

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JULY 2022**

**NOTE 14
EXPLANATION OF MATERIAL VARIANCES**

The material variance thresholds are adopted annually by Council as an indicator of whether the actual expenditure or revenue varies from the year to date Actual materially.

The material variance adopted by Council for the 2022-23 year is \$5,000 or 5.00% whichever is the greater.

Nature or type	Var. \$	Var. %	Explanation of positive variances		Explanation of negative variances	
			Timing	Permanent	Timing	Permanent
	\$	%				
Opening funding surplus / (deficit)	400,547	14.34%	▲			
Revenue from operating activities						
Operating grants, subsidies and contributions	(1,522,748)	(98.13%)	▼			
Fees and charges	(1,510,433)	(51.03%)	▼			
Interest earnings	(57,371)	(94.85%)	▼			
Other revenue	(106,783)	(85.03%)	▼			
Expenditure from operating activities						
Employee costs	4,277,089	87.74%	▲			
Materials and contracts	3,178,422	95.64%	▲			
Utility charges	382,000	89.68%	▲			
Depreciation on non-current assets	4,606,079	100.00%	▲			
Interest expenses	20,994	100.00%	▲			
Insurance expenses	219,636	100.00%	▲			
Other expenditure	373,058	98.99%	▲			
Non-cash amounts excluded from operating activities	(4,606,079)	(100.00%)	▼			
Investing activities						
Proceeds from non-operating grants, subsidies and contributions	(9,584,329)	(100.00%)	▼			
Proceeds from disposal of assets	(15,000)	(100.00%)	▼			
Financing activities						
Proceeds from new debentures	1,000,000	0.00%	▲			
Repayment of debentures	(1,000,000)	0.00%	▼			
Closing funding surplus / (deficit)	(3,959,413)	31.84%	▼			