all aspects of cycling across our State. This is made possible by the dedicated team of WestCycle staff under the outstanding leadership of CEO Matt Fulton, our highly professional Board and Advisory Group members who willingly donate their time for the good of our cause, and our numerous stakeholders and supporters, to whom we are all very grateful. Special mention goes to the Department of Local Government, Sport and Cultural Industries; Department of Biodiversity, Conservation and Attractions; Department of Transport and Main Roads; Road Safety Commission; Subaru Wangara; Healthway and Lotterywest. We look forward to continuing the ride with all of you in 2021.



HAYLEY LAWRENCE

CHAIR



CEO'S MESSAGE

2019-20 came with some of the most challenging set of circumstances to ever face organisations around the world. For cycling, the year came with a mix of emotions including optimism, fear and uncertainty but ultimately it proved to be a year that galvenished the riding community. We witness exponential growth in the number of people riding a bike and the early trends have shown many of these people have continued to ride beyond the 'lock-down' period resulting from Covid-19. Reflecting upon the year I am nothing but proud of the way the riding community came together in support of each other during the uncertainty. The 'Covid' impact is only part of the story of 2019-20 and there is much to reflect upon with a sense of optimism for what the future will bring.

The 1st July 2019 was a historic day for the administration of bike riding in Western Australia. Bicycling Western Australia (BWA) formally merged with WestCycle creating a streamlined and more efficient organisation that is now better placed to serve the needs of bike riders across the State. It goes without saying that the legacy that Bicycling Western Australia leaves will be an enduring one. The creation of events that are revered in cycling circles, such as the DAMS Challenge, the platforms that were created for advocacy and the strong membership base. The organisation significantly improved outcomes for riders over the years and I would like to personally thank all the past staff and Directors of Bicycling Western Australia.

The merging of BWA into WestCycle meant that 2019-20 was the first time that we were directly involved in running events such as the Kalamunda 100, unfortunately Covid-19 meant the DAMS for 2020 needed to be postponed, leaving a gap in the 10+ year history of the event. Unfortunately it was not only the DAMS that was cancelled, with many of our Clubs, Member Organisations and event providers also being hit hard by Covid. What this period did prove to us though, was that the demand for such events is huge, when events opened up again post the Covid lockdown we witnessed record participation numbers across the board.

This year we saw the culmination of years of work from many people behind the scenes come to life. Mountain bike trail development in both Collie and Dwellingup is well underway or now complete. We have seen the opening of significant infrastructure projects such as the Mitchell Freeway shared path and Fremantle path from Grant St Cottesloe to Victoria Street Station. State Government spending on bike riding infrastructure is at a record level and will continue to be so with commitments made to projects such as a new Causeway pedestrian and cycling only bridge.

There is a clear intent within Government to realise the environmental, health, sporting and economic benefits of bike riding. During the year, the Bike Riding Reference Group (BRRG) continued as the central, all of Government group, focused on outcomes for bike riding. The group is a clear demonstration of the opportunity the Government sees for cycling and WestCycle proudly represents all bike riders on this group.

A particular highlight for this year was the inaugural Parliamentary Reception held on the 11th February 2020. The event saw close to 150 people from the riding community, Government agencies and State Parliament come together to celebrate all things bike riding. It was an incredible occasion for riding and it demonstrated the importance of bike riding to the future plans of Western Australia. A special note of thanks must go to Mr. Chris Tallentire MLA for his work in coordinating and hosting the event.

CEO'S MESSAGE (CONTINUED)

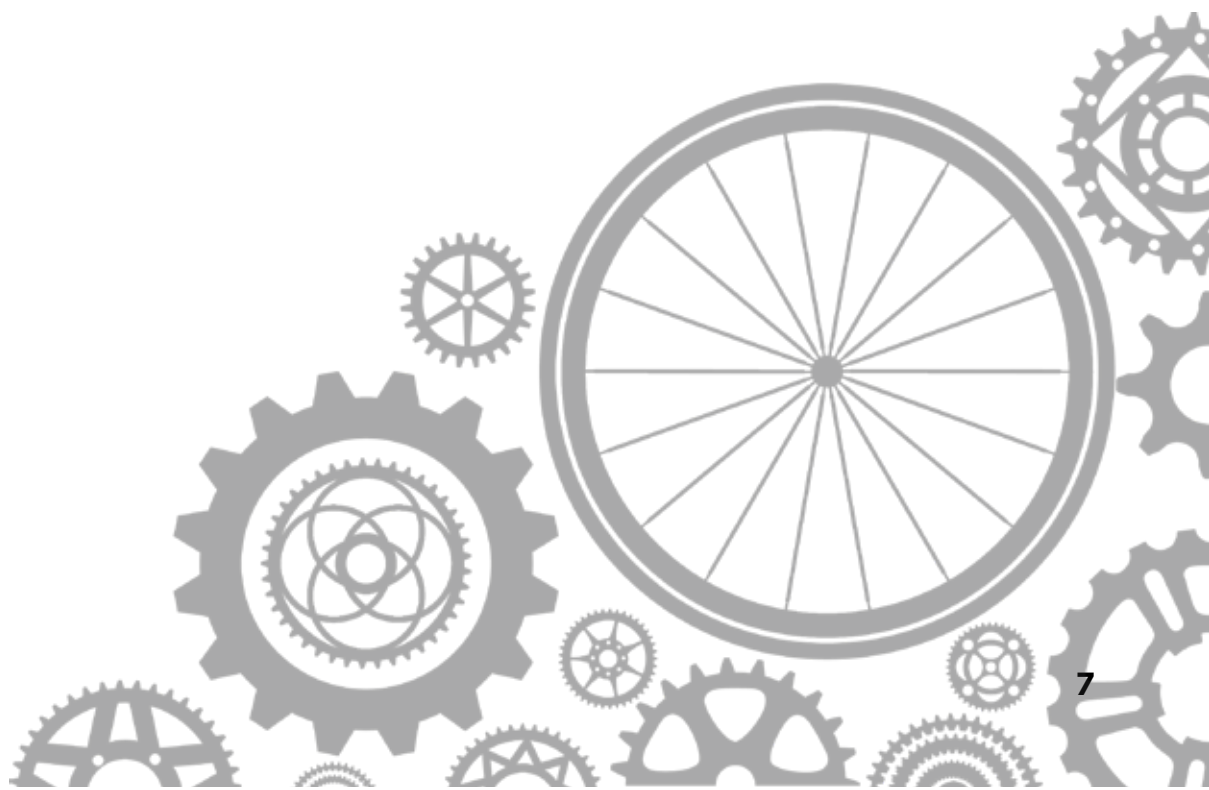
It would be remiss not to mention the impact that 'governance reform' at a National level had throughout the community over the course of the year. It has been well documented that WestCycle strongly opposed a centralised model of administration and the loss of local decision making. Whilst the outcome is not one we feel is the best result for riders of Western Australia we have adapted and look forward to working in a positive and constructive way with AusCycling. We will continue to facilitate a model that promotes cohesion and unity amongst groups in the State as this is a model that is proven to lead to results. I would like to make special mention to the staff and Board of WestCycle that navigated these difficult times. There was a large degree of uncertainty for an extended period of time and the true resilience of the organisation, staff and the Board was strongly demonstrated.

Moving into 2020-21 WestCycle has a number of incredibly exciting plans, additional staff members and a motivated Board. Never more so than now are we focused on creating a better riding environment throughout the entire State and I look forward to working with all our Members, Clubs, Government partners and broader stakeholder groups to realise the opportunities that 2020-21 presents.

On a final note I would like to make special mention of the Board and Staff of WestCycle. We have an incredibly talented, passionate and resilient group of people who have a deeply held passion for improving cycling in this State. The time and energy that each of these people put into community outcomes should be applauded and I am certainly appreciative of each and everyone of them.



MATT FULTON
CHIEF EXECUTIVE OFFICER



ROAD AND TRACK REPORT

The 2019/2020 year for the WestCycle Road and Track business unit was full of many highs and of course a few COVID-19 lows, as time rolled into 2020 we would be faced with a challenging period but not until after we experienced some great outcomes with events tracking strongly through the back half of 2019.

The Element Road Series was the first series to kick off and allowed for some mixed recreational and racing events to combine into a format where we experienced strong number participation across the board and outstanding performances from all levels of rider abilities.

Three proven and popular cycling locations had us riding in Gidgegannup, York and a reboot of the popular 'Hell of the North' location in Lancelin. The format of combining racing and recreational events together was also to prove popular when, with the support of the City of Bunbury, WestCycle hosted the 2019 Masters and Open State Road and Time Trial Championships, plus an additional Fondo event which not only had riders competing on closed roads along the 'Back Beach' on Ocean Drive but also venturing out to the picturesque 'Ferguson Valley' in the Shire of Dardanup.

With the help of the Peel District Cycling Club, the 2019 State Junior Road and Time Trial Championships were run on the Kwinana Motorplex circuit.

The 2019 edition of the Westral Track Carnival would see the homecoming return of Western Australian Commonwealth and World Champion cyclist, Sam Welsford. WestCycle alongside Track Cycling WA and with the support of VenuesWest, were proud to again see the grand-stands full and crowds cheering on as Welsford held on to take the win.



Photo Credit: PB Photography



The Summer Criterium season would see an 'Inter-Club' series take shape. The series was raced over four separate criterium rounds which included the Peel District Cycling Club Motorplex event, plus two rounds supported by the Roues Chaudes Cycling Club on Australia Day and Renae's Race held in March. Each of the three club events would attract points for the top ten place getters in all grades which included A to D in both Women's and Men's events, and also earned points for your club to see which local club could take out the 2020 title for the overall 'Summer Series championship'.

March 8th saw WestCycle along with the City of Subiaco host The Ring Super Criterium as part of the Inter-Club series where double points would be on offer for all grades. WestCycle would like to acknowledge the City of Subiaco for their support to allow us to deliver this racing spectacle on the closed main streets through the Subiaco town centre.

Late January would see Track Cycling WA co-host a successful WA Track State Championship event which combined Juniors, Open and Masters riders battling out for podium positions and selection to represent Western Australia at the upcoming National Championships (unfortunately these National events were to be cancelled or postponed)

The Recreational season was upon us in February as the precursor to the ever-popular Dams Challenge, The Kalamunda 100 was run. Record numbers attended this demanding event to test themselves over the 50 or 100 km distance. Unfortunately, WestCycle was unable to host the 2020 Dams Challenge due to the COVID 19 pandemic which halted all further events through to the end of the financial year.

One final outstanding selection of performances to note has to be the clean sweep at the 2020 National Elite Road Championships by Western Australian riders, Sam Welsford (Elite Men's Criterium Champion), Luke Durbridge (Elite Men's Time Trial Champion) and who can forget the emotional win for Cameron Meyer in the Elite Men's Road Race, a win that has eluded him and one that he has been so desperately close to over the past few years.

GLENN TE RAKI
GENERAL MANGER - CYCLING

URBAN MOBILITY REPORT

The 2019/2020 year saw many highlights and achievements for Transport and Safety with the introduction of WA Bike Month, strategic work and campaigns to improve safety and several significant cycling infrastructure projects helping create a more bike-friendly WA.

November 2019 saw the introduction of the first WA Bike Month in its new Spring timeslot marking the evolution of Bike Week. To assist in the transition in a year where Bike Week was also delivered earlier in March 2019, the WA Bike Month 'Challenge' encouraged new, novice and experienced riders to log their rides, set individual and team goals and receive advice and encouragement using an online platform. The Challenge encouraged over 3,000 West Australians from 189 workplaces to participate and over 750,000km were logged during the month-long challenge, and many workplaces have continued to use the platform.



In Spring 2020, WestCycle will continue to administer the WA Bike Month campaign on behalf of the Department of Transport and will again include grants that will support local governments, cycling clubs and community organisations to host local events across WA.

Safety continues to be a priority to ensure more people can safely ride a bike in WA. The Road Safety Council embarked on developing a new State Road Safety Strategy and WestCycle worked to ensure that the safety of bike riders will be considered in the new strategy as a legitimate road user. Along with our ongoing liaison with the Road Safety Commission, WestCycle also contributed to two safety campaigns, Tim's Ride Cycle Safety Breakfast and Tori's Swim for Cycling Safety to continue to raise awareness and the importance of cycling safety.

Crime Stoppers and the WA Police launched a new service, Bikelinc, to help police officers identify stolen bicycles and reunite them with their rightful owners. Via online registration, bike riders can now safely and securely provide critical information to help Police return stolen bikes quickly and easily but also help reduce theft.

With a desire for Geraldton to be recognised as a bike-friendly city, the Mid West Sports Federation completed the Geraldton Cycle Plan 2020-2030, the first regional-based strategic framework for cycling in WA to complement the State's strategic framework 'Our Bike Path'. This Plan recognises the many stakeholders and agencies that are involved to collaborate to deliver a bike-friendly city, whether that is for transport, fun or a healthier lifestyle.

2019/20 saw the delivery of significant infrastructure projects that included:

- The first stage of the Fremantle Principal Shared Path from Grant Street to Victoria Street Stations. Work will continue in subsequent years that will see the path extended to Fremantle.
- The Central and Northern Sections of the Tonkin Highway (Northlink) Principal Shared Path completing a 43km, 4m-wide, grade-separated path from Bayswater to Muchea.
- A 6.9 km long Principal Shared Path along Armadale Road from Tapper Road/Verde Drive, Jandakot to Anstey Road, Forrestdale. With the Armadale Road/North Lake Road bridge now under construction, these projects will complete the gap to create a continuous shared path from Armadale to Kwinana Freeway and onto Stock Road in Beeliar.
- The upgrading and resurfacing of large sections of the Kwinana Freeway Principal Shared Path as part of several major freeway upgrades projects from Success to South Perth, improving the quality of the network; and
- The yearly Western Australian Bicycle Network Grants Program that continues to support dozens of local government bicycle network projects that connect schools, stations and local activity centres in metropolitan Perth and Regional WA.

These projects in retrospect were timely additions to the network as when COVID-19 hit, West Australians turned to the bike to help cope mentally and physically. Some parts of the shared path network saw participation increases of up to 300% and local bike shops were inundated with demand for new bikes. This massive cohort of people who have reacquainted themselves with their bikes is now providing a great opportunity to make bike riding a part of more people's lives now and into the future.



With further major infrastructure projects such as the Mitchell Freeway, Reid Highway, Midland Railway Line and Roe Highway Principal Shared Paths scheduled to be completed early 2020/21 and planning underway for further extensions on the Fremantle Railway, Mitchell Freeway, Roe Highway, Tonkin Highway, Leach Highway, Armadale Railway and Yanchep Railway Principal Shared Paths, the next few years look promising for bike riding in WA. The new Causeway Bridge will be cherry on top and WestCycle looks forward to helping State and Local Governments maximise the benefits of these significant investments in WA's growing world-class shared path network.

PHILIP TAYLOR
GENERAL MANAGER - URBAN MOBILITY

MOUNTAIN BIKE REPORT

After a period of diligent focus on building a long-term vision for mountain biking for Western Australia, 2019-20 was the year that this vision started to come to life. In previous annual reports there has been reference to state strategies, master plans, concept plans and detail designs – all of the important building blocks in creating a vision. This year it is all about the realisation of the vision with more and more mountain bike trails and destinations starting to come to fruition.

In February 2020 the Premier of Western Australia, the Hon. Mark McGowan MLA, stood in, Parliament and spoke to the fact that mountain biking was one of the fastest growing forms of recreation across the globe. He also spoke to the fact that new trails being built in Collie would help strengthen that community. This was a key moment in time where the broader community recognised that mountain biking was now a mainstream form of recreation in Western Australia, an activity that now had broad government and political support. The significance of the Premiers short speech in Parliament to the countless people who have been involved in advocating for better outcomes for years should be reflected upon with a sense of pride and achievement.



Collie is fast becoming one of Australia's must go to destinations for mountain bike riding. In June 2020 the Arklow trail network was formally opened with many more trails currently being built. At the same time investment to create Collie into a leading Trail Town is underway that will ensure Collie is a mountain bike destination for people around the world for years to come.

Concurrently Dwellingup was building trails which were formally opened in October 2020, realising a vision for the region and the hard work from Local Government, State Government and the Federal Government. At the time of writing the feedback from those that have ridden the recently opened trails has been overwhelmingly positive.

Local government being a key driver of trail development seems to have been a theme throughout the year, with many local councils investing in planning to build networks in their communities. This gives me significant confidence that mountain bike trails will continue to be a focus for investment for a long time to come and hopefully that will result in a range of mountain bike riding opportunities not only regionally but in metro based locations as well. It was also very exciting to see the State Government funding commitment to the Goat Farm in Greenmount to redevelop a network of trails which will begin opening in late 2020 and early 2021.

Covid-19 impacted mountain bike riding in different ways. It was unfortunate to see the Cape to Cape cancelled in 2020 and other events such as Seven and the Dwellingup 100 need to be rescheduled. However, on the positive side there was an explosion of the number of people taking to mountain biking for the first time as people looked for ways to explore nature during a period of time when other more structured sport and recreation activities were postponed. This put significant pressure on trail networks across the state, but it has demonstrated a latent demand for riding as a form of recreation and no doubt it has introduced a new cohort of riders to mountain bike riding.

Sam Hill was formally recognised in 2019 as the Australian Mountain Bike Rider of the Year, a title that is clearly undisputed, and was further recognised as a finalist in the SportWest Sports Star of the year awards. The success of mountain bike riding as a sport was evident in many forms and this is testament to the numerous events that are run by Clubs and event organisers throughout the State. Particular acknowledgment must go to the volunteers that create these opportunities for the broader community in addition to the thousands of hours that get put in to maintain the various trail networks across the State.

2021 is shaping up to be an exciting time for mountain biking within WestCycle. We are thoroughly looking forward to the appointment of a full-time mountain bike manager who will be charged with continuing the trajectory that is currently being experienced. One of the priorities for this position will be to revisit and update the State Mountain Bike Strategy to ensure we have a solid vision for the next phase of the activity's evolution.

MATT FULTON
CEO

BMX REPORT



The 2019-2020 year has been an unprecedented year in BMX for Western Australia. Our Clubs, members, families, officials and coaches have done an extraordinary job and responded quickly and effectively to the demands of COVID-19 to continue to run our sport of BMX. We would like to thank everyone for their support throughout the year.

Starting the year off with the traditional Hills Tri Series in January, with great numbers again attending the well-oiled event that the Hills BMX Club put on. Next on the calendar was the long-awaited UCI World Cup events that were held in Australia at the Shepparton BMX Club in early February and a week later rounds 3 & 4 at the Bathurst BMX Club. A number of WA riders travelled over to the events to try their luck on the International stage. We hope that these events continue to return to Australia in the not too distant future.

Then it was onto the State Super Series events proudly sponsored by Healthway and Smarter Than Smoking for this season, we thank them for their support. Bunbury BMX Club played host to the opening round, drawing over 450 entries along with family and spectators from all over the State.

Action was aplenty throughout the event, with riders travelling from as far as Tom Price to compete. And with finals being held under lights, the racing atmosphere was made even more exciting.

We were lucky enough to have Olympian Lauren Reynolds home before heading back to her USA base in California to continue preparing ahead of an anticipated berth in Tokyo, we caught up with Lauren who added: *"This is a World class facility and the younger riders from the area are so lucky to have a venue of this calibre to learn and develop their skills on".*

A group of WA riders were then off to the first BMX Australia National Series to be held in Nerang Queensland, with State Squad riders staying on to complete a training camp at the Sleeman Sports Complex. That same weekend back in WA saw entries close to 500 with riders descending on Southern Districts BMX Raceway for round 2 of the State Super Series.

Ahead of the event, the club put extensive preparatory work into the track's racing surface, claiming it to be even faster than it was for the Championships last year.



From there things came to a halt with coronavirus taking over and BMXWA events being postponed until further notice. WA Clubs were able to continue on following local and State Government guidelines. This was a great time for us to engage our social media followers, members and clubs to thank and continue to shop at the local bike shops that have supported BMX in WA year after year.

Following a four-month delay, BMX racing returned at Southside BMX Club in August, with the club hosting round three of the 2020 BMXWA Smarter Than Smoking Super Series. The challenges didn't end there, however.



Pouring rain engulfed Perth, deluging the track and surrounds, adding an extra level of difficulty to an already intricate event, with social distancing and hygiene measures put in place to allow the event to go ahead.

BMX is an all-weather sport however, and thanks to the tireless efforts of the volunteer track crew, racing was able to resume, with rain jackets and muddy faces the norm. Gusty winds and showers greeted riders at Byford BMX Club, making racing conditions very difficult for competitors attending the fourth round of the BMXWA State Series.

The Byford BMX Club has been a staple on the state series for many years, with the event serving up a mix of difficult conditions to deal with on top of an already challenging layout.

With the annual State Championships just over a month away, racers were chasing valuable race time in preparation, with some traveling from as far north as Karratha and South as Margaret River, with over 450 entries on the day.

Great weather for ducks and flying kites, but racing BMX? Absolutely! Considered an all-weather sport, the BMXWA State Series round 5 visited the Wanneroo BMX Club in the face of the most challenging conditions seen in some years.

Whilst there are certainly protocols in place protecting riders' safety, it was "all go" as riders fine-tuned their skills ahead of the State Championships being held in early October at Rockingham. Over 350 entries descended on Wanneroo knowing full well the conditions ahead – a very challenging layout and very challenging weather. But try as it might, a BMX'ers spirit isn't broken that easily.

The BMX State Championships took place at the Rockingham BMX Club, hosting over 600 entries from all over Western Australia across two exciting days of racing. From first timers to former Olympians, riders of all skill levels travelled from all corners of the State including Karratha, the Greater South West region and the Goldfields to compete at the largest and most prestigious event on the BMXWA calendar.

Western Australian Sports & Recreation Minister, Honourable Mick Murray and Rockingham City Mayor Mr. Barry Sammels were on hand to greet riders and spectators during opening ceremonies. Hon. Mr. Murray commented on the enviable health of sports in Western Australia, specifically BMX, quoting: "BMX is one of the fastest growing and most exciting sports in the world." Mr. Murray continued on to acknowledge and thank the volunteers responsible for maintaining such facilities as the Rockingham BMX Club, recognising that their tireless efforts have resulted in the level of excellence in riders from Western Australia being continually on the rise.

Looking ahead for 2020 we have one more round of the BMXWA State Super Series to complete at Westside BMX Club and then onto the Awards Ceremony in early December. We look forward to an exciting and ever challenging year in 2021.

TANIA WEHR
CEO BMX SPORTS WA

AUDIT REPORT



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INDEPENDENT AUDITOR'S REPORT

To the members of WestCycle Incorporated

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of WestCycle Incorporated (the registered entity), which comprises the statement of financial position as at 30 June 2020, the statement of profit or loss and other comprehensive income, and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the responsible entities' declaration.

In our opinion the accompanying financial report of WestCycle Incorporated, is in accordance with Division 5 of the Associations Incorporation Act 2015, including:

- (i) Giving a true and fair view of the registered entity's financial position as at 30 June 2020 and of its financial performance for the year then ended; and
- (ii) Complying with Australian Accounting Standards to the extent described in Note 1 and Part 5 of the Associations Incorporation Act 2015.

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 Entity in accordance with ethical requirements of the auditor independence requirements of the Associations Incorporation Act 2015 and 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 registered entity's financial reporting responsibilities under the Associations Incorporation Act 2015. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

AUDIT REPORT (CONTINUED)



Other information

Those charged with governance are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Westcycle's annual report, 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 on the other information obtained prior to the date of this auditor's report, 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.

Other matter

The financial report of WestCycle Incorporated, for the year ended 30 June 2019 was audited by another auditor who expressed an unmodified opinion on that report on 28 October 2019.

Responsibilities of responsible entities for the Financial Report

The responsible entities of the registered entity 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 Associations Incorporation Act 2015 and the needs of the members. The responsible entities' responsibility also includes such internal control as the responsible entities determine is necessary to enable the preparation of a 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 responsible entities are responsible for assessing the registered entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the responsible entities either intend to liquidate the registered entity or to cease operations, or have no realistic alternative but to do so.

AUDIT REPORT (CONTINUED)



Auditor's responsibilities for the audit of the Financial Report

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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

BDO Audit (WA) Pty Ltd

BDO
J Prue

Jarrad Prue

Director

Perth, 17 November 2020



**SPECIAL PURPOSE FINANCIAL STATEMENTS FOR THE PERIOD
1 JULY 2019 TO 30 JUNE 2020**

WESTCYCLE INCORPORATED

ABN: 36 563 134 343

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WESTCYCLE INCORPORATED

DIRECTOR'S REPORT

DIRECTORS

The names of the Directors in office at the date of this report are:

HAYLEY LAWRENCE	Chair and Independent Director - Appointed 3 December 2019
MIKE RENDELL	Elected Director Road and Track
ROD ANNEAR	Elected Director Off Road
PAUL LAVERY	Elected Director Transport, Safety and Advocacy
BRAD PETTITT	Independent Director
DAVID GRIBBLE	Independent Director
SARAH STANDISH	Independent Director
DEBBIE MILLARD	Independent Director
TIM ROACH	Independent Director

PRINCIPAL ACTIVITIES

WestCycle is Western Australia's peak body for cycling and representative voice for all bike riders, accountable for positive outcomes State-wide. A considered and strategic entity whose partnerships and ability to unite the riding community results in beneficial change for all bike riders in Western Australia.

WestCycle is an Incorporated Not-For-Profit organisation with an Independent Board of Directors.

WestCycle is guided by "Our Bike Path – A Strategic Framework for Cycling in Western Australia" with the primary objectives focusing on; "Growing a Cycling Culture; Creating Bike Friendly Communities; Building the Capability of the Community; Strengthening Sporting Pathways; Developing a Cycling Economy".

OPERATING RESULTS

The operating surplus / (deficit) for the year ended 30 June 2020 amounted to (\$154,430). (30 June 2019: surplus of \$55,789).

The deficit associated with the year ended 30 June 2020 is largely attributed to the implementation of accounting policies, in particular the time period in which revenue is recognised. This is primarily a result of previous Bicycling Western Australia Members becoming WestCycle Members in the financial reporting year and the need to recognise membership fees over a rolling twelve-month period, opposed to on a cash receipt basis.

LIKELY FUTURE DEVELOPMENTS

The association will continue to bring the Western Australia cycling community together as a united voice, with a joint vision of a cohesive, successful identifiable and thriving cycling community.

DIRECTORS' BENEFITS

No remuneration is paid to any director as they are all voluntary positions.

WESTCYCLE INCORPORATED

DIRECTOR'S REPORT (CONTINUED)

INFORMATION ON DIRECTORS

HAYLEY LAWRANCE (CHAIR) INDEPENDENT DIRECTOR

Hayley is a commercial lawyer with over 20 years' experience gained at home and abroad in professional advisory and corporate roles. She has developed a deep understanding of the practice and application of corporate governance both through her experience as a professional advisor, and as a company director in not-for-profit organisations over the last 15 years. Hayley completed the company director course with the Australian Institute of Company Directors in 2011.

In her own pursuit of movement for fitness and health, Hayley has recently become a pilates instructor, plays golf, and is an enthusiastic recreational cyclist. She stands for getting all types of people on all types of bikes, simply because it feels great. Hayley has been on the board of WestCycle for 6 years, and is now its independent, non-executive Chair.

MIKE RENDELL ELECTED DIRECTOR - ROAD AND TRACK

With 25 years' experience in the architectural profession, Mike holds a position as a Principal within the international design firm HASSELL.

With particular interests in road and track cycling, Mike became involved with the Northern Districts Cycling Club in 2004 and has held a number of positions on its committee including two years as Club President. Mike has also been actively involved with Cycling Western Australia, having participated as a delegate to its Constitutional Review Committee, Race Management Committee and Sports Development Committee. As an enthusiastic participant involved with the administration of the sport, Mike believes in the promotion of all forms of cycling to the wider community. Mike represents the road and track community in his capacity as a representative director of WestCycle.

ROD ANNEAR ELECTED DIRECTOR - OFF ROAD

Rod is the Assistant Director of Parks and Visitor Services with the Department of Biodiversity, Conservation and Attractions. He guides the planning and implementation of visitor facilities and experiences in parks and reserves across the state. This includes trails such as the Munda Biddi Trail, Bibbulmun Track and mountain bike trails and networks.

He is also an enthusiastic road and mountain bike rider and coordinates a recreation cycling group of around 120 people. Rod is involved in the Ride for Youth and Youth Focus, a non-profit organisation that supports vulnerable young people. Rod is a representative director of WestCycle representing the off-road dimension of cycling.

PAUL LAVERY ELECTED DIRECTOR - TRANSPORT, SAFETY AND ADVOCACY

Paul is the Director of the Centre for Marine Ecosystems Research and Professor of Marine Ecology at Edith Cowan University. He has over 30 years' experience as a research scientist, in the university and Government sectors in Australia and the USA and provides advice to the private sector and government agencies on a range of environment and development issues.

Paul is a committed cycle commuter, as well as a road and mountain bike rider. He has, or continues to ride with ATTA, West Coast Masters and in a range of recreational sport events. Paul is the representative director of WestCycle representing the transport, safety and advocacy dimensions of cycling.

WESTCYCLE INCORPORATED

DIRECTOR'S REPORT (CONTINUED)

BRAD PETTITT INDEPENDENT DIRECTOR

Dr Brad Pettitt was elected as the Mayor of the City of Fremantle in 2009 and re-elected in 2013 and 2017. Brad has served on Fremantle Council since 2005 and has chaired the Urban Development Advisory Committee and the Transport Committee amongst others. Until taking up the role of Mayor, Brad was the Dean of the School of Sustainability at Murdoch University. His research and teaching expertise include climate change, international aid policy, and sustainability planning.

Brad has previously worked with Oxfam in Cambodia and with the Australian Government Aid Program, AusAID, in Canberra. He is a dedicated commuter and everyday cyclist and independent Director of WestCycle.

SARAH STANDISH INDEPENDENT DIRECTOR

Sarah has over 15 years' experience in Australia and internationally in private practice and in-house legal, governance, risk and compliance roles. Sarah currently holds the role of General Counsel and Deputy Company Secretary with an ASX listed company, St Barbara Limited and is responsible for leading the legal function and providing high quality support to the Company Secretary. She holds Bachelors of Arts and Laws and is a Graduate of the Australian Institute of Company Directors (AICD). Sarah is an active member of the AICD and the Governance Institute and a participant of the 2019 AICD Director Pipeline Program. Sarah previously held a non-executive directorship with Bicycling Western Australia. She enjoys recreational cycling with her young family on weekends and attending professional road cycling events as a supporter and spectator. Sarah is an independent, non-executive director of WestCycle.

DAVID GRIBBLE INDEPENDENT DIRECTOR

David has been the Chief Executive Officer of the Constable Care Child Safety Foundation for nine years, leading the iconic WA organisation through the most significant period of innovation and change in its 30 year history, including the opening in 2017 of WA's only cycling and pedestrian safety experiential learning centre for children. David's career in NGO management in Victoria and Western Australia spans the disability, health, aged care, arts and community sectors, and most recently includes senior executive roles with VisAbility, Guide Dogs WA, Alzheimer's Australia WA and CBM International.

David is a graduate and post-graduate of Curtin and RMIT Universities, a graduate of the Australian Institute of Company Directors and a Fellow of the Australian Institute of Management. He's also a member of the Curtin University MBA and Executive Education Advisory Panel, and a graduate and facilitator of the Curtin University Ignition Entrepreneurship Program.

David was the recipient of the Business and Law Professional Achievement Award at the 2019 Curtin University Alumni Achievement Awards. In his spare time he is a recreational cyclist and motorcyclist, and mentors undergraduate and post-graduate students from both Curtin and UWA. He has been a member and chair of non-profit Boards over a number of years, and is the current WA Proctor for Mensa Australia.

WESTCYCLE INCORPORATED

DIRECTOR'S REPORT (CONTINUED)

DEBBIE MILLARD INDEPENDENT DIRECTOR

Debbie is a Chartered Accountant, GAICD, and experienced Executive Leader with 30 years experience spanning professional services, large private family business and not-for-profit organisations. She has held Non-Executive Director roles for 10 years, primarily in the not-for-profit sector spanning arts, community services and leadership development. She has been a Finalist in the WA Telstra Business Women's Awards, and holds an Executive and Organisational Coaching Certificate. Debbie is currently the Executive Manager Corporate Services at Identitywa.

Debbie is a keen mountain biker. She has been an active member of the WA mountain bike community for 20 years as a competitor, a volunteer and former WAMBA Treasurer and now as a recreational rider can be found most weekends riding her bike in the Perth hills with an awesome bunch of women.

TIM ROACH INDEPENDENT DIRECTOR

Tim has been in senior leadership and strategic development roles for more than twenty years. He is currently Director of Executive Education in the School of Business and Law at Edith Cowan University and is a past Assistant Commissioner and General Manager in the public service. He is an Accountant (FCPA) and sits on the Divisional Council of CPA Australia. Tim has been involved in racing mountain bikes, BMX and triathlon for many years, both as a father of two children who race and as a past and current bike racer. Tim is the current Over 50 State Champion in downhill mountain bike. He is also a very regular and enthusiastic transport cyclist; frequently seen in a suit and tie riding to meetings in the city on a mountain bike.

DIRECTORS

The number of meetings of directors held during the year and the number of meetings attended by each director were as follows:

NAME OF DIRECTOR	NUMBER OF MEETINGS ELIGIBLE TO ATTEND	NUMBER OF MEETINGS ATTENDED
HAYLEY LAWRANCE	9	9
MIKE RENDELL	9	6
ROD ANNEAR	9	9
PAUL LAVERY	9	7
BRAD PETTITT	9	6
SARAH STANDISH (APPOINTED 16/9/19)	8	7
DAVID GRIBBLE (APPOINTED 3/12/19)	6	5
DEBBIE MILLARD (APPOINTED 3/12/19)	6	5
TIM ROACH (APPOINTED 3/12/19)	6	5
NEIL HACKETT (RESIGNED 3/12/19)	3	3
JANE CUTLER (RESIGNED 30/8/19)	1	1

WESTCYCLE INCORPORATED

DIRECTOR'S REPORT (CONTINUED)

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There have been no significant changes in the state affairs of the Association during the financial year which have not been disclosed in the financial statements.

EVENTS SUBSEQUENT TO BALANCE DATA

Department of Racing, Gaming and Liquor - \$27,867

Australian Sports Foundation - \$522

Department of Transport - \$22,430

The directors are aware of the ongoing discussions regarding the national governance of the sport of cycling in regard to the establishment of AusCycling and acknowledge that there still remains a degree of uncertainty which may influence the organisation longer term. At this point in time the directors remain attentive to the situation, they will monitor it moving forward and do not believe there is an immediate short-term risk to the state of affairs of the Association.

The impact of the Coronavirus (COVID-19) pandemic is ongoing and while it has been financially positive for the incorporated association up to 30 June 2020, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

No other matter or circumstance has arisen since 30 June 2020 that has significantly affected, or may significantly affect the incorporated association's operations, the results of those operations, or the incorporated association's state of affairs in future financial years.

AUDITORS INDEPENDENCE DECLARATION

A copy of the Auditor's Independence Declaration required under Part 5, S.80 of the Western Australian Associations Incorporation Act 2015 is included on page 26 and forms part of the Association's Financial Report.

Signed in accordance with the resolution of the Board



HAYLEY LAWRANCE
CHAIR
17 NOVEMBER 2020



DEBBIE MILLARD
INDEPENDENT DIRECTOR
17 NOVEMBER 2020

WESTCYCLE INCORPORATED

STATEMENT BY THE MEMBERS OF THE BOARD

The board of directors 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 to the financial statements.

In the opinion of the board, the financial statements for the financial year 30 June 2020 as set out in the Statement of Financial Position, Statement of Profit and Loss, Statement of Cashflows, Statement of Changes in Funds and Notes to and forming part of the financial statements.

1. Present a true and fair view of the financial position of WestCycle Incorporated as at 30 June 2020 and the financial performance for the year then ended.
2. At the date of this statement there are reasonable grounds to believe that WestCycle Incorporated will be able to pay its debts as and when they become due and payable.

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



HAYLEY LAWRANCE
CHAIR
17 NOVEMBER 2020



DEBBIE MILLARD
INDEPENDENT DIRECTOR
17 NOVEMBER 2020

WESTCYCLE INCORPORATED
STATEMENT OF PROFIT AND LOSS AND OTHER
COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2020

	NOTE	2020 \$	2019 \$
REVENUE AND OTHER INCOME			
GRANT INCOME	2	792,017	809,208
REVENUE FROM OPERATIONS	3	468,917	456,349
OTHER INCOME	4	229,227	117,552
TOTAL INCOME		1,490,161	1,383,109
EXPENDITURE			
ACCOUNTING & LEGAL FEES	5	31,104	12,244
ADMINISTRATION EXPENSES	5	109,865	146,176
ADVERTISING	5	47,774	35,117
AUDIT FEES	17	25,657	5,850
CONTRACTOR FEES	5	160,178	85,174
DEPRECIATION		14,434	12,652
EMPLOYEE BENEFIT EXPENSES	5	813,283	721,463
EXPENSES FROM OPERATIONS	5	269,099	155,254
GRANTS PAID	5	9,000	78,680
INSURANCE	5	95,386	6,400
OCCUPANCY COST	5	68,811	68,309
TOTAL EXPENDITURE		1,644,591	1,327,320
SURPLUS /(DEFICIT) FROM OPERATING ACTIVITIES		(154,430)	55,789
INCOME TAX EXPENSE		-	-
SURPLUS /(DEFICIT) AFTER INCOME TAX EXPENSE		-	-
OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX		-	-
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR		(154,430)	55,789

THE ACCOMPANYING NOTES FORM PART OF THE FINANCIAL STATEMENTS

WESTCYCLE INCORPORATED

STATEMENT OF FINANCIAL POSITION

FOR THE YEAR ENDED 30 JUNE 2020

	NOTE	2020 \$	2019 \$
CURRENT ASSETS			
CASH AND CASH EQUIVALENTS	6	495,234	443,028
PREPAYMENTS - INSURANCE	7	61,602	-
OTHER RECEIVABLES	8	16,717	31,604
TOTAL CURRENT ASSETS		573,553	474,632
NON-CURRENT ASSETS			
PROPERTY PLANT AND EQUIPMENT	9	52,565	51,878
RIGHT OF USE ASSETS	10	56,324	-
OTHER RECEIVABLES	11	5,500	5,500
TOTAL NON-CURRENT ASSETS		114,389	57,378
TOTAL ASSET		687,942	532,010
CURRENT LIABILITIES			
TRADE & OTHER PAYABLES	12	108,212	65,427
PROVISIONS	13	31,767	28,737
INCOME RECEIVED IN ADVANCE	14	354,040	123,509
TOTAL CURRENT LIABILITIES		494,019	217,673
NON-CURRENT LIABILITIES			
TRADE AND OTHER PAYABLES	15	372	1,562
PROVISIONS	13	35,206	-
TOTAL NON-CURRENT LIABILITIES		35,578	1,562
TOTAL LIABILITIES		529,597	274,392
NET ASSETS		158,345	312,775
ACCUMULATED FUNDS			
OPENING BALANCE AT 1 JULY		312,775	256,986
CURRENT PERIOD SURPLUS/DEFICIT		(154,430)	55,789
BALANCE ACCUMULATED FUNDS		158,345	312,775

THE ACCOMPANYING NOTES FORM PART OF THE FINANCIAL STATEMENTS

WESTCYCLE INCORPORATED

STATEMENT OF CHANGES IN FUNDS

FOR THE YEAR ENDED 30 JUNE 2020

ACCUMULATED FUNDS BALANCE AT THE COMMENCEMENT OF THE YEAR 1 JULY 2019

CORRECTION OF PRIOR PERIOD ERROR (REFER NOTE 1A FOR DETAILS)

BALANCE RESTATED AT 1 JULY 2019

GROSS SURPLUS/(DEFICIT) FROM OPERATIONS

TRANSFER FROM UNEXPECTED GRANTS

ACCUMULATED FUNDS BALANCED AT 30 JUNE 2020

2020
\$
257,617
55,158
312,775
(116,700)
(37,730)
158,345

FOR THE YEAR ENDED 30 JUNE 2019

ACCUMULATED FUNDS BALANCE AT THE COMMENCEMENT OF THE YEAR 1 JULY 2018

GROSS SURPLUS (DEFICIT) FROM OPERATIONS

TRANSFER OUT TO UNEXPENDED GRANTS

ACCUMULATED FUNDS BALANCE AT 30 JUNE 2019

2019
\$
256,986
128,711
(72,922)
312,775

WESTCYCLE INCORPORATED

STATEMENT OF CASHFLOWS

FOR THE YEAR ENDED 30 JUNE 2020

	NOTE	2020	2019
		\$	\$
CASH FLOWS FROM ACTIVITIES DURING PERIOD			
GRANTS RECEIVED		1,022,549	753,180
GRANTS PAID		(9,000)	(78,680)
PAYMENTS TO SUPPLIERS, CONSULTANTS AND EMPLOYEES		(1,550,736)	(1,201,061)
INTEREST RECEIVED		2,049	3,070
OTHER INCOME RECEIVED		710,982	572,369
NET CASH INFLOW FROM OPERATING ACTIVITIES	16	175,844	48,878
CASH FLOWS FROM INVESTING ACTIVITIES			
ACQUISITION OF PLANT AND EQUIPMENT		(66,213)	(27,940)
NET CASH OUTFLOW FROM INVESTING ACTIVITIES		(66,213)	(27,940)
CASH FLOWS FROM FINANCING ACTIVITIES			
REPAYMENT OF LEASE LIABILITIES		(57,425)	-
NET CASH FLOWS FROM FINANCING ACTIVITIES		(57,425)	-
NET DECREASE IN CASH HELD		52,206	20,938
CASH AT THE BEGINNING OF FINANCIAL PERIOD		443,028	422,090
CASH AT THE END OF THE FINANCIAL PERIOD	6	495,234	443,028

WESTCYCLE INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1(A): STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial report are set out below.

SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION

The Directors have determined that the financial report presented is a special purpose financial report prepared to satisfy the financial reporting requirements of the Associations Incorporation Act 2015 (Western Australia) and as required by its Constitution. The Board of WestCycle Incorporated has determined that unless otherwise stated, the accounting policies have been consistently applied in the preparation of this financial report.

The financial report has been prepared in accordance with the requirements of the Associations Incorporation Act 2015 (Western Australia) and applicable Australian Accounting Standards.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of 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 of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for-profit entities.

NEW AND REVISED ACCOUNTING STANDARDS

The Directors have considered the new and revised Accounting Standards issued by the Australian Accounting Standards Board and have assessed that the adoption of the new and revised standards has had no significant impact on the financial statements of the Association other than noted below. 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 incorporated association:

AASB 1058 Income of Not-for-Profit Entities

The incorporated association has adopted AASB 1058 from 1 July 2019. The standard replaces AASB 1004 'Contributions' in respect to income recognition requirements for not-for-profit entities. The timing of income recognition under AASB 1058 is dependent upon whether the transaction gives rise to a liability or other performance obligation at the time of receipt. Income under the standard is recognised where: an asset is received in a transaction, such as by way of grant or donation; there has either been no consideration transferred, or the consideration paid is significantly less than the asset's fair value; and where the intention is to principally enable the entity to further its objectives.

AASB 15 Revenue from Contracts with Customers

The incorporated association has adopted AASB 15 from 1 July 2019. The standard provides a single comprehensive model for revenue recognition. The core principle of the standard is that an entity shall recognise revenue to depict the transfer of services to customers at an amount that reflects the consideration to which the entity expects to be entitled in exchange for those services. A contract is within the scope of AASB 15 if:

- The Company has an enforceable contract with a customer, and
- The contract includes sufficiently specific promises for the Association to transfer goods or services to the customer or third party beneficiaries.

Under AASB 15, revenue will only be recognised as the obligations under the contract are satisfied, resulting in a deferral of income until the obligations have been met.

WESTCYCLE INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1(A): STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The principal accounting policies adopted in the preparation of the financial report are set out below.

AASB 16 Leases

AASB 16 introduces new or amended requirements with respect to lease accounting. It introduces changes to lessee accounting by removing the distinction between operating and finance lease and requiring the recognition of a right-of-use asset and a lease liability at commencement for all leases, except short-term leases and leases of low value assets.

Impact of adoption of new accounting standards

AASB 15, AASB 16 and AASB 1058 were adopted using the modified retrospective approach and as such comparatives have not been restated. There was no impact on opening retained profits as at 1 July 2019.

The impact of the new AASB 16 Accounting Standards compared with the previous Accounting Standards on the current reporting period is as follows:

	\$
Right of Use Asset	\$ 107,796
Lease Liability	(57,425)
Interest Expense	3,945
Amortisation Expense	51,472

There was no material impact on adoption of AASB 15 and AASB 1058.

Historical cost convention

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, the current valuation of non-current assets.

Comparative information

At 30 June 2019, the association had recognised an insurance expense amounting to \$55,158 which related to the current financial period ending 30 June 2020. As a result, this expense of \$55,158 has been retrospectively adjusted. The expense was charged to profit or loss accounts for the year ended 30 June 2020.

The relevant comparative figures for the year ended 30 June 2019 have been restated.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the incorporated association's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 1(B).

WESTCYCLE INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1(A): STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The principal accounting policies adopted in the preparation of the financial report are set out below.

REVENUE

REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue is recognised at an amount that reflects the consideration to which the incorporated association is expected to be entitled in exchange for services to a customer. For each contract with a customer, the incorporated association recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer of services promised.

Non-government revenue and grant revenue is recognised in the statement of profit or loss when it is controlled, unless any specific obligations attached to the funds have yet to be performed, when they are then recorded as deferred income in the statement of financial position until such conditions are met or services provided

GRANTS AND OTHER CONTRIBUTIONS PAID

Grants, donations, gifts and other non-reciprocal contributions are recognised as revenue when WestCycle obtains control over the assets comprising the contributions. Control is normally obtained upon their receipt. If conditions are attached to the grant that must be satisfied before WestCycle is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

As at 30 June each year, funds received by WestCycle which have not been expended are recognised as a current liability. These funds are then transferred and recognised in the Statement of Profit or Loss and Other Comprehensive Income for the following year. Contributions are recognised at their fair value. Contributions of services are only recognised when a fair value can be reliably determined, and the services would be purchased if not donated.

SALE OF GOODS

Revenue from the sale of goods comprises revenue earned from the sale of goods donated and purchased for resale. Sales revenue is recognised when the control of goods passes to the customer.

MEMBERSHIP AND EVENT FEES

Revenue from memberships and events are recognised over the time period to which the fee relates.

OTHER REVENUE

Other revenue is recognised when it is received or when the right to receive payment is established.

DONATIONS

Donations collected, including cash and goods for resale are recognised as revenue when the Association gains control, economic benefits are probable and the amount of the donation can be measured reliably.

WESTCYCLE INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1(A): STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The principal accounting policies adopted in the preparation of the financial report are set out below.

ACQUISITION OF ASSETS

The cost method of accounting is used for all acquisitions of assets. Cost is measured as the fair value of the assets given up or liabilities undertaken at the date of acquisition plus incidental costs directly.

Assets costing less than \$500 may be expensed in the year of acquisition (other than where they form part of a group of similar items which are significant in total).

All non-current assets having a finite useful life are systematically depreciated over their estimated useful lives in a manner which reflects the consumption of their future economic benefits.

Property, plant and equipment are carried at cost less accumulated depreciation and impairment losses.

Depreciation is calculated on a diminishing value basis to apportion the net cost of each item of property, plant and equipment over its expected useful life to the Association. Estimates of remaining useful lives are made on an annual basis for all assets. Depreciation is expensed as an operating expenditure in the year in which it is incurred. The depreciation rates used for each class of asset are as follows:

COMPUTER EQUIPMENT	40.00%
FURNITURE AND FIXTURES	12.50%
ALL OTHER PLANT AND EQUIPMENT	20.00%

CASH

For the purpose of the Statement of Cash Flows, cash includes cash assets and restricted cash assets net of outstanding bank overdrafts, if any. These include short-term deposits that are readily convertible to cash on hand and are subject to insignificant risk of changes in value.

WEBSITE COSTS

Costs in relation to web sites controlled by WestCycle have been charged as expenses in the year in which they are incurred.

RECEIVABLES

The recoverability of receivables is assessed at balance date and debts that are known to be uncollectible are written off.

WESTCYCLE INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1(A): STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The principal accounting policies adopted in the preparation of the financial report are set out below.

CURRENT AND NON CURRENT CLASSIFICATION

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the incorporated association's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the incorporated association's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

PAYABLES

Payables, including accruals not yet billed, are recognised when WestCycle becomes obliged to make future payments as a result of a purchase of assets or provision of services, or where there is a commitment for future services.

TAXATION AND GOODS AND SERVICES TAX

The Association promotes cycling in the state of Western Australia and is classed as exempt from Income Tax by virtue of Division 50 of the Income Tax Assessment Act 1997. The net amount of goods and services tax recoverable from or payable to the Australian Taxation Office is included as a current asset or liability in the balance sheet. Revenue, expenses and assets are recognised net of the GST. Trade receivables and payables are stated with the amount of GST included.

EMPLOYEE ENTITLEMENTS

Provision is made for the Association's liability for employee entitlements arising from services rendered by employees to the reporting date. Employee entitlements for wages and salaries, annual leave and long service leave have been measured as follows:

- (i)** This benefit is recognised at the reporting date in respect to employees' services up to that date and is measured at the current remuneration rate, applicable to each employee.
- (ii)** Leave benefits are calculated at current remuneration rates and based on the accrued liability to the reporting date. A liability for long service leave has been recognised from the commencement date of each employee based on the need to recognise the contribution to this future expense from funding received. An actuarial assessment of long service leave has not been undertaken. It is considered that this treatment of the liability for long service leave provides a conservative provision where future funding level are uncertain.
- (iii)** WestCycle contributes to superannuation funds of the employee's choice in compliance with the Commonwealth Government's Superannuation Guarantee (Administration) Act 1992. All these funds comply with the legislation applying to administration of superannuation and retirement benefit arrangements, specifically with regard to the preservation of employer contributions and the portability of funds to alternate providers.

ROUNDING OF AMOUNTS

Amounts in the financial statements have been rounded to the nearest dollar.

WESTCYCLE INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1(B): CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

CORONA VIRUS (COVID-19) PANDEMIC

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the incorporated association based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the incorporated association operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the incorporated association unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

EMPLOYEE BENEFITS PROVISION

As discussed in note 1(A), the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

WESTCYCLE INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
NOTE 2 GRANTS INCOME		
AUSTRALIAN SPORTS FOUNDATION	19,603	-
DEPARTMENT OF TRANSPORT	272,022	83,000
DEPARTMENT OF PARKS AND WILDLIFE	2,500	2,500
DEPARTMENT OF LOCAL GOVERNMENT, SPORTS AND CULTURAL INDUSTRIES	524,122	530,000
HEALTHWAY	4,000	3,000
SHIRE OF DARDANUP	-	137
CITY OF WANNEROO	-	2,509
TOURISM WESTERN AUSTRALIA	7,500	9,000
UNEXPECTED GRANTS CARRIED FORWARD	-	251,984
TRANSFER TO UNEXPECTED GRANTS	(37,730)	(72,922)
	792,017	809,208
NOTE 3 REVENUE FROM OPERATIONS		
MEMBERSHIP FEES	210,208	113,850
EVENT FEES	165,385	212,028
SPONSORSHIP	82,262	64,262
OTHER	11,062	66,239
	468,917	456,349
NOTE 4 OTHER INCOME		
INTEREST INCOME	2,049	3,070
RENTAL INCOME	7,491	23,395
COST RECOVERIES	112,687	91,087
COVID-19 CASH FLOW BOOST	62,500	-
JOBKEEPER SUBSIDIES	42,000	-
WA SMALL BUSINESS & CHARITY TARIFF OFFSET	2,500	-
	229,227	117,552

WESTCYCLE INCORPORATED
NOTES TO AND FORMING PART OF THE FINANCIAL
STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

		2020	2019
		\$	\$
NOTE 5	EXPENDITURE		
	GRANTS PAID		
	GRANTS PAID	9,000	78,680
		9,000	78,680
	EXPENSES FROM OPERATIONS		
	INSTRUCTOR AND OFFICIALS FEES	10,863	6,607
	EVENT COSTS	147,984	119,285
	OTHER FEES	110,252	29,362
		269,099	155,254
	CONTRACTOR FEES		
	CONTRACTOR FEES	160,178	85,174
		160,178	85,174
	ADMINISTRATION EXPENSES		
	TRAVEL AND ACCOMMODATION	22,755	74,420
	SOFTWARE AND SUPPORT	25,728	19,183
	OTHER ADMINISTRATIVE EXPENSES	61,381	52,573
		109,865	146,176
	ACCOUNTING AND LEGAL FEES		
	ACCOUNTING AND LEGAL FEES	31,104	12,244
	EMPLOYEE BENEFITS EXPENSES		
	WAGES AND SALARIES	708,759	658,313
	LEAVE ENTITLEMENTS	38,236	878
	OTHER PAYROLL EXPENSES	66,289	62,272
		813,283	721,463
	ADVERTISING		
	MARKETING	47,774	35,117
		47,774	35,117
	INSURANCE		
	INSURANCE	95,386	6,400
		95,386	6,400
	OCCUPANCY COST		
	OFFICE RENTAL	-	54,915
	VARIABLE OUTGOINGS	13,394	13,394
	AMORTISATION OF RIGHT OF USE ASSET	51,472	-
	LEASE INTEREST ON RIGHT OF USE ASSET	3,945	-
		68,811	68,309

WESTCYCLE INCORPORATED
NOTES TO AND FORMING PART OF THE FINANCIAL
STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

		2020	2019
		\$	\$
NOTE 6	CASH & CASH EQUIVALENTS		
	CASH AT BANK	495,234	443,028
		495,234	443,028
NOTE 7	REPAYMENTS		
	INSURANCE	61,602	-
		61,602	-
	RECEIVABLES		
NOTE 8	CURRENT RECEIVABLES		
	TRADE RECEIVABLES	4,217	31,604
	SUNDRY RECEIVABLES (CASHFLOW BOOST)	12,500	-
	<i>ALL AMOUNTS ARE SHORT TERM. AT THE REPORTING DATE NONE OF THE RECEIVABLES WERE PAST DUE OR IN ARREARS</i>	16,717	31,604
NOTE 9	PROPERTY PLANT AND EQUIPMENT		
	PLANT AND EQUIPMENT AT COST	137,124	127,234
	LESS: ACCUMULATED DEPRECIATION	(84,559)	(75,356)
		52,565	51,878
NOTE 10	RIGHT OF USE ASSET		
	RIGHT OF USE ASSET AT COST	107,796	-
	LESS: ACCUMULATED DEPRECIATION ON ROU ASSET	(51,472)	-
		56,324	-
NOTE 11	NON-CURRENT RECEIVABLES		
	SECURITY DEPOSIT	5,500	5,500
		5,500	5,550

WESTCYCLE INCORPORATED
NOTES TO AND FORMING PART OF THE FINANCIAL
STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

		2020	2019
		\$	\$
NOTE 12	TRADE & OTHER PAYABLES		
	CURRENT PAYABLES	16,844	34,716
	CURRENT LEASE LIABILITIES	57,425	-
	FINANCIAL LIABILITIES	14,779	7,584
	TAX LIABILITIES	5,313	15,427
	ACCRUALS	13,850	7,700
		108,212	65,427
NOTE 13	PROVISIONS		
	CURRENT PROVISIONS		
	PROVISIONS FOR LEAVE ENTITLEMENTS	31,767	28,737
		31,767	28,737
	NON-CURRENT PROVISIONS	35,206	-
	PROVISIONS FOR LONG SERVICE LEAVE ENTITLEMENTS	35,206	-
		66,973	28,737
NOTE 14	INCOME RECEIVED IN ADVANCE		
	UNEXPECTED GRANT DURING THE YEAR	183,375	123,509
	MEMBERSHIP FEES	133,779	-
	DAMS 2021	36,886	-
		354,040	123,509
NOTE 15	NON-CURRENT PAYABLES		
	DEPOSIT HELD	372	1,562
		372	1,562

WESTCYCLE INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
NOTE 16 RECONCILIATION OF CASH FLOW FROM OPERATING ACTIVITIES		
NET INCOME	(154,430)	55,789
ADJUSTMENT FOR NON-CASH ITEMS		
DEPRECIATION	14,434	12,652
AMORTISATION	51,472	-
CHANGE IN OPERATING ASSETS AND LIABILITIES		
INCOME RECEIVED IN ADVANCE	230,531	(56,027)
TRADE AND OTHER RECEIVABLES	14,887	1,537
PREPAYMENTS - INSURANCE	(61,602)	-
TRADE AND OTHER PAYABLES	42,316	34,049
PROVISIONS	38,236	878
NET CASHFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES	175,844	48,878
NOTE 17 AUDITOR'S REMUNERATION		
REMUNERATION FOR THE AUDITOR OF THE COMPANY		
- AUDITING OR REVIEW THE FINANCIAL REPORT PRIOR PERIODS - STANTONS INTERNATIONAL	7,657	5,850
- AUDITING OR REVIEW THE FINANCIAL REPORT 19-20 BDO	18,000	-
	25,657	5,850

NOTE 18: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

The incorporated association had no contingent liabilities or contingent assets as at 30 June 2020 and 30 June 2019.

NOTE 19: COMMITMENTS

The incorporated association had no commitments as at 30 June 2020 and 30 June 2019.

NOTE 20: ECONOMIC DEPENDENCE

The Association is dependent upon the ongoing receipt of State Government grants, membership fees, events and commercial activities to ensure the ongoing continuance of its programs. At the date of this report, management has no reason to believe that this financial support will not continue.

WESTCYCLE INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

NOTE 21: EVENTS AFTER THE REPORTING PERIOD

The impact of the Coronavirus (COVID-19) pandemic is ongoing and while it has been financially positive for the incorporated association up to 30 June 2020, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

The directors are aware of the ongoing discussions regarding the national governance of the sport of cycling and acknowledge that there still remains a degree of uncertainty which may influence the organisation longer term. As this point in time the directors remain attentive to the situation, they will monitor it moving forward and do not believe there is an immediate short-term risk to the state of affairs of the Association.

No other matter or circumstance has arisen since 30 June 2020 that has significantly affected, or may significantly affect the incorporated association's operations, the results of those operations, or the incorporated association's state of affairs in future financial years.

END OF FINANCIAL REPORT.



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