



Lukhotse Savings & Credit Co-operative Society
Supervisory Committee Year End Report as at 30 June
2021

The Supervisory Committee would like to thank the Board, members and staff for the support they received during the Special General Meeting.

DEFAULTING BOARD MEMBERS

The Supervisory Committee discovered that one board member who happens to be the chairman of the Sacco had defaulted on his savings and loan repayments for more than 3 months. This matter was taken to management committee after consultation with the said board member, where a resolution was taken to expel that member from the Sacco. The report was tabled at the special general meeting. This case has already been forwarded to our legal team for collection purposes.

As a result of the above, it is deemed appropriate that the by-laws be amended to cater for such eventualities. The amended by-laws for approval will be presented by the Chairperson.

During the year under review meetings were at a minimal/restricted because of Covid 19 lockdown situation. Nonetheless the Sacco continued to operate and below are the findings on its operations;

1. Petty Cash

Petty cash is still maintained at the maximum limit of 350.00 and we have observed that the office is adhering to the policy of maintaining the limit of E350.00. There may be a need for the Management Committee to review it with a view of increasing it now that the Office has a vehicle that it uses from time to time.

2. Mtatane Management Accounting System

The system is functioning well without any problems despite the demise of the founding Director Mr. Hlophe in December 2020. The management of Mtatane has assured the Sacco of business continuity even after the death of Mr. Hlophe.

3. Executive Committee and Sub Committee Meetings

We have observed that sub -committee meetings and executive meetings were held when necessary due to the Covid Pandemic.

4. Banking

That members are now used to the idea of paying via EFT, Mobile Money and Speed point system since the office announced that they no longer accept cash payments.

5. Loans to Management and Membership

We have observed that loans of management are now submitted to the Supervisory committee for approval and those of members are approved by the credit committee as per regulations and recommendation of the Management Committee.