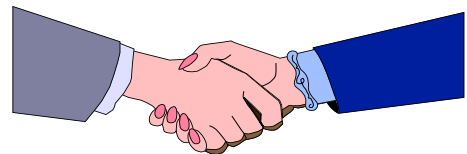


**BUNYE BETFU BUHLE BETFU
SAVINGS AND CREDIT
CO-OPERATIVE SOCIETY
LIMITED**

BUDGET



2022/2023

BUNYE BETFU BUHLE BETFU SAVINGS AND CREDIT COOPERATIVE SOCIETY LIMITED 2022/2023 BUDGET							
	INCOME		Actual	Actual			
	Items	Ref	Mar-21	Year to date	Variance	Variance	Budget
				Actual 2021 /2022		%	2021/2022
							2022 /2023
1	Interest from Banks & Inve	2501-2509,	2 488 816.35	1 857 289.40	1 142 710.60	0.62	3 000 000.00
2	Commission on Insurance	2521	993 288.34	794 773.24	305 226.76	0.72	1 100 000.00
3	Interest on Loans	2201-2207	32 177 875.95	27 518 712.99	5 481 287.01	0.83	33 000 000.00
4	Joining Fees	1501	49 400.00	17 601.00	32 399.00	0.35	50 000.00
5	Meeting Penalties	6503	-	-	0.00	0.00	0.00
6	Other Income	1550 -1551	61 425.81	236 697.67	-86 697.67	1.58	150 000.00
7	Penalties - loans	2301-2307	572 693.26	583 166.57	-283 166.57	1.94	300 000.00
8	Rental Income	2510	638 525.84	404 951.00	195 049.00	0.67	600 000.00
9	Subscription	1502	593 900.00	600 900.00	99 100.00	0.86	700 000.00
10	TOTAL		37 575 925.55	32 014 091.87	6 885 908.13	0.82	38 900 000.00
	EXPENDITURE						
11	Advertising	2704	43 182.13	10 463.50	49 536.50	0.17	60 000.00
12	AGM /SGM Meeting& Ven	2822-2823,	-	879 805.75	920 194.25	0.49	1 800 000.00
13	Audit Fees	2715	-	255 504.35	-5 504.35	1.02	250 000.00
14	Cleaning & Sanitary	2827	7 883.40	4 827.50	25 172.50	0.16	30 000.00
15	Committee Expenses	2785	78 582.68	44 865.30	55 134.70	0.45	100 000.00
16	Donations	2750	-	-	20 000.00	0.00	20 000.00
17	Finance Cost	2718-2729	289 996.46	249 976.98	100 023.02	0.71	350 000.00
18	Heat /lighting ,water &Off	2755 & 279	194 461.48	98 437.80	121 562.20	0.45	220 000.00
19	Honorarium	2760	1 040 420.93	1 130 344.54	19 655.46	0.98	1 150 000.00
20	Insurance- Assets	2765	108 809.36	89 636.21	110 363.79	0.45	200 000.00
21	Interest on Savings and Sha	9991- 9992	19 651 046.70	16 023 963.75	6 976 036.25	0.70	23 000 000.00
22	Internet	2819	128 336.36	79 060.51	40 939.49	0.66	120 000.00
23	Legal Fees	2833	-	30 618.25	149 381.75	0.17	180 000.00
24	Licences & Retainer Fees	2836 & 281	289 266.57	117 122.91	132 877.09	0.47	250 000.00
25	Marketing and Education	2834 ,2710	21 134.00	41 047.80	308 952.20	0.12	350 000.00
26	Depreciation	2730,2735,	207 679.61	117 383.21	182 616.79		300 000.00
27	Motor Vehide Expenses	2809,2850	86 092.63	70 763.23	-20 763.23	1.42	50 000.00
28	Printing and Stationery	2795	303 660.87	219 367.31	80 632.69	0.73	300 000.00
29	Professional & Consulting F	2830 & 284	5 500.00	28 048.00	171 952.00	0.14	200 000.00
30	Rates and Rent	2800, 2801	149 500.00	211 300.73	68 699.27	0.75	280 000.00
31	Repairs & Maintanance Off	2806 &2807	19 556.75	8 183.85	41 816.15		50 000.00
32	Repairs & Maintanance Co	2828	-	9 485.83	10 514.17	0.47	20 000.00
33	Salaries & Benefits	2810 , 2816	2 242 639.70	1 862 388.29	937 611.71	0.67	2 800 000.00
34	Security Services	2841	212 918.70	154 187.83	55 812.17	0.73	210 000.00
35	Staff Welfare,Uniform	2811, 2832	-	-	40 000.00	0.00	40 000.00
36	Supervisory Levy	2792	181 169.19	-	300 000.00	0.00	300 000.00
37	SWD National Providend F	2815	34 580.00	27 405.88	12 594.12	0.69	40 000.00
38	Telephone	2820	84 943.46	73 898.29	16 101.71	0.82	90 000.00
39	Travel Claims	2825 & 282	543 096.26	353 843.94	146 156.06	0.71	500 000.00
40	TOTAL		26 032 450.86	22 191 931.54	11 758 068.46	0.65	33 950 000.00
41	Surplus/Deficit		11 543 474.69	9 822 160.33			4 950 000.00
	ASSETS ITEMS BUDGET						
	BUNYE BETFU BUHLE BETFU SAVINGS AND CREDIT COOPERATIVE SOCIETY LIMITED 2022/2023 BUDGET						
	Items	Ref		Year to date Actual	Variance	Variance	Budget
				2021 /2022		%	2021/2022
							2022/2023
42	Furniture and Fittings	4015		-	0.00	0.00	-
43	Computers & Printers & Switc	4035		-	0.00	0.00	-
44	Shares					0.00	-
45	Accounting System	0000					1 000 000.00
							400 000.00
							1 000 000.00
							8 795 000.00

Executive Committee: N. Nkambule, G.Mbuyisa, N.Simelane, F.Shongwe

BUDGET 2022/2023 NOTES

INCOME

1. 2501-2509,2511 & 2516-2519 INTEREST FROM BANKS AND INVESTMENTS

- Covers interest on bank balances as well as invested funds. As more funds will be utilised in capital items less will be deposited in bank and short term investments
- We anticipate Interest rates to start going up as seen in January 2022

2. 2521 COMMISSION PLUS PROFIT SHARE ON INSURANCE

- This is 12.5% monthly commission received from Safrican Insurance
- The budgeted is based on the 12.5% commission, including the profit share. Because of the current surge of pandemic we anticipate no meaningful increase in business

3. 2201-2207 INTEREST ON LOANS

- Members are utilizing the loan products offered by the SACCO.
- There is evidence of economy slow down as members are now resorting to amalgamation of loans other than going for new products
- The emphases on adherence of credit consumer act and employment act has made members unable to borrow

4. 1501 JOINING FEES

- Up to December 2021 less than 186 members so far have joined for this financial year

5. 6503 MEETING PENALTIES

- We do not budget for meeting penalties

6. 1550,1551,6320,6504,6505 OTHER INCOME

- Interest received from staff soft loans, Loan refinancing charge

7. 2301-2307 PENALTIES

- These are realised when there is a non-payment on loans. Defaulters are charged penalties for arrear instalments to discourage non-payment of loans.

8. 2510 RENTAL INCOME

- Most tenants are now paying rent faithfully except one that has been referred to our Attorneys.

9. 1502 SUBSCRIPTION

- As at the 31st December 2021 current membership stands at 6383 and annual subscription per member is E100.00.

EXPENDITURE

11. 2704 ADVERTISING

- Advertising through the different media platforms due to the pandemic .Plus vigorous marketing drive including image building

12. 2822-2823, 2826&2840 AGM AND SGM MEETING EXPENSES

- Covers for Venue Rentals, Stationery, membership lunch, Sound system, etc.
- Covers SACCO meetings whether virtually or physical

Executive Committee: N. Nkambule, G.Mbuyisa, N.Simelane, F.Shongwe

13. 2715 AUDIT FEES

- Auditors for auditing of financials

14. 2827 CLEANING AND SANITARY

- This allocation will cover for cleaning materials and other kitchen consumable, and fumigating the whole building from time to time.

15. 2785 COMMITTEE EXPENSES

- Covers Board Meetings Expenses i.e. monthly Board Member's cell phone allowances, refreshment for Board meetings (Weekends and after hours)
- Covers Board Meetings Expenses - virtual expenses

16. 2750 DONATIONS

- Cater for Social Responsibility. Board has considered reviewing this item to E50, 000.00 from the usual E 20, 000.00

17. 2718-2729 ,2743-2744 & 2746-2749 FINANCE COST

- We have notice the steady increase in bank charges over the year and as such we expect another increase .

18. 2755 & 2790 HEAT/LIGHT , WATER AND OFFICE EXPENSES

- This is mainly for the main office in Mbabane and Mbabane. Relocating the board room to the Mbabane building second floor started operating

19. 2760 HONORARIUM

- As per our By-Laws, this is 5% of interest on Savings and dividend on shares payable to members.

20. 2765 INSURANCE ON ASSETS AND FIDELITY COVER

- This covers Assets of the SACCO i.e. building, motor vehicle and fidelity cover

21. 9991-9992 & 9995 INTEREST ON ORDINARY, EDUCATION SAVINGS & SHARES

- A provision of 10% interest on the total savings portfolio has been set aside this year
- A provision of 6% interest on the total education savings portfolio has been set aside this year

22. 2819 INTERNET

- Covers monthly payment of SACCO's Website, emails and the Board's proposed Internet Banking with our bankers as well as our Manzini Branch

23. 2833 LEGAL FEES

- To cater for pending court cases, other cases instituted against the SACCO

24. 2836 & 2821 LICENCES & RETAINER FEES

- Mtatane annual licence is E75,500.00 , total monthly retainer E48,000.00.
- We budgeted for the possibility of using a new Accounting software system

25. 2834 & 2710 MARKETING , EDUCATION AND REPS. ALLOWANCE

Executive Committee: N. Nkambule, G.Mbuyisa, N.Simelane, F.Shongwe

- As a Statutory requirement to set aside 10% of Net Surplus to Education and Training.
- It covers Marketing and educational activities conducted by the Education Committee; Board workshop expenses, promotional items, external travel & accommodation

26. 2730/2735/2740-2741 DEPRECIATION

- It covers Motor Vehicles, Furniture and Computers

27. 2809 & 2850 MOTOR VEHICLE EXPENSES

- Provision for fuel, licence fees, parking, general maintenance service, repairs towards our Motor Vehicle.

28. 2795 PRINTING AND STATIONERY

- Covers the cost of printing documents for meetings with members as well as office printing and stationery.
- SACCO has leased two printers. Is stationed at Mbabane Office the other at Manzini Office used by all departments

29. 2830 /2843 & 2705 PROFESSIONAL AND CONSULTING FEES

- We anticipate that we will need more professional expertise as the rational is to diversify in our business to maximize profit.
- We will also be engaging consultants to review job profiles. Organogram, and conducting relevant business ventures and review of policies

30. 2800 & 2801 RATES AND RENT

- We anticipate an increase of not more than 10%

31. 2828,4035 &2805 MAINTENANCE BUILDING AND OFFICE EQUIPMENT

- Repairs of Toilets ,broken glasses and minor repairs and office equipment

32. 2828,4035 MAINTAIN COMPUTER AND EQUIPMENT

- Tonners and Cartridges and repairs

33. 2810 & 2811 SALARIES AND BENEFITS

- This expenditure has been allocated to cater; cost of living and new posts as per Strategic
- The budgeted new posts include Finance Manager, Credit Manager, Manzini Branch Supervisor and Secretary to Manager

34. 2841 SECURITY SERVICES

- Cater for security services for both Manzini and Mbabane Offices

35. 2811 STAFF UNIFORM AND WELFARE

- Include staff uniforms, welfare and wellness

36. 2792 SUPERVISORY LEVY

- To cater for obligatory tariffs for the regulator that is calculated at 0.1% of members savings. As the member savings value increases we anticipate there will also be an increase in the levies charged by the regulator.

37. 2815 SWD. NATIONAL PROVIDENT FUND

- This expenditure allocated a percentage increase from actual cost incurred. (E 145.00 per Staff Member)

38. 2820 TELEPHONE

- Budget had been allocated to carter for Mbabane office and Manzini office

39. 2820 AND 2824 TRAVEL CLAIMS

- This refers to a reimbursement fee towards the Board members in respect of travelling and parking. It is capped at E200.00 less 33% Tax.
- It is also a reimbursement fee to members for audit confirmation balances in respect of travelling costs to Mbabane offices.

ASSETS BUDGET ITEMS

42. 4015 FURNITURE AND FITTINGS

-

43. 4035 COMPUTERS

- Purchases of computers and laptops

44. 4035 ACQUISITION OF SHARES

-

45. 4035 ACQUISITION OF NEW ACCOUNTING SOFTWARE SYSTEM

- Acquisition of a new accounting software program

AND SIGNED BY:

MRS. FORTUNATE LUKHELE
CHAIRPERSON

MS. NOMPUMELELO NKAMBULE
TREASURER