

Board APPROVED AFRINIC 2018 Operating Costs Budgets

	35.0000	\$ exchange rate	34.0000
2017			2018
Estimate Actual	Budget	Administrative expenses	US\$
2,300,000	2,340,000	HR	2,676,100
50,000	55,500	Telecommunications	63,900
65,000	93,000	Computer expenses	109,000
230,000	236,000	Office Expenses	256,100
3,000	5,500	Motor vehicle expenses	4,500
14,546	12,000	Insurance	30,100
18,000	22,000	Printing, postage & Subsc	25,000
58,000	40,000	Bank charges	60,000
13,000	10,000	Professional Fees	13,100
180,000	210,000	Depreciation	108,100
95,000	95,000	Consultancy Fees	90,400
3,026,546	3,119,000	Total Administrative expenses	\$3,436,300
		Distribution expenses	
25,000	50,000	Marketing & Comms expenses	\$46,000
40,000	60,000	Bad debts	\$44,000
375,000	385,000	Meeting expenses	\$380,000
80,000	80,000	Members Training & Capacity Building	\$110,400
525,000	525,000	Travel expenses	\$490,000
5,000	5000	Research & Development	\$5,000
75,000	101,000	Oureach Initiatives	\$81,700
250,000	262,000	Community Support	\$187,500
		NRO Shares Costs	\$45,000
		Contributions to ICANN	\$61,000
15,000	20,000	Remote Sites Operations Costs	\$20,100
1,390,000	1,488,000	Total Distribution expenses	\$1,470,700
30,000	\$30,000	Other Costs	\$50,000
	\$250,000	Contingency	\$70,000
4,446,546	4,887,000	Total Operating expenses	\$5,027,000
		REVENUE	
\$4,857,000	\$4,554,483	Fees Income	\$5,021,700
\$180,000	\$375,000	Other Income	\$435,000
\$5,037,000	\$4,929,483	TOTAL REVENUE	\$5,456,700
\$590,454	\$42,483	Budgeted Surplus	\$429,700

The 2018 Operating Costs Budgets followed similar approach as in 2017:

- Total operating costs for 2018 was maintain at the same level as the 2017 total revenue.
 - Total revenue for 2017 is estimated at \$5.037M (*against a target of \$4,929M*)
 - Total budgeted expenses for 2018 (excluding the “Contingency” line) is estimated at \$4.957M.
 - The “Contingency” line will not be spent if revenue is not sufficient to ensure a surplus for the 2018 year.
 - The budgeted revenue for 2018 is \$5,457M, which is made up of:
 - Fee Revenue - \$ 5,022M
 - Other Income - \$ 435K
- Fee Revenue target assumes that new membership shall continue to grow at a slower pace with the final stage of the soft landing. Only 130 new members have been projected (for budgeting purposes) for 2018.
- The budgeted operating costs reflects the continuing execution of the Strategic Plan and at the same time reflect caution with regards to uncertainty associated with the exhaustion; while maintaining high standard of service level.
- An amount of \$ 70K has been included as a contingency line. In the event that total revenue does not exceed the budgeted \$5,457M, then the contingency line will not be touched.
- Three new lines have been added to the Expense type:
 - Contributions to ICANN (previously budgeted under Community Support, and includes payment for the IANA Numbering Services)
 - NRO Shared Costs (previously budgeted under Community Support)
 - Included under the “Members Training & Capacity Building” is an amount of \$20k which covers IPv6 Initiatives (including new initiatives to increase IPv6 deployment)

Board APPROVED 2018 CAPEX Budgets

Finance Dept.				
	Unit	Qty	Unit \$	Amount
Shredder		1	500	500
Printer		1	2,500	2,500
Bar Code Reader		1	1,000	1,000
				4,000
HR & Admin.				
	Unit	Qty	Unit \$	Amount
Office Furniture			12,000	12,000
Shredders			2,000	2,000
				14,000
Research & Innovation				
	Unit	Qty	Unit \$	Amount
Server		1	4000	4,000
Various computer accessories				1,000
RIPE ATLAS				
RIPE ATLAS ANCHORS	1	5	1,000	5,000
				10,000
CEO OFFICE				
	Unit	Qty	Unit \$	Amount
<u>Hardware</u>				
Laptops	2	2	2500	\$5,000
				\$5,000
Capacity Building				
	Unit	Qty	Unit \$	Amount
iPad Pro & Pencil for Instructional Designer	1	1	1000	\$1,000
				\$1,000
Member Services				
	Unit	Qty	Unit \$	Amount
Flat scree +Wall support (for MS stats Dashboard)		1	1500	\$1,500
Tablets (Customer Surveys during Outreach)		2	500	\$1,000
				\$2,500
IT & Engineering				
	Per Unit (US\$)		Qty	Amount (US\$)
Datacenter Hardware				
Servers - DNS Projects		\$2,500.00	5	\$12,500
Servers - Office & 6Lab Updates		\$6,000.00	2	\$12,000
Routers - Office links - Replacement		\$1,200.00	2	\$2,400
SAN Expansion Unit - Backups storage		\$7,000.00	1	\$7,000
Other Upgrades		\$6,000.00		\$6,000
		Sub-Total:		\$39,900

Staff Workstations				
Laptop & PC - Replacements (> 5 years)		\$2,600.00	8	\$20,800
Laptops - New Staff (IT & Eng.)		\$2,600.00	1	\$2,600
Monitors - New Staff (IT&Eng., Apps)		\$700.00	1	\$700
Monitors - Infra Unit upgrade		\$700.00	6	\$4,200
Monitors, SSD, Keyboard/Mouse - Apps Unit		\$2,000.00	2	\$4,000
Other Upgrades		\$2,000.00		\$2,000
		Sub-Total:		\$34,300
Meeting Gear				
Upgrade of meeting gear		\$2,000.00	1	\$2,000
		Sub-Total:		\$2,000
Total IT&E:				\$76,200
Computer & Equipment				\$112,700
Motor Vehicles				
Audi - CEO official car	MUR	250000		\$7,400
				\$7,400
TOTAL CAPEX REQUIREMENTS - 2018				\$ 120,100

2018 CAPEX includes the purchase of the CEO vehicle after the expiry of the Lease period. The second car shall be disposed of in 2018.