Sacco Transactions

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| **#** | **transaction** | **Effect on books of accounts** | **DR** | **Cr** |
| 1 | New member, there is an amount the member must remit monthly, that is auto generated every calender month |  |  |  |
| 2 | A member applies for a loan |  |  |  |
| 3 | If approved Interest is calculated and posted |  |  |  |
| 4 | Repayments are computed |  |  |  |
| 5 | Member pays loan |  |  |  |
| 6 | Accured Penalty is deducted first |  |  |  |
| 7 | Accured interest is second |  |  |  |
| 8 | Then accured repayments last |  |  |  |
| 9 | Loan must have gurrantor/s , who must put some of his money as collatteral foor fully gurantee the amount |  |  |  |
| 10 | Member makes contribution |  |  |  |
| 11 | Upon receipt we check for any active loans, post receipt |  |  |  |
| 12 | Repeat 6,7,8 whatever remains is posted as contributions paid against what s actually expected to be paid, for cumilated period |  |  |  |
| 13 | Lump sum can be made and add on total amount for next month steps 6,7,8 to be repeated |  |  |  |
| 14 | Sacco can jointly make an investment |  |  |  |
| 15 | Expected monthly Loans reayments, monthly contributions are generated every calender month as in 1 |  |  |  |
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