

CITY OF KARRATHA

ANNUAL BUDGET

FOR THE YEAR ENDED 30 JUNE 2025

LOCAL GOVERNMENT ACT 1995

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CITY'S VISION

To be Australia's most liveable regional City.

CITY OF KARRATHA
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2025

	Note	2024/25 Budget	2023/24 Forecast	2023/24 Budget
Revenue				
		\$	\$	\$
Rates	2(a)	57,404,202	54,760,778	53,063,898
Grants, subsidies and contributions		15,695,406	16,747,721	19,567,769
Fees and charges	16	60,868,483	57,907,917	54,448,122
Interest revenue	10(a)	5,256,295	5,731,009	3,698,669
Other revenue		746,785	783,854	842,059
		139,971,171	135,931,279	131,620,517
Expenses				
Employee costs		(47,120,893)	(40,073,621)	(38,979,028)
Materials and contracts		(36,196,653)	(33,896,015)	(31,833,313)
Utility charges		(6,704,314)	(6,319,707)	(5,994,376)
Depreciation	6	(31,636,862)	(29,211,014)	(31,832,521)
Finance costs	10(c)	(271,895)	(348,440)	(348,440)
Insurance		(3,703,242)	(3,376,414)	(3,531,718)
Other expenditure		(4,494,275)	(2,549,417)	(2,273,059)
		(130,128,134)	(115,774,628)	(114,792,455)
		9,843,037	20,156,651	16,828,062
Capital grants, subsidies and contributions		4,461,541	3,369,694	7,486,341
Loss on asset disposals	5	0	(30,000)	(30,000)
		4,461,541	3,339,694	7,456,341
Net result for the period		14,304,578	23,496,345	24,284,403
Other comprehensive income for the period				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus		0	0	0
Share of comprehensive income of associates accounted for using the equity method		0	0	0
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		14,304,578	23,496,345	24,284,403

This statement is to be read in conjunction with the accompanying notes.

CITY OF KARRATHA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2025

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts

	Note	2024/25 Budget	2023/24 Forecast	2023/24 Budget
Rates		\$ 57,404,202	\$ 54,440,723	\$ 55,047,700
Grants, subsidies and contributions		15,695,352	19,009,580	19,567,769
Fees and charges		60,868,483	57,907,917	54,448,122
Interest revenue		5,256,295	5,731,009	3,698,669
Goods and services tax received		0	88,345	0
Other revenue		746,785	783,854	842,059
		139,971,117	137,961,428	133,604,319

Payments

Employee costs		(47,120,893)	(40,073,621)	(38,979,028)
Materials and contracts		(36,196,653)	(39,526,078)	(31,833,313)
Utility charges		(6,704,314)	(6,319,707)	(5,994,376)
Finance costs		(17,199)	(20,340)	(20,745)
Insurance paid		(3,703,242)	(3,376,414)	(3,531,718)
Other expenditure		(4,494,275)	(2,549,417)	(2,273,059)
		(98,236,576)	(91,865,577)	(82,632,239)

Net cash provided by operating activities

4	41,734,541	46,095,851	50,972,080
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CASH FLOWS FROM INVESTING ACTIVITIES

Payments for purchase of investment property	5(c)	0	(347,000)	0
Payments for purchase of property, plant & equipment	5(a)	(17,508,163)	(13,702,085)	(12,717,635)
Payments for construction of infrastructure	5(b)	(34,621,064)	(14,828,201)	(28,515,947)
Capital grants, subsidies and contributions		4,521,541	3,369,694	7,486,341
Proceeds from sale of property, plant and equipment	5(a)	1,845,421	763,272	392,000
Proceeds on financial assets at amortised cost - self supporting loans	7(a)	21,285	22,666	24,747
Net cash (used in) investing activities		(45,740,980)	(24,721,654)	(33,330,494)

CASH FLOWS FROM FINANCING ACTIVITIES

Repayment of borrowings	7(a)	(21,285)	(22,666)	(24,502)
Payments for principal portion of lease liabilities	8	(133,322)	(134,326)	(130,835)
Proceeds on disposal of financial assets at amortised cost - term deposits		0	(17,000,000)	0
Net cash (used in) financing activities		(154,607)	(17,156,992)	(155,337)

Net increase (decrease) in cash held

		(4,161,046)	4,217,205	17,486,249
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Cash at beginning of year

Cash and cash equivalents at the end of the year

4	15,593,067	19,754,113	102,845,611
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This statement is to be read in conjunction with the accompanying notes.

CITY OF KARRATHA
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2025

OPERATING ACTIVITIES

Revenue from operating activities

		2024/25 Budget	2023/24 Forecast	2023/24 Budget
General rates	2(a)(i)	\$ 54,333,457	\$ 51,791,612	\$ 50,035,027
Rates excluding general rates	2(a)	3,070,745	2,969,166	3,028,871
Grants, subsidies and contributions		15,695,406	16,747,721	19,567,769
Fees and charges	16	60,868,483	57,907,917	54,448,122
Interest revenue	10(a)	5,256,295	5,731,009	3,698,669
Other revenue		746,785	783,854	450,059

Expenditure from operating activities

Employee costs		(47,120,893)	(40,073,621)	(38,979,028)
Materials and contracts		(36,196,653)	(33,896,015)	(31,833,313)
Utility charges		(6,704,314)	(6,319,707)	(5,994,376)
Depreciation	6	(31,636,862)	(29,211,014)	(31,832,521)
Finance costs	10(c)	(271,895)	(348,440)	(348,440)
Insurance		(3,703,242)	(3,376,414)	(3,531,718)
Other expenditure		(4,494,275)	(2,549,417)	(2,273,059)
Loss on asset disposals	5	0	(30,000)	(30,000)

Non cash amounts excluded from operating activities

	3(c)	31,636,862	29,241,014	31,862,521
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Amount attributable to operating activities

INVESTING ACTIVITIES

Inflows from investing activities

Capital grants, subsidies and contributions		4,461,541	3,369,694	7,486,341
Proceeds from disposal of assets	5	1,845,421	763,272	392,000
Proceeds from financial assets at amortised cost - self supporting loans	7(a)	21,285	22,666	24,747

Outflows from investing activities

Payments for investment property	5(c)	0	(347,000)	0
Payments for property, plant and equipment	5(a)	(17,508,163)	(13,702,085)	(12,717,635)
Payments for construction of infrastructure	5(b)	(34,621,064)	(14,828,201)	(28,515,947)

Non-cash amounts excluded from investing activities

	3(d)	(1,845,421)	(763,272)	(392,000)
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Amount attributable to investing activities

FINANCING ACTIVITIES

Inflows from financing activities

Transfers from reserve accounts	9(a)	24,777,999	9,638,265	7,100,817
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Outflows from financing activities

Repayment of borrowings	7(a)	(21,285)	(22,666)	(24,502)
Payments for principal portion of lease liabilities	8	(133,322)	(134,326)	(130,835)
Transfers to reserve accounts	9(a)	(18,588,938)	(37,480,762)	(26,254,084)

Non-cash amounts excluded from financing activities

	3(e)	133,326	0	0
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Amount attributable to financing activities

MOVEMENT IN SURPLUS OR DEFICIT

Surplus at the start of the financial year

Amount attributable to operating activities	3	9,490	4,126,240	4,770,444
Amount attributable to investing activities		41,479,899	49,367,665	48,268,583
Amount attributable to financing activities		(47,646,401)	(25,484,926)	(33,722,494)
Amount attributable to financing activities		6,167,780	(27,999,489)	(19,308,604)

Surplus/(deficit) remaining after the imposition of general rates

	3	10,768	9,490	7,929
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This statement is to be read in conjunction with the accompanying notes.

CITY OF KARRATHA
FOR THE YEAR ENDED 30 JUNE 2025
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1 BASIS OF PREPARATION

The annual budget is a forward looking document and has been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

Local Government Act 1995 requirements

Section 6.4(2) of the *Local Government Act 1995* read with the *Local Government (Financial Management) Regulations 1996* prescribe that the annual budget be prepared in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied where no inconsistencies exist.

The *Local Government (Financial Management) Regulations 1996* specify that vested land is a right-of-use asset to be measured at cost, and is considered a zero cost concessionary lease. All right-of-use assets under zero cost concessionary leases are measured at zero cost rather than at fair value, except for vested improvements on concessionary land leases such as roads, buildings or other infrastructure which continue to be reported at fair value, as opposed to the vested land which is measured at zero cost. The measurement of vested improvements at fair value is a departure from AASB 16 which would have required the City to measure any vested improvements at zero cost.

Accounting policies which have been adopted in the preparation of this annual budget have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the annual budget has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

The local government reporting entity

All funds through which the City controls resources to carry on its functions have been included in the financial statements forming part of this annual budget.

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 13 to the annual budget.

2023/24 forecast balances

Balances shown in this budget as 2023/24 Actual are estimates as forecast at the time of preparation of the annual budget and are subject to final adjustments.

Budget comparative figures

Unless otherwise stated, the budget comparative figures shown in the budget relate to the original budget estimate for the relevant item of disclosure.

Comparative figures

Where required, comparative figures have been adjusted to conform with changes in presentation for the current financial year.

Rounding off figures

All figures shown in this statement are rounded to the nearest dollar.

Statement of Cashflows

Investing and financing transactions that do not require the use of cash or cash equivalents shall be excluded from a statement of cash flows. Such transactions shall be disclosed elsewhere in the financial statements in a way that provides all the relevant information about these investing and financing activities.

Initial application of accounting standards

During the budget year, the below revised Australian Accounting Standards and Interpretations are expected to be compiled, become mandatory and be applicable to its operations.

- AASB 2020-1 Amendments to Australian Accounting Standards
 - Classification of Liabilities as Current or Non-current
- AASB 2022-5 Amendments to Australian Accounting Standards
 - Lease Liability in a Sale and Leaseback
- AASB 2022-6 Amendments to Australian Accounting Standards
 - Non-current Liabilities with Covenants
- AASB 2023-1 Amendments to Australian Accounting Standards
 - Supplier Finance Arrangements
- AASB 2023-3 Amendments to Australian Accounting Standards
 - Disclosure of Non-current Liabilities with Covenants: Tier 2

It is not expected these standards will have an impact on the annual budget.

- AASB 2022-10 Amendments to Australian Accounting Standards
 - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities, became mandatory during the budget year. Amendments to AASB 13 *Fair Value Measurement* impacts the future determination of fair value when revaluing assets using the cost approach. Timing of future revaluations is defined by regulation 17A of *Local Government (Financial Management) Regulations 1996*. Impacts of this pronouncement are yet to be quantified and are dependent on the timing of future revaluations of asset classes. No material impact is expected in relation to the 2024-25 statutory budget.

New accounting standards for application in future years

The following new accounting standards will have application to local government in future years:

- AASB 2014-10 Amendments to Australian Accounting Standards
 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- AASB 2021-7c Amendments to Australian Accounting Standards
 - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]
- AASB 2022-9 Amendments to Australian Accounting Standards
 - Insurance Contracts in the Public Sector
- AASB 2023-5 Amendments to Australian Accounting Standards
 - Lack of Exchangeability

It is not expected these standards will have an impact on the annual budget.

Judgements, estimates and assumptions

The preparation of the annual budget in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The balances, transactions and disclosures impacted by accounting estimates are as follows:

- estimated fair value of certain financial assets
- estimation of fair values of land and buildings and investment property
- impairment of financial assets
- estimation uncertainties and judgements made in relation to lease accounting
- estimated useful life of assets
- estimation of provisions
- estimation of fair value of leases

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2024/25 Budgeted rate revenue	2024/25 Budgeted interim rates	2024/25 Budgeted total revenue	2023/24 Forecast total revenue	2023/24 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$
(i) General rates									
Residential		0.076119	7,079	250,893,391	19,097,754	23,184	19,120,938	18,445,880	18,455,717
Commercial / Industrial		0.105689	784	85,547,428	9,041,422	65,170	9,106,592	8,639,869	8,791,821
Airport / Strategic Industry		0.152238	34	12,978,430	1,975,810	40,365	2,016,175	1,935,377	1,967,447
Transient Workforce Accommodation / Workforce		0.305799	26	36,028,720	11,017,547	519,570	11,537,117	10,792,373	9,025,585
Pastoral		0.117051	10	1,997,400	233,798	1,035	234,833	225,892	226,892
Mining / Other		0.150100	246	9,786,594	1,468,968	21,745	1,490,713	1,292,259	1,318,781
Strategic Industry		0.208808	31	51,846,931	10,826,054	1,035	10,827,089	10,459,962	10,248,784
Total general rates			8,210	449,078,894	53,661,353	672,104	54,333,457	51,791,612	50,035,027
(ii) Minimum payment									
		Minimum \$							
Residential		1,724	1,471	21,602,569	2,536,004	0	2,536,004	2,419,032	2,479,008
Commercial / Industrial		1,750	384	2,839,541	672,000	0	672,000	625,670	627,361
Airport / Strategic Industry		1,750	4	7,000	7,000	0	7,000	6,764	3,382
Transient Workforce Accommodation / W		1,750	0	0	0	0	0	0	0
Pastoral		367	0	0	0	0	0	0	0
Mining / Other		367	167	191,559	61,289	0	61,289	57,865	59,285
Strategic Industry		367	11	11	4,037	0	4,037	3,905	3,905
Total minimum payments			2,037	24,640,680	3,280,330	0	3,280,330	3,113,236	3,172,941
Total general rates and minimum payments									
			10,247	473,719,574	56,941,683	672,104	57,613,787	54,904,848	53,207,968
(iii) Ex-gratia rates									
Karratha Solar Power					1,449	0	1,449	1,400	1,400
DBNGP					55,890	0	55,890	54,000	54,000
Total ex-gratia rates			0	0	57,339	0	57,339	55,400	55,400
					56,999,022	672,104	57,671,126	54,960,248	53,263,368
Waivers or Concessions (Refer note 2(f))					0	0	(266,924)	(199,470)	(199,470)
Total rates					56,999,022	672,104	57,404,202	54,760,778	53,063,898

The City did not raise specified area rates for the year ended 30th June 2025.

All rateable properties within the district used predominantly for non-rural purposes are rated according to their Gross Rental Valuation (GRV), all other properties are rated according to their Unimproved Valuation (UV).

The general rates detailed for the 2024/25 financial year have been determined by Council on the basis of raising the revenue required to meet the estimated deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than general rates and also considering the extent of any increase in rating over the level adopted in the previous year.

The minimum rates have been determined by Council on the basis that all ratepayers must make a reasonable contribution to the cost of local government services/facilities.

CITY OF KARRATHA
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2025

2. RATES AND SERVICE CHARGES (CONTINUED)

(b) Interest Charges and Instalments - Rates and Service Charges

The following instalment options are available to ratepayers for the payment of rates and service charges.

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment	16/09/2024	0	0.0%	7.0%
Option two				
First instalment	16/09/2024	0	4.5%	7.0%
Second instalment	2/12/2024	10	4.5%	7.0%
Option three				
First instalment	16/09/2024	0	4.5%	7.0%
Second instalment	2/12/2024	10	4.5%	7.0%
Third instalment	10/02/2025	10	4.5%	7.0%
Fourth instalment	28/04/2025	10	4.5%	7.0%

	2024/25 Budget revenue	2023/24 Forecast revenue	2023/24 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	168,378	62,090	67,880
Instalment plan interest earned	169,200	131,797	150,090
Unpaid rates and service charge interest earned	190,800	168,564	170,830
	528,378	362,451	388,800

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Objectives and Reasons for Differential Rating

To provide equity in the rating of properties across the City the following rate categories have been determined for the implementation of differential rating.

Differential general rate

Description	Characteristics	Objects	Reasons
GROSS RENTAL VALUE PROPERTIES (GRV)			
Residential	Residential – means any land that is predominantly used for residential purposes; or which is vacant of any construction and is zoned as residential under the City’s Planning Scheme.	This differential rate is applicable to properties that have a predominant land use of residential or used by organisations involved in activities for community benefit including Arts and Craft facilities, Youth Centres, Day Care Centres, Sporting Grounds/Clubs (that do not run a commercial business/kitchen) and health & emergency service facilities.	The reason for the rate in the dollar for this category is to reflect the level of rating required to raise the necessary revenue to operate efficiently and provide the diverse range of services and programs and associated infrastructure/facilities required for developed residential and urban areas. Also to further the City’s strategic goals to encourage and support residential development in the town sites and organisations that contribute toward a safe, healthy, cohesive and vibrant community.
Commercial / Industrial	Commercial / Industrial – means any land that is predominantly used for either: commercial purposes; tourism purposes; industrial purposes; a combination of industrial, commercial and tourism purposes; or which is vacant of any construction, and is zoned as Commercial, Tourism, Town Centre, Industrial or Mixed Business under the City’s Planning Scheme. Or that does not have the characteristics of any other GRV differential rate category.	The objective is to raise revenue to contribute toward associated costs, but not limited to, rubbish collection in relevant areas, town planning control costs, health inspections and administration costs, complexity in building control, traffic volumes and vehicle mass due to commercial and industrial activity, parking facilities, traffic management, pedestrian access, commercial and industrial signage, visitor servicing and street furniture.	The reason for the rate in the dollar for this category is to recognise a greater share of costs associated with economic development, tourism and marketing, parking, light industrial area (LIA) infrastructure, environmental health and regulatory services, and CBD infrastructure and amenity.

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Objectives and Reasons for Differential Rating (continued)

Description	Characteristics	Objects	Reasons
Airport / Strategic Industry	Airport / Strategic Industry – means any land which is located within Karratha Airport (Reserve #30948); or that is predominantly used for the purpose of resource processing.	Strategic Industry – properties with a land use of Strategic Industry have State or Regional significance which utilise a proportionately high level of infrastructure assets due to heavy haulage vehicle movements. In addition, they also impact on the provision of environmental and strategic planning services as well as access to all other services and facilities provided by Council. Airport - properties located in the Karratha Airport Precinct (second busiest airport in Western Australia) receive direct benefit from significant Airport Infrastructure and services more so than any other ratepayer. In addition, these properties have access to all other services and facilities provided by Council.	The reasons for the category are to recognise a greater share of costs associated with economic development, tourism and marketing, parking, and transport infrastructure associated with heavy plant and equipment.
Transient Workforce Accommodation / Workforce	Transient Workforce Accommodation / Workforce Accommodation – means any land that is predominantly used for the purpose of workforce accommodation; or that is predominantly used for the purpose of transient workforce accommodation; or that has been zoned as Transient Workforce.	This differential rate maintains a proportional share of rating required to raise the necessary revenue to operate efficiently and provide the diverse range of services and programs and associated infrastructure/facilities required for developed residential and urban areas. These services, programs and facilities are available to FIFO workers in the same manner as they are available to all other residents of the City and the contribution from this category has been set at a level that reflects this fact.	The rate for this category supports Council's preferred option that the operational workforce associated with resource interests be housed in normal residential properties within the town boundaries.

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Objectives and Reasons for Differential Rating (continued)

Description	Characteristics	Objects	Reasons
UNIMPROVED VALUE PROPERTIES (UV)			
Pastoral	Pastoral – means any land that currently has a pastoral lease granted; and that is used predominantly for the purpose of grazing (including agistment), dairying, pig farming, poultry farming, fish farming, tree farming, bee-keeping, viticulture, horticulture, fruit growing or the growing of crops of any kind or for any combination of these activities.	The land is predominantly used for providing a tourism service, including Caravan Parks and Holiday Accommodation. The reason for a lower rate applied to the UV Tourism category, as compared to UV Mining/Industrial, is to reflect the lower level of impact these activities have on general infrastructure and facilities including road infrastructure, recreation facilities and the permanent nature of the business activity relevant to mining and related industry	The rate for this category maintains an increase to the average rate for Pastoral Stations of 3.5%
Mining / Other	Mining / Other – means any land that a mining, exploration, prospecting or retention lease and/or license has been granted; or that does not have the characteristics of any other UV differential rate category.	The reason for this category is to reflect the impact on utilisation of rural infrastructure (comparative to Pastoral) by heavy transport and associated higher traffic volumes. In addition, these properties have access to all other services and facilities provided by Council.	The rate for this category maintains an increase to the average rate for Mining/Other properties of 3.50%
Strategic Industry	Strategic Industry – means any land that is predominantly used for industrial purposes; or that is predominantly used for the purpose of resource processing; or that is predominantly used for the purpose of supporting a transient workforce.	The reasons for this category are to reflect the impact on utilisation of urban and rural infrastructure (comparative to Pastoral) by heavy transport and associated higher traffic volumes by operations associated with State Agreements and/or significant resource sector operations. In addition, these properties have access to all other services and facilities provided by Council.	The higher differential rate for this category is proposed in order to levy a somewhat commensurate rate comparative with their impact on the local community (i.e. heavy haulage vehicle movements, environmental health, strategic planning).

CITY OF KARRATHA
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2025

2. RATES AND SERVICE CHARGES (CONTINUED)

(d) Differential Minimum Payment

Description	Reasons
GROSS RENTAL VALUE PROPERTIES (GRV)	
Residential	The minimum rate of \$1,724 is to ensure that all ratepayers make a reasonable contribution for basic services and infrastructure.
Commercial / Industrial	The minimum rate of \$1,750 is to ensure that all ratepayers make a reasonable contribution for basic services and infrastructure.
Airport / Strategic Industry	
Transient Workforce Accomodation / Workforce	
UNIMPROVED VALUE PROPERTIES (UV)	
Pastoral	The UV minimum rate of \$367 is to ensure that all ratepayers make a reasonable contribution for basic services and infrastructure.
Mining / Other	
Strategic Industry	

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

2. RATES AND SERVICE CHARGES (CONTINUED)

(e) Service Charges

The City did not raise service charges for the year ended 30th June 2025.

(f) Waivers or concessions

Rate, fee or charge to which the waiver or concession is granted	Type	Waiver/ Concession	Discount %	Discount (\$)	2024/25 Budget	2023/24 Forecast	2023/24 Budget	Circumstances in which the waiver or concession is granted	Objects and reasons of the waiver or concession
					\$	\$	\$		
Cossack Concessions	Rate	Concession		1,674	31,806	30,704	30,704	All 19 rateable residential properties within the Cossack Township	To provide rating relief to property owners in the Cossack Township
Cossack Concessions	Rate	Concession		1,674	1,674	1,641	1,641	All rateable non-residential property within the Cossack Township	To provide rating relief to property owners in the Cossack Township
Community Waivers	Rate	Concession	100.00%		233,444	167,125	167,125	Waiver of Fees and Charges for local Community Groups where no commercial return is derived from the property	To assist local Community Groups to remain operational
					266,924	199,470	199,470		

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

3. NET CURRENT ASSETS

(a) Composition of estimated net current assets

Current assets

Cash and cash equivalents
Financial assets
Receivables
Inventories

Less: current liabilities

Trade and other payables
Lease liabilities
Long term borrowings
Employee provisions

Net current assets

Less: Total adjustments to net current assets

Net current assets used in the Statement of Financial Activity

(b) Current assets and liabilities excluded from budgeted deficiency

The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with *Financial Management Regulation 32* to agree to the surplus/(deficit) after imposition of general rates.

Adjustments to net current assets

Less: Cash - reserve accounts
Less: Current assets not expected to be received at end of year
- Land held for resale
- Provision for landfill remediation
Add: Current liabilities not expected to be cleared at end of year
- Current portion of borrowings
- Current portion of lease liabilities
- Current portion of employee benefit provisions held in reserve

Total adjustments to net current assets

Note	2024/25 Budget 30 June 2025	2023/24 Forecast 30 June 2024	2023/24 Budget 30 June 2024
	\$	\$	\$
4	15,593,067	19,754,113	102,845,611
	89,999,946	85,684,336	49,249
	10,824,305	10,824,251	6,437,986
	671,693	671,693	1,124,521
	117,089,011	116,934,393	110,457,367
	(6,557,555)	(6,557,555)	(1,069,104)
8	(121,461)	(134,326)	(166,242)
7	(1,381)	(22,666)	(42,351)
	(4,061,537)	(4,061,537)	(4,449,364)
	(10,741,934)	(10,776,084)	(5,727,061)
	106,347,077	106,158,309	104,730,306
3(b)	(106,336,309)	(106,148,819)	(104,722,377)
	10,768	9,490	7,929
9	(101,740,383)	(107,929,444)	(106,942,430)
	(2,548,882)	(2,437,904)	(2,437,904)
	(6,231,423)	0	0
	1,381	22,666	42,351
	121,461	134,326	166,242
	4,061,537	4,061,537	4,449,364
	(106,336,309)	(106,148,819)	(104,722,377)

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

3. NET CURRENT ASSETS

EXPLANATION OF DIFFERENCE IN NET CURRENT ASSETS AND SURPLUS/(DEFICIT)

Items excluded from calculation of budgeted deficiency

When calculating the budget deficiency for the purpose of Section 6.2 (2)(c) of the *Local Government Act 1995* the following amounts have been excluded as provided by *Local Government (Financial Management) Regulation 32* which will not fund the budgeted expenditure.

(c) Non-cash amounts excluded from operating activities

The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Statement of Financial Activity in accordance with *Financial Management Regulation 32*.

Adjustments to operating activities

Add: Loss on asset disposals

Add: Depreciation

Non cash amounts excluded from operating activities

Note	2024/25 Budget 30 June 2025	2023/24 Forecast 30 June 2024	2023/24 Budget 30 June 2024
	\$	\$	\$
5	0	30,000	30,000
6	31,636,862	29,211,014	31,832,521
	31,636,862	29,241,014	31,862,521

(d) Non-cash amounts excluded from investing activities

The following non-cash revenue or expenditure has been excluded from amounts attributable to investing activities within the Statement of Financial Activity in accordance with *Financial Management Regulation 32*.

Adjustments to investing activities

Movement in current other provision associated with restricted cash

Non cash amounts excluded from investing activities

Note	2024/25 Budget 30 June 2025	2023/24 Forecast 30 June 2024	2023/24 Budget 30 June 2024
	\$	\$	\$
	(1,845,421)	(763,272)	(392,000)
	(1,845,421)	(763,272)	(392,000)

(e) Non-cash amounts excluded from financing activities

The following non-cash revenue or expenditure has been excluded from amounts attributable to financing activities within the Statement of Financial Activity in accordance with *Financial Management Regulation 32*.

Adjustments to financing activities

Less: Lease liability recognised

Non cash amounts excluded from financing activities

Note	2024/25 Budget 30 June 2025	2023/24 Forecast 30 June 2024	2023/24 Budget 30 June 2024
	\$	\$	\$
	133,326	0	0
	133,326	0	0

3. NET CURRENT ASSETS

(f) MATERIAL ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the City's operational cycle. In the case of liabilities where the City does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current or non-current based on the City's intentions to release for sale.

TRADE AND OTHER PAYABLES

Trade and other payables represent liabilities for goods and services provided to the City prior to the end of the financial year that are unpaid and arise when the City becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.

PREPAID RATES

Prepaid rates are, until the taxable event has occurred (start of the next financial year), refundable at the request of the ratepayer. Rates received in advance are initially recognised as a financial liability. When the taxable event occurs, the financial liability is extinguished and the City recognises revenue for the prepaid rates that have not been refunded.

INVENTORIES

General

Inventories are measured at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Superannuation

The City contributes to a number of superannuation funds on behalf of employees. All funds to which the City contributes are defined contribution plans.

LAND HELD FOR RESALE

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development is completed are expensed.

Gains and losses are recognised in profit or loss at the time of signing an unconditional contract of sale if significant risks and rewards, and effective control over the land, are passed on to the buyer at this point.

Land held for resale is classified as current except where it is held as non-current based on the City's intentions to release for sale.

GOODS AND SERVICES TAX (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

CONTRACT LIABILITIES

Contract liabilities represent the City's obligation to transfer goods or services to a customer for which the City has received consideration from the customer.

Contract liabilities represent obligations which are not yet satisfied. Contract liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

TRADE AND OTHER RECEIVABLES

Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for grants, contributions, reimbursements, and goods sold and services performed in the ordinary course of business.

Trade and other receivables are recognised initially at the amount of consideration that is unconditional, unless they contain significant financing components, when they are recognised at fair value.

Trade receivables are held with the objective to collect the contractual cashflows and therefore the City measures them subsequently at amortised cost using the effective interest rate method.

Due to the short term nature of current receivables, their carrying amount is considered to be the same as their fair value. Non-current receivables are indexed to inflation, any difference between the face value and fair value is considered immaterial.

The City applies the AASB 9 simplified approach to measuring expected credit losses using a lifetime expected loss allowance for all trade receivables. To measure the expected credit losses, rates receivable are separated from other trade receivables due to the difference in payment terms and security for rates receivable.

PROVISIONS

Provisions are recognised when the City has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

EMPLOYEE BENEFITS

Short-term employee benefits

Provision is made for the City's obligations for short-term employee benefits. Short term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The City's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the determination of the net current asset position.

The City's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the determination of the net current asset position.

Other long-term employee benefits

Long-term employee benefits provisions are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur.

The City's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the City does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

CONTRACT ASSETS

Contract assets primarily relate to the City's right to consideration for work completed but not billed at the end of the period.

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

4. RECONCILIATION OF CASH

For the purposes of the Statement of Cash Flows, cash includes cash and cash equivalents, net of outstanding bank overdrafts. Estimated cash at the end of the reporting period is as follows:

	Note	2024/25 Budget	2023/24 Forecast	2023/24 Budget
Cash at bank and on hand		\$ 2,093,067	\$ 2,254,113	\$ 102,845,611
Term deposits		13,500,000	17,500,000	0
Total cash and cash equivalents		15,593,067	19,754,113	102,845,611
Held as				
- Unrestricted cash and cash equivalents		3,852,684	1,764,669	(4,156,819)
- Restricted cash and cash equivalents		11,740,383	17,989,444	107,002,430
	3(a)	15,593,067	19,754,113	102,845,611
Restrictions				
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
- Cash and cash equivalents		11,740,383	17,989,444	107,002,430
- Restricted financial assets at amortised cost - term deposits		90,000,000	90,000,000	0
		101,740,383	107,989,444	107,002,430
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Financially backed reserves	9	101,740,383	107,929,444	106,942,430
Other Provisions		0	60,000	60,000
		101,740,383	107,989,444	107,002,430
Reconciliation of net cash provided by operating activities to net result				
Net result		14,304,578	23,496,345	24,284,403
Depreciation	6	31,636,862	29,211,014	31,832,521
(Profit)/loss on sale of asset	5	0	30,000	30,000
(Increase)/decrease in receivables		(54)	1,376,149	1,983,802
(Increase)/decrease in contract assets		0	654,000	0
Increase/(decrease) in payables		0	(5,630,063)	0
Increase/(decrease) in other provision		314,696	328,100	327,695
Capital grants, subsidies and contributions		(4,521,541)	(3,369,694)	(7,486,341)
Net cash from operating activities		41,734,541	46,095,851	50,972,080

MATERIAL ACCOUNTING POLICES

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks, other short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts.

Bank overdrafts are shown as short term borrowings in current liabilities in Note 3 - Net Current Assets.

FINANCIAL ASSETS AT AMORTISED COST

The City classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

5. PROPERTY, PLANT AND EQUIPMENT

The following assets are budgeted to be acquired and/or disposed of during the year.

	2024/25 Budget				2023/24 Forecast				2023/24 Budget			
	Disposals -		Disposals -	Disposals -	Disposals -		Disposals -	Disposals -	Disposals -		Disposals -	Disposals -
	Additions	Sale Proceeds			Additions	Net Book Value			Additions	Net Book Value		
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
(a) Property, Plant and Equipment												
Land - freehold land	0	1,455,204	0	0	1,700,000	343,636	343,636	0	20,000	0	0	0
Buildings - non-specialised	13,046,371	0	0	0	7,624,614	0	0	0	8,499,135	0	0	0
Furniture and equipment	1,145,000	0	0	0	1,895,744	0	0	0	1,467,000	0	0	0
Plant and equipment	1,606,365	390,217	0	0	2,481,727	449,636	419,636	(30,000)	1,964,000	422,000	392,000	(30,000)
Equipment	1,710,427	0	0	0	0	0	0	0	767,500	0	0	0
Total	17,508,163	1,845,421	0	0	13,702,085	793,272	763,272	(30,000)	12,717,635	422,000	392,000	(30,000)
(b) Infrastructure												
Infrastructure - roads	9,159,946	0	0	0	5,376,679	0	0	0	9,808,498	0	0	0
Infrastructure - footpaths	2,945,000	0	0	0	3,071,891	0	0	0	2,572,218	0	0	0
Infrastructure - drainage	1,400,000	0	0	0	1,185,000	0	0	0	905,000	0	0	0
Infrastructure - Parks, Recreation and Open Space	4,623,543	0	0	0	4,802,379	0	0	0	5,447,922	0	0	0
Infrastructure - Aerodromes	3,245,000	0	0	0	0	0	0	0	1,000,000	0	0	0
Infrastructure - Miscellaneous Structures	13,247,575	0	0	0	392,252	0	0	0	8,782,309	0	0	0
Total	34,621,064	0	0	0	14,828,201	0	0	0	28,515,947	0	0	0
(c) Investment Property												
Buildings					347,000	0	0	0				
	0	0	0	0	347,000	0	0	0	0	0	0	0
Total	52,129,227	1,845,421	0	0	28,877,286	793,272	763,272	(30,000)	41,233,582	422,000	392,000	(30,000)

MATERIAL ACCOUNTING POLICIES

RECOGNITION OF ASSETS

Assets for which the fair value as at the date of acquisition is under \$5,000 are not recognised as an asset in accordance with *Financial Management Regulation 17A (5)* . These assets are expensed immediately.

Where multiple individual low value assets are purchased together as part of a larger asset or collectively forming a larger asset exceeding the threshold, the individual assets are recognised as one asset and capitalised.

GAINS AND LOSSES ON DISPOSAL

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in profit or loss in the period which they arise.

CITY OF KARRATHA
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2025

6. DEPRECIATION

By Class

Buildings - non-specialised
Furniture and equipment
Plant and equipment
Equipment
Artwork & Scupltures
Landfill Post Closure Asset
Right of use - buildings
Infrastructure - roads

By Program

Governance
Law, order, public safety
Health
Education and welfare
Housing
Community amenities
Recreation and culture
Transport
Economic services
Other property and services

2024/25 Budget	2023/24 Forecast	2023/24 Budget
\$	\$	\$
10,750,534	9,521,816	10,730,254
616,149	581,271	615,124
2,060,327	1,943,705	2,053,781
300,498	283,487	283,576
50,337	47,485	47,240
912,785	861,118	1,735,596
183,525	158,254	158,600
16,762,707	15,813,878	16,208,350
31,636,862	29,211,014	31,832,521
949	895	895
178,376	168,277	173,489
50,099	32,837	33,612
148,930	0	0
1,254,850	1,183,821	1,131,487
2,267,513	2,139,164	3,018,508
10,285,101	9,868,742	9,998,130
14,101,999	13,303,776	13,754,202
72,885	68,758	68,653
3,276,160	2,444,744	3,653,545
31,636,862	29,211,014	31,832,521

MATERIAL ACCOUNTING POLICIES

DEPRECIATION

The depreciable amount of all fixed assets including buildings but excluding freehold land, are depreciated on a straight-line basis over the individual asset’s useful life from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvements.

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset’s carrying amount is written down immediately to its recoverable amount if the asset’s carrying amount is greater than its estimated recoverable amount.

Major depreciation periods used for each class of depreciable asset are:

Buildings - non-specialised	10 to 100 years
Buildings - specialised	50 to 80 years
Furniture and equipment	4 to 10 years
Plant and equipment	5 to 15 years
Equipment	3 to 10 years
Artwork & Scupltures	50 years
Landfill Post Closure Asset	Based on open landfill cells
Right of use - buildings	Based on the remaining lease
Infrastructure - roads	20 to 80 years
Infrastructure - footpaths	20 years
Infrastructure - drainage	80 years
Infrastructure - Parks, Recreation and Open Space	30 to 75 years
Infrastructure - Aerodromes	10 to 60 Years
Infrastructure - Miscellaneous Structures	40 Years
Right of use - plant and equipment	Based on the remaining lease

AMORTISATION

The depreciable amount of all intangible assets with a finite useful life, are depreciated on a straight-line basis over the individual asset’s useful life from the time the asset is held for use.

The assets residual value of intangible assets is considered to be zero and useful live and amortisation method are reviewed at the end of each financial year.

Amortisation is included within Depreciation on non-current assets in the Statement of Comprehensive Income.

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

7. BORROWINGS

(a) Borrowing repayments

Movement in borrowings and interest between the beginning and the end of the current financial year.

Purpose	Loan Number	Institution	Interest Rate	Budget Principal	2024/25 Budget New Loans	2024/25 Budget Principal Repayments	Budget Principal outstanding	2024/25 Budget Interest Repayments	Forecast Principal	2023/24 Forecast New Loans	2023/24 Forecast Principal Repayments	Forecast Principal outstanding	2023/24 Forecast Interest Repayments	Budget Principal	2023/24 Budget New Loans	2023/24 Budget Principal Repayments	Budget Principal outstanding	2023/24 Budget Interest Repayments
				1 July 2024	\$	\$	30 June 2025	\$	1 July 2023	\$	\$	30 June 2024	\$	1 July 2023	\$	\$	30 June 2024	\$
Self Supporting Loans Karratha KATS Club	2023-1	WATC		21,285	0	(21,285)	0	(364)	43,951	0	(22,666)	21,285	(1,149)	50,000	0	(24,502)	25,498	(1,550)
				21,285	0	(21,285)	0	(364)	43,951	0	(22,666)	21,285	(1,149)	50,000	0	(24,502)	25,498	(1,550)
				21,285	0	(21,285)	0	(364)	43,951	0	(22,666)	21,285	(1,149)	50,000	0	(24,502)	25,498	(1,550)

All borrowing repayments, other than self supporting loans, will be financed by general purpose revenue.
The self supporting loan(s) repayment will be fully reimbursed.

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

7. BORROWINGS

(b) New borrowings - 2024/25

The City does not intend to undertake any new borrowings for the year ended 30th June 2025

(c) Unspent borrowings

The City had no unspent borrowing funds as at 30th June 2024 nor is it expected to have unspent borrowing funds as at 30th June 2025.

(d) Credit Facilities

	2024/25 Budget	2023/24 Forecast	2023/24 Budget
	\$	\$	\$
Undrawn borrowing facilities credit standby arrangements			
Bank overdraft limit	1,000,000	1,000,000	1,000,000
Bank overdraft at balance date	0	0	0
Credit card limit	126,000	126,000	101,000
Credit card balance at balance date	0	32,004	(1,020)
Total amount of credit unused	1,126,000	1,158,004	1,099,980
Loan facilities			
Loan facilities in use at balance date	0	21,285	25,498

MATERIAL ACCOUNTING POLICIES

BORROWING COSTS

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset until such time as the asset is substantially ready for its intended use or sale.

8. LEASE LIABILITIES

Purpose	Lease Number	Institution	Lease Interest Rate	Lease Term	Budget Lease Principal	2024/25 Budget New Leases	2024/25 Budget Lease Principal Repayments	Budget Lease Principal outstanding 30 June 2025	2024/25 Budget Lease Interest Repayments	Forecast Principal 1 July 2023	2023/24 Forecast New Leases	2023/24 Forecast Lease Principal repayments	Forecast Lease Principal outstanding 30 June 2024	2023/24 Forecast Lease Interest repayments	Budget Principal 1 July 2023	2023/24 Budget New Leases	2023/24 Budget Lease Principal repayments	Budget Lease Principal outstanding 30 June 2024	2023/24 Budget Lease Interest Repayments
					\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
ERP Project Office		Glensal Pty Ltd	1.2%	3 years	0	0	0	0	(253)	4,994	0	(4,994)	0	(8)	4,992	0	(4,992)	0	(8)
Roebourne Library		Wawardu Ltd	2.3%	5 years	12,865	0	(12,865)	0	(135)	27,983	0	(15,118)	12,865	(482)	27,973	0	(15,118)	12,855	(483)
Tambrey Indoor Play Centre		Tambrey Developments Pty Ltd	1.9%	10 years	927,462	0	(120,457)	807,005	(16,447)	1,041,676	0	(114,214)	927,462	(18,702)	1,071,116	0	(110,724)	960,392	(18,704)
					940,327	0	(133,322)	807,005	(16,835)	1,074,653	0	(134,326)	940,327	(19,191)	1,104,082	0	(130,835)	973,247	(19,195)

MATERIAL ACCOUNTING POLICIES

LEASES

At the inception of a contract, the City assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

At the commencement date, a right-of-use asset is recognised at cost and a lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the City uses its incremental borrowing rate.

LEASE LIABILITIES

The present value of future lease payments not paid at the reporting date discounted using the incremental borrowing rate where the implicit interest rate in the lease is not readily determined.

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

9. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2024/25 Budget			2023/24 Forecast			2023/24 Budget		
	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by legislation									
(a) Employee Entitlement Reserve	4,604,310	141,467	0	4,745,777	4,401,981	202,329	0	4,604,310	5,352,644
(b) Public Open Space Reserve	141,796	4,359	0	146,155	135,438	6,358	0	141,796	273,123
	4,746,106	145,826	0	4,891,932	4,537,419	208,687	0	4,746,106	5,625,767
Restricted by council									
(a) Aerodrome Reserve	12,342,774	8,243,177	(4,480,000)	16,105,951	5,909,675	6,433,099	0	12,342,774	131,009
(b) Carry Forward Budget Reserve	0	0	0	0	0	0	0	0	6,688
(c) Community Development Reserve	628,571	19,313	0	647,884	599,859	28,712	0	628,571	0
(d) Dampier Drainage Reserve	402	12	0	414	0	402	0	402	0
(e) Economic Development Reserve	1,358,659	44,820	0	1,403,479	1,397,320	61,339	(100,000)	1,358,659	1,545
(f) Infrastructure Reserve	58,273,450	1,924,446	(15,304,258)	44,893,638	41,404,027	22,448,996	(5,579,573)	58,273,450	69,006
(g) Medical Services Assistance Package Reserve	92,417	2,840	(90,000)	5,257	197,749	9,168	(114,500)	92,417	13,757,302
(h) Mosquito Control Reserve	11,052	339	0	11,391	10,556	496	0	11,052	(914,835)
(i) Partnership Reserve	13,070,814	4,688,978	(4,336,902)	13,422,890	12,089,510	4,760,496	(3,779,192)	13,070,814	10,668
(j) Restricted Funds Reserve	79,845	0	0	79,845	79,845	0	0	79,845	518
(k) Waste Management Reserve	17,025,317	3,507,971	(566,839)	19,966,449	13,512,717	3,512,600	0	17,025,317	4,907,839
(l) Workers Compensation Reserve	300,037	11,216	0	311,253	348,270	16,767	(65,000)	300,037	(3,779,192)
	103,183,338	18,443,112	(24,777,999)	96,848,451	75,549,528	37,272,075	(9,638,265)	103,183,338	11,243,337
	107,929,444	18,588,938	(24,777,999)	101,740,383	80,086,947	37,480,762	(9,638,265)	107,929,444	393,835
									15,606,059
									421,418
									101,178,966
									106,942,430

(b) Reserve Accounts - Purposes

In accordance with Council resolutions in relation to each reserve account, the purpose for which the reserves are set aside are as follows:

Reserve name	Anticipated date of use	Purpose of the reserve
(a) Employee Entitlement Reserve	Ongoing	To fund employee leave entitlements when on extended leave, including long service leave as well as periods of Annual Leave for periods greater than 4 weeks duration, thereby retaining salary and wages budgets for the funding of replacement staffing during extended periods of leave.
(b) Public Open Space Reserve	Ongoing	To fund development of land set aside for the purpose of public enjoyment and protection of unique, environmental, social and cultural values for existing and future generations.
(a) Aerodrome Reserve	Ongoing	The purpose of this reserve is to fund the development, operation and maintenance of the Karratha Airport, inclusive of any repayments of borrowings and the funding of employee entitlements.
(b) Carry Forward Budget Reserve	Ongoing	This reserve is for the purpose of preserving projects funds carried over.
(c) Community Development Reserve	Ongoing	The purpose of this reserve is to hold Annual Community Association Grant Scheme unspent payments each year and to fund future projects initiated by Community Associations from time to time via the Annual Community Association Grant Scheme.
(d) Dampier Drainage Reserve	Ongoing	This reserve is maintained as part of an agreement between the City and Hamersley Iron. The purpose of the reserve is to ensure funds are available for the maintenance of drainage in Dampier. Hamersley Iron pay to the City each year a \$10,000 contribution towards this maintenance with any additional works required being drawn from this reserve and similarly, any funds remaining unspent being transferred to this reserve.
(e) Economic Development Reserve	Ongoing	To fund economic development activities within the City, including Destination Marketing, Business Attraction, Property Development and Tourism.
(f) Infrastructure Reserve	Ongoing	The purpose of this reserve is to allow for the use of these reserve funds for the enhancement, replacement, refurbishment and purchase of infrastructure assets or project works of the City inclusive of the associated repayment of borrowings on infrastructure. Project works funded from this reserve may not necessarily belong to the City but must be carried out for the benefit of the City.
(g) Medical Services Assistance Package Reserve	Ongoing	The purpose of this reserve is to fund future assistance to Medical Services in accordance with the City's participation in the Medical Services Incentive Scheme. This is inclusive of retention payments to General Practitioner's in accordance with the Medical Services Incentive Scheme.
(h) Mosquito Control Reserve	Ongoing	The purpose of this reserve is to fund mosquito control programmes inclusive of the purchase of replacement equipment as required.
(i) Partnership Reserve	Ongoing	This reserve is maintained as part of the Community Infrastructure and Services Partnership (the Partnership) and the related funding agreements between the City and Rio Tinto Iron Ore. The purpose of the reserve is to preserve funds received under each funding agreement under the Partnership and restrict the funds for the purpose of each funding agreements.
(j) Restricted Funds Reserve	Ongoing	This reserve is for the purpose of holding Unexpended or Prepaid Grants (other than Royalties for Regions) and Capital Contributions provided for specific purposes.
(k) Waste Management Reserve	Ongoing	The purpose of this reserve is to fund development, operation and maintenance of the City's Waste Management facilities inclusive of repayments of borrowings and the funding of employee entitlements.
(l) Workers Compensation Reserve	Ongoing	The purpose of this reserve is to provide City with sufficient funds to cover its potential liability in regard to the performance based workers compensation scheme of Local Government Insurance Services of which the City of Karratha is a member. Funds within the reserve that become surplus to requirements will be transferred to the City's Employee Entitlements Reserve via way of the City's Annual Budget.

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

10. OTHER INFORMATION

The net result includes as revenues

(a) Interest earnings

Investments
Late payment of fees and charges *
Other interest revenue

*The City has resolved to charge interest under section 6.13 for the late payment of any amount of money at 7%.

The net result includes as expenses

(b) Auditors remuneration

Audit services

(c) Interest expenses (finance costs)

Borrowings (refer Note 7(a))
Interest on lease liabilities (refer Note 8)
Unwinding of discount

(d) Independent Committee Member Remuneration

Meeting Fees - Independent Committee Member
*\$432 per meeting per independent committee member

2024/25 Budget	2023/24 Forecast	2023/24 Budget
\$	\$	\$
4,865,431	5,284,223	3,104,564
30,864	146,425	205,305
360,000	300,361	388,800
5,256,295	5,731,009	3,698,669
80,000	80,000	80,000
80,000	80,000	80,000
364	1,149	1,550
16,835	19,191	19,195
254,696	328,100	327,695
271,895	348,440	348,440
2,592	0	0
2,592	0	0

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

11. ELECTED MEMBERS REMUNERATION

	2024/25 Budget	2023/24 Forecast	2023/24 Budget
	\$	\$	\$
Mayor - Cr Daniel Scott			
Annual Allowance for the Mayor	97,115	62,475	0
Annual Attendance Fee - Mayor	51,412	43,178	32,153
Professional Development Allowance per Councillor	5,000	6,372	5,000
Mayor's Discretionary Fund - Council related expenses	2,000	0	0
ICT Annual Allowance - Mayor, Deputy Mayor and Councillors	3,500	3,500	3,500
Maximum Travelling Expenses per Councillor	6,000	3,746	3,746
	165,027	119,270	44,399
Deputy Mayor - Cr Daiva Gillam			
Deputy Mayor Local Government Allowance	24,279	15,619	0
Annual Attendance Fee - Deputy Mayor and Councillors	34,278	32,153	32,153
Professional Development Allowance per Councillor	5,000	5,000	5,000
ICT Annual Allowance - Mayor, Deputy Mayor and Councillors	3,500	3,500	3,500
Maximum Travelling Expenses per Councillor	6,000	3,746	3,746
	73,057	60,018	44,399
Cr Gillian Furlong			
Annual Attendance Fee - Deputy Mayor and Councillors	34,278	32,153	32,153
Professional Development Allowance per Councillor	5,000	5,000	5,000
ICT Annual Allowance - Mayor, Deputy Mayor and Councillors	3,500	3,500	3,500
Maximum Travelling Expenses per Councillor	6,000	3,746	3,746
	48,778	44,399	44,399
Cr Pablo Miller			
Annual Attendance Fee - Deputy Mayor and Councillors	34,278	32,153	32,153
Professional Development Allowance per Councillor	5,000	5,000	5,000
ICT Annual Allowance - Mayor, Deputy Mayor and Councillors	3,500	3,500	3,500
Maximum Travelling Expenses per Councillor	6,000	3,746	3,746
	48,778	44,399	44,399
Cr Kelly Nunn			
Deputy Mayor Local Government Allowance	0	7,156	22,775
Annual Attendance Fee - Deputy Mayor and Councillors	34,278	32,153	32,153
Professional Development Allowance per Councillor	5,000	5,000	5,000
ICT Annual Allowance - Mayor, Deputy Mayor and Councillors	3,500	3,500	3,500
Maximum Travelling Expenses per Councillor	6,000	3,746	3,746
	48,778	51,555	67,174
Cr Joanne Waterstrom Muller			
Annual Attendance Fee - Deputy Mayor and Councillors	34,278	32,153	32,153
Professional Development Allowance per Councillor	5,000	5,000	5,000
ICT Annual Allowance - Mayor, Deputy Mayor and Councillors	3,500	3,500	3,500
Maximum Travelling Expenses per Councillor	6,000	3,746	3,746
	48,778	44,399	44,399
Cr Brenton Johannsen (sworn in October 2023)			
Annual Attendance Fee - Deputy Mayor and Councillors	34,278	22,050	0
Professional Development Allowance per Councillor	5,000	3,429	0
ICT Annual Allowance - Mayor, Deputy Mayor and Councillors	3,500	2,400	0
Maximum Travelling Expenses per Councillor	6,000	2,569	0
	48,778	30,448	0
Cr Tony Simpson (sworn in October 2023)			
Annual Attendance Fee - Deputy Mayor and Councillors	34,278	22,050	0
Professional Development Allowance per Councillor	5,000	3,429	0
ICT Annual Allowance - Mayor, Deputy Mayor and Councillors	3,500	2,400	0
Maximum Travelling Expenses per Councillor	6,000	2,569	0
	48,778	30,448	0
Cr Sarah Roots (sworn in October 2023)			
Annual Attendance Fee - Deputy Mayor and Councillors	34,278	22,050	0
Professional Development Allowance per Councillor	5,000	3,429	0
ICT Annual Allowance - Mayor, Deputy Mayor and Councillors	3,500	2,400	0
Maximum Travelling Expenses per Councillor	6,000	2,569	0
	48,778	30,448	0
Cr Travis McNaught			
Annual Attendance Fee - Deputy Mayor and Councillors	34,278	32,153	32,153
Professional Development Allowance per Councillor	5,000	5,000	5,000
ICT Annual Allowance - Mayor, Deputy Mayor and Councillors	3,500	3,500	3,500
Maximum Travelling Expenses per Councillor	6,000	3,746	3,745
	48,778	44,399	44,398
Cr Margaret Berling (retired)			
Annual Attendance Fee - Deputy Mayor and Councillors	0	10,103	32,153
Professional Development Allowance per Councillor	0	1,571	5,000
ICT Annual Allowance - Mayor, Deputy Mayor and Councillors	0	1,100	3,500
Maximum Travelling Expenses per Councillor	0	1,177	3,746
	0	13,950	44,399
Mayor - Cr Peter Long (resigned October 2023)			
Annual Allowance for the Mayor	0	28,624	91,099
Annual Attendance Fee - Mayor	0	15,154	48,229
Professional Development Allowance per Councillor	0	2,199	7,000
ICT Annual Allowance - Mayor, Deputy Mayor and Councillors	0	1,100	3,500
Maximum Travelling Expenses per Councillor	0	2,569	3,746
	0	49,646	153,574
Cr Geoff Harris (resigned October 2023)			
Annual Attendance Fee - Deputy Mayor and Councillors	0	10,103	32,153
Professional Development Allowance per Councillor	0	1,571	5,000
ICT Annual Allowance - Mayor, Deputy Mayor and Councillors	0	1,100	3,500
Maximum Travelling Expenses per Councillor	0	1,177	3,746
	0	13,950	44,399
Cr Garry Bailey (retired)			
Annual Attendance Fee - Deputy Mayor and Councillors	0	10,103	32,153
Professional Development Allowance per Councillor	0	1,571	5,000
ICT Annual Allowance - Mayor, Deputy Mayor and Councillors	0	1,100	3,500
Maximum Travelling Expenses per Councillor	0	1,177	3,746
	0	13,950	44,399
Total Elected Member Remuneration	628,308	591,281	620,333
Annual Allowance for the Mayor	97,115	91,099	91,099
Deputy Mayor Local Government Allowance	24,279	22,775	22,775
Annual Attendance Fees	359,914	351,555	382,004
Professional Development Allowance	52,000	52,000	52,000
ICT Annual Allowance - Mayor, Deputy Mayor and Councillors	35,000	34,999	35,000
Maximum Travelling Expenses per Councillor	60,000	38,852	37,459
	628,308	591,281	620,333

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

12. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

Airport Operations

(a) Details

The City operates the Karratha Airport and operates the aerodrome with the purpose of producing a return on infrastructure. Forecasts are reviewed annually as part of Council's Long Term Financial Plan. These assumptions underpin future forecasts for airport operations.

(b) Statement of Comprehensive Income

	2023/24 Forecast	2024/25 Budget	2025/26 Forecast	2026/27 Forecast	2027/28 Forecast	2028/29 Forecast	2029/30 Forecast
	\$	\$	\$	\$	\$	\$	\$
Revenue							
Fees and Charges	24,707,127	24,211,488	25,906,929	27,460,670	28,833,703	29,987,052	30,886,663
Terminal Leases	326,942	5,122,233	5,275,900	5,420,987	5,556,512	5,695,424	5,387,810
Grants and Contributions	452,390	0	0	0	0	0	0
Other Revenue	75,079	55,337	56,997	58,564	60,029	61,529	63,067
	25,561,538	29,389,058	31,239,826	32,940,221	34,450,244	35,744,005	36,337,540
Expenditure							
Employee Costs	(1,648,458)	(2,469,737)	(2,600,319)	(2,711,636)	(2,807,232)	(2,906,123)	(3,008,422)
Materials & Contracts	(4,071,124)	(5,924,407)	(6,102,140)	(6,269,949)	(6,426,697)	(6,587,365)	(6,752,049)
Utilities	(1,524,970)	(1,793,496)	(1,847,301)	(1,898,101)	(1,945,554)	(1,994,193)	(2,044,048)
Insurance	(958,022)	(868,626)	(894,685)	(919,289)	(942,271)	(965,827)	(989,973)
Depreciation	(4,546,609)	(4,306,574)	(4,371,173)	(4,436,740)	(4,503,291)	(4,570,841)	(4,639,403)
Other Expenditure	(64,972)	(47,855)	(49,291)	(50,646)	(51,912)	(53,210)	(54,540)
	(12,814,155)	(15,410,695)	(15,864,909)	(16,286,361)	(16,676,957)	(17,077,559)	(17,488,435)
NET RESULT	12,747,383	13,978,363	15,374,917	16,653,860	17,773,287	18,666,446	18,849,105
TOTAL COMPREHENSIVE INCOME	12,747,383	13,978,363	15,374,917	16,653,860	17,773,287	18,666,446	18,849,105

The Quarter Investment Property

(a) Details

The City operates The Quarter Investment Property with the purpose of producing a return on investment. Forecasts are reviewed annually as part of Council's Long Term Financial Plan. These assumptions underpin future forecasts for The Quarter Investment operations.

	2023/24 Forecast	2024/25 Budget	2025/26 Forecast	2026/27 Forecast	2027/28 Forecast	2028/29 Forecast	2029/30 Forecast
	\$	\$	\$	\$	\$	\$	\$
Revenue							
Leases	4,202,826	3,009,514	3,099,799	3,185,044	3,264,670	3,346,286	3,429,944
Other Revenue	0	1,266,784	1,304,787	1,340,669	1,374,185	1,408,540	1,443,754
	4,202,826	4,276,298	4,404,586	4,525,713	4,638,855	4,754,826	4,873,698
Expenditure							
Employee Costs	(934)	0	0	0	0	0	0
Materials & Contracts	(1,327,515)	(825,858)	(850,633)	(874,026)	(895,877)	(918,273)	(941,230)
Utilities	(526,048)	(366,427)	(377,420)	(387,799)	(397,494)	(407,431)	(417,617)
Insurance	(201,369)	(182,390)	(187,862)	(193,028)	(197,853)	(202,800)	(207,870)
Other expenditure	(251,590)	(176,889)	(181,989)	(186,994)	(191,669)	(196,461)	(201,372)
	(2,307,456)	(1,551,564)	(1,597,904)	(1,641,847)	(1,682,893)	(1,724,965)	(1,768,089)
NET RESULT	1,895,370	2,724,734	2,806,682	2,883,866	2,955,962	3,029,861	3,105,609
TOTAL COMPREHENSIVE INCOME	1,895,370	2,724,734	2,806,682	2,883,866	2,955,962	3,029,861	3,105,609

CITY OF KARRATHA

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30 JUNE 2025

13. TRUST FUNDS

Funds held at balance date which are required by legislation to be credited to the trust fund and which are not included in the financial statements are as follows:

Detail	Balance 30 June 2024	Estimated amounts received	Estimated amounts paid	Estimated balance 30 June 2025
	\$	\$	\$	\$
Public Open Space Contributions	611,767	0	0	611,767
Karratha Agistment Centre Compensation Funds	206,780	0	0	206,780
Other Bonds & Guarantees	26,577	500	(2,000)	25,077
VAST	119	50	0	169
Ranger Bonds	4,665	0	0	4,665
Unclaimed Monies	2,983	300	0	3,283
	852,891	850	(2,000)	851,741

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

14. REVENUE AND EXPENDITURE

(a) Revenue and Expenditure Classification

REVENUES

RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, specific area rates, minimum payment, interim rates, back rates, ex-gratia rates, less discounts offered.

Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

GRANTS, SUBSIDIES AND CONTRIBUTIONS

All amounts received as grants, subsidies and contributions that are not capital grants.

CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

Amounts received specifically for the acquisition, construction of new or the upgrading of non-current assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

FEES AND CHARGES

Revenues (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees.

Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, other fees and charges.

SERVICE CHARGES

Service charges imposed under *Division 6 of Part 6 of the Local Government Act 1995*. Regulation 54 of the *Local Government (Financial Management) Regulations 1996* identifies the charges which can be raised. These are television and radio broadcasting, underground electricity and neighbourhood surveillance services and water.

Exclude rubbish removal charges which should not be classified as a service charge. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

INTEREST REVENUE

Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

OTHER REVENUE / INCOME

Other revenue, which cannot be classified under the above headings, includes dividends, discounts, rebates etc.

PROFIT ON ASSET DISPOSAL

Gain on the disposal of assets including gains on the disposal of long-term investments.

EXPENSES

EMPLOYEE COSTS

All costs associated with the employment of person such as salaries, wages, allowances, benefits such as vehicle and housing, superannuation, employment expenses, removal expenses, relocation expenses, worker's compensation insurance, training costs, conferences, safety expenses, medical examinations, fringe benefit tax, etc.

Note AASB 119 *Employee Benefits* provides a definition of employee benefits which should be considered.

MATERIALS AND CONTRACTS

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, consultancy, maintenance agreements, communication expenses (such as telephone and internet charges), advertising expenses, membership, periodicals, publications, hire expenses, rental, leases, postage and freight etc.

Local governments may wish to disclose more detail such as contract services, consultancy, information technology and rental or lease expenditures.

UTILITIES (GAS, ELECTRICITY, WATER)

Expenditures made to the respective agencies for the provision of power, gas or water.

Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

INSURANCE

All insurance other than worker's compensation and health benefit insurance included as a cost of employment.

LOSS ON ASSET DISPOSAL

Loss on the disposal of fixed assets.

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation and amortisation expenses raised on all classes of assets.

FINANCE COSTS

Interest and other costs of finance paid, including costs of finance for loan debentures, overdraft accommodation and refinancing expenses.

OTHER EXPENDITURE

Statutory fees, taxes, provision for bad debts, member's fees or levies including DFES levy and State taxes. Donations and subsidies made to community groups.

14. REVENUE AND EXPENDITURE

(b) Revenue Recognition

Recognition of revenue from contracts with customers is dependant on the source of revenue and the associated terms and conditions associated with each source of revenue and recognised as follows:

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of Revenue recognition
Rates	General rates	Over time	Payment dates adopted by Council during the year	None	Adopted by Council annually	When taxable events occurs	Not applicable	When rates notice is issued
Service charges	Charge for specific service	Over time	Payment dates adopted by Council during the year	Refund in event monies are unspent	Adopted by Council annually	When taxable events occurs	Not applicable	When rates notice is issued
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and service	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with no contract commitments	General appropriations and contributions with no reciprocal commitment	No obligations	Not applicable	Not applicable	Cash received	On receipt of funds	Not applicable	When assets are controlled
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming	Single point in time	Full payment prior to issue	None	Set by state legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Pool inspections	Compliance safety check	Single point in time	Equal proportion based on an equal annually fee	None	Set by state legislation	Apportioned equally across the inspection cycle	No refunds	Output method based on provision of service
Other inspections	Regulatory Food, Health and Safety	Single point in time	Full payment prior to inspection	None	Set by state legislation or limited by legislation to the cost of provision	Applied fully on timing of inspection	Not applicable	Revenue recognised after inspection event occurs
Waste management collections	Kerbside collection service	Over time	Payment on an annual basis in advance	None	Adopted by Council annually	Apportioned equally across the collection period	Not applicable	Output method based on provision of service
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by Council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	Adopted by Council annually	Applied fully on timing of landing/take-off	Not applicable	On landing/departure event
Property hire and entry	Use of halls and facilities	Single point in time	In full in advance	Refund if event cancelled within 7 days	Adopted by Council annually	Based on timing of entry to facility	Returns limited to repayment of transaction price	On entry or at conclusion of hire
Memberships	Gym and pool membership	Over time	Payment in full in advance	Refund for unused portion on application	Adopted by council annually	Apportioned equally across the access period	Returns limited to repayment of transaction price	Output method over 12 months matched to access right
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Sale of stock	Kiosk and visitor centre stock	Single point in time	In full in advance, on 40 day credit	Refund for faulty goods	Adopted by council annually, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on provision of goods
Commissions	Commissions on ticket sales/artwork	Over time	Payment in full on sale	None	Set by mutual agreement with the customer	On receipt of funds	Not applicable	When assets are controlled
Reimbursements	Insurance claims	Single point in time	Payment in arrears for claimable event	None	Set by mutual agreement with the customer	When claim is agreed	Not applicable	When claim is agreed

CITY OF KARRATHA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

15. PROGRAM INFORMATION

Key Terms and Definitions - Reporting Programs

In order to discharge its responsibilities to the community, Council has developed a set of operational and financial objectives. These objectives have been established both on an overall basis, reflected by the City's Community Vision, and for each of its broad activities/programs.

OBJECTIVE

ACTIVITIES

Governance

To provide a decision making process for the efficient allocation of scarce resources.

Functions relating to Councillors and the oversight of legislative compliance. Expenditure includes election costs as well as fees and allowances paid to elected members and other costs associated with members of Council. Governance also includes other tasks such as the City's internal audit function, Freedom of Information requests, Public Interest Disclosures and procurement policy development and oversight.

General purpose funding

To collect revenue to allow for the provision of services.

Rating (including ex-gratia contributions), interest revenues, investment property revenues and general purpose Government grant functions. Includes the Financial Assistance Grant received from the Local Government Grants Commission and all other rate income.

Law, order, public safety

To provide services to help ensure a safer and environmentally conscious community.

Supervision of various by-laws, fire and emergency services and animal control. Includes expenditure for Ranger Services, State Emergency Service and disaster preparation and recovery expenses.

Health

To provide an operational framework for environmental and community health.

Food control, immunisation services, mosquito control and maintenance of child health centres. Expenditure includes the maintenance of the child health clinic buildings, various health promotions and pest control expenses primarily relating to mosquito control.

Education and welfare

To provide services to disadvantaged persons, the elderly, children and youth.

Maintain preschool facilities and day care centres. This includes expenditure in maintaining the day care centre buildings and also donations to schools for awards etc.

Housing

To provide and maintain staff housing.

Maintenance and operational expenses associated with the provision of staff housing.

Community amenities

To provide services required by the community.

Rubbish collection services, operation of waste facility, administration of town planning schemes and operation of cemeteries. Also included are the costs associated with the maintaining and cleaning of public toilets.

Recreation and culture

To establish and effectively manage infrastructure and resources which will help the social wellbeing of the community.

Maintenance and operation of halls, recreation and aquatic centres, various reserves and libraries. Expenditure includes the cost of the Karratha Leisureplex, Red Earth Arts Precinct, community hubs and other pavilions, ovals and parks maintenance, coastal rehabilitation, and four libraries. Expenses relating radio re-broadcasting are also included in this function.

Transport

To provide safe, effective and efficient transport services to the community.

Construction and maintenance of roads, drainage, footpaths, parking facilities and traffic signs. It also includes expenditure relating to parking control and the operation of the Karratha & Roebourne Airport.

Economic services

To help promote the local government and its economic wellbeing.

Includes expenditure associated with operation of visitor services and camping grounds, in addition to the administration of building controls.

Other property and services

To monitor and control operating accounts.

Includes private works on property and services not under the care, control and management of the City. It also includes expenditure relating to plant operations, technical services, town planning schemes and other unclassified works.

CITY OF KARRATHA
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2025

16. FEES AND CHARGES

	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
By Program:			
Governance	64,600	59,000	41,300
General purpose funding	3,176,250	3,524,476	3,655,323
Law, order, public safety	76,800	75,000	75,000
Health	185,230	175,000	165,000
Education and welfare	84,500	70,800	70,800
Housing	881,014	1,484,057	1,570,188
Community amenities	17,921,654	17,283,765	14,451,307
Recreation and culture	6,896,955	6,395,606	6,164,989
Transport	30,668,999	27,857,860	27,362,285
Economic services	714,280	839,780	770,180
Other property and services	198,201	142,573	121,750
	60,868,483	57,907,917	54,448,122