

City of Karratha

Variance Commentary

As at 31 March 2025

Revenue - Operating Activities		Explanation of Variances		
Amount		Nature	Timing	Permanent
984,301	▲	Fees & Charges		Waste Services - More contaminated waste received than forecast
335,800	▲	Interest		Permanent
212,218	▲	Fees & Charges		Karratha Airport - Revenue for landings and passengers has exceeded the ytd budget, reflecting a better than expected result
103,456	▲	Fees & Charges		Karratha Leisureplex - Increased performance across all admission areas
1,635,775	▲		Positive Variances	
(57,340)	▼	Rates	Rates - Ex Gratia Rates to be processed	
(144,417)	▼	Fees & Charges	Karratha Leisureplex - Dept of Education - joint use agreement still to be invoiced	
(150,701)	▼	Fees & Charges	Karratha Airport - Lagardere annual reconciliation based on sales is yet to be invoiced and is impacting on the ytd actuals	
(535,473)	▼	Other		Loss on Asset Disposal - Disposal losses on KATS club and various Roads
(2,159,096)	▼	Operating Grants	Financial Services - Change in Accounting policy for FAGS recognition. FAGS Grant not yet received	
(3,047,026)	▼		Negative Variances	
(1,411,251)	▼		Net Negative Variance Attributable to Material Items	

Expenditure - Operating Activities		Explanation of Variances		
Amount		Nature	Timing	Permanent
235,960	▲	Materials & Contractors	Sanitation - Invoices not yet received for Karratha Leisureplex, Karratha Airport, and Karratha & Dampier Litter	
223,721	▲	Depreciation		Depreciation - Minor variances across cost centres due to timing of capitalisations.
166,000	▲	Other Expenses	Operations - Footpath & Kerb Maintenance - Program delayed	
148,737	▲	Materials & Contractors	Waste Services - 7 Mile - Delay in processing invoice for Transfer station wall repairs	
88,652	▲	Insurance	Engagement & Partnership - Community Development RFQ not awarded and will be re-advertised	
71,256	▲	Utilities		Karratha Airport - Electricity consumption is lower than expected
67,705	▲	Utilities	Community Facilities - WRP utilities have been paid by WCH utilities	
65,693	▲	Materials & Contractors	Waste Services - Budget for Landfill cell design. Expenditure will be incurred in April	
58,439	▲	Utilities		Parks & Gardens - Incorrect estimations for water use within Budget
1,126,163	▲		Positive Variances	
(59,158)	▼	Other Expenses	Engagement & Partnerships - Community Grants awarded earlier than forecast	
(105,129)	▼	Materials & Contractors		Building Maintenance - Unforeseen Reactive Maintenance Required to Airconditioning Chillers.
(200,551)	▼	Employee Costs		Employment Costs - Variances across the City due to vacancies and limited staffing January to April
(364,838)	▼		Negative Variances	
761,325	▲		Net Positive Variance Attributable to Material Items	

Inflows - Investing Activities		Explanation of Variances		
Amount		Nature	Timing	Permanent
0	▼		Negative Variances	
0	▼		Net Negative Variance Attributable to Material Items	

Outflows - Investing Activities		Explanation of Variances		
---------------------------------	--	--------------------------	--	--

Amount		Nature	Timing	Permanent
804,232	▲	Buildings	Housing/Hancock Way - Awaiting invoices for committed works.	
654,238	▲	Equipment		Karratha Airport - Checked Baggage Screening machine replacement contract delayed, tender has been awarded
581,935	▲	Infrastructure	Ten Year Footpath Program delayed and off track due to Contractor availability	
546,651	▲	Infrastructure	Roebourne Streetscape Masterplan - Construction works on-going, variance relates to cashflow prediction.	
338,117	▲	Furniture & Equipment	Information Technology - Hardware - Purchase of laptops, monitors and accessories delayed due to programmed phasing of works.	
282,137	▲	Infrastructure	Community Programs - REAP - Trailer Stage purchase delayed	
270,389	▲	Infrastructure	Road Reseal Program delayed. Dampier Reseal scheduled for June	
230,305	▲	Infrastructure	KRMO Oval Playing Surface & Lighting - Final claim due in April/May, variance relates to timing of cash flows	
198,135	▲	Infrastructure	Karratha Airport Water Mains - Awaiting invoices for committed works.	
193,732	▲	Work in Progress		Cherratta and Woodbrook Road Resheeting - Direct employment costs for capital works not budgeted for
189,655	▲	Buildings	Karratha Leisureplex - Works start date delayed	
142,046	▲	Infrastructure		40 Mile Beach & Cleaverville Access Road Resheeting - Direct employment costs for capital works not budgeted for
124,701	▲	Work in Progress	Karratha Airport Furniture & Equipment - Delay in project to install additional cameras throughout the airport	
104,691	▲	Buildings	The Youth Shed - Works completed late	
90,906	▲	Infrastructure	Information Technology - Software - Subscriptions delayed due to programmed phasing of works.	
86,436	▲	Infrastructure	Community Facilities - Commitments for equipment purchases made for aquatics and fitness areas. Currently tracking as expected.	
72,000	▲	Work in Progress	KRMO Stadium Terraced Seating - Works planned for June, on track	
53,010	▲	Infrastructure	Reader Head Lookout - Works planned to take place in May/June.	
25,152	▲	Plant	Karratha Leisureplex - Plant room replacement program	
5,258,854	▲		Positive Variances	
(980,076)	▼	Work in Progress	Property Acquisition - Purchase of De Grey Place Units 2 & 4, in P10 budget	
(980,076)	▼		Negative Variances	
4,278,778	▲		Net Positive Variance Attributable to Material Items	

Outflows - Financing Activities		Explanation of Variances		
Amount		Nature	Timing	Permanent
4,255,635	▲	Reserves	Transfer to Reserves - Interim reconciliation completed, some transfers from Infrastructure Reserve actioned prior to end of year	
4,255,635	▲		Positive Variances	
4,255,635	▲		Net Positive Variance Attributable to Material Items	