

AFRICA
INTERNET
SUMMIT'18



DAKAR SENEGAL
29 APRIL - 11 MAY 2018



2018 AFRINIC Budget

Finance Committee

Thursday 10th May 2018



Finance Committee Members

- Haitham El Nakhal
- S. Moonesamy
- Alan Barrett

Agenda

- Budget Determinants
- Financial Resources (Expected Income)
- Capital Expenses (CAPEX)
- Operational Expenses (OPEX)

Budget Determinants

- Using the previous year (2017) actuals (Revenues/Opex) to prepare the 2018 budget with a margin.
- Ensure operational viability while controlling costs.
- Budget based on activities, aligned with the Strategic Plan.
- Exchange rate @ \$1 = 34.0 MUR

Financial Resources (Income) Summary

Income			
	2017		2018
	Budget	Actual	Budget
Fees Income	\$4,554,483	\$4,857,000	\$5,021,700
Other Income	\$375,000	\$180,000	\$435,000
Total Income	\$4,929,483	\$5,037,000	\$5,456,700

Financial Resources for 2017

- Membership renewal fees still the main resource for AFRINIC income. (90%)
- Expected modest growth in new membership base.(~130)
- Resource allocations expected to increase due to the exhaustion of IPv4
- Other incomes (Interests/Sponsorship)

CAPEX Summary

CAPEX	
IT & Engineering	\$76,200
HR & Administration	14,000
Finance Dept.	\$4,000
Member Services	\$2,500
Research & Innovation	\$10,000
Total	\$100,700

CAPEX

- Capex budget for 2018 is lower than 2017. (95%)
- **30%** increase for IT & Engineering (New H/W).
- **43%** decrease for HR & Administration
- **Rest** for Member Services, Capacity building, Finance.

OPEX Summary

OPEX			
	2017		2018
	Budget	Actual	Budget
HR expenses	\$2,340,000	2,300,000	2,676,100
Administrative exp.	\$778,500	\$726,546	\$760,200
Total HR & Admin	\$3,119,000	\$3,026,546	\$3,436,300
Total Distribution exp.	1,488,000	1,390,000	\$1,470,700
Other Costs	\$30,000	\$30,000	\$50,000
Total OPEX	\$4,887,000	\$4,446,546	\$5,027,000

OPEX

- No major changes in core operation.
- HR costs 52% of total OPEX budget --- 54% in 2017.

Increase in outreach initiatives to be undertaken during this year.
(\$81,700)

Increase in Marketing & Comms **(\$46,000)**

Expected 2018 Surplus

Surplus for 2017	\$590,454
Expected income	\$5,456,700
Total expected expenses	\$5,027,000
Surplus	\$429,700

Thank you.

Budget <https://www.afrinic.net/images/doc/afrinic-budget-2018.pdf>

Financial documents <https://www.afrinic.net/en/library/corporate-documents/financial-documents>