

NUT-FCT WING
MULTI-PURPOSE CO-OPERATIVE SOCIETY
LTD, ABUJA

Amended Byelaws

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NUT-FCT WING MULTI-PURPOSE CO-OPERATIVE SOCIETY LTD, ABUJA.

SECTION I

Sec. 11(2) of Nigerian Cooperative Society (NCS) Act No. 90 of 1993 gave Cooperative Societies powers to make Bye-laws.

1. INTERPRETATIONS

1.1 All words and expressions used in these Bye-Laws; and defined by Section 2 of Northern Region Co-operative Societies Laws. No. 9 of 1956 shall have the meaning assigned to them in the above named section.

The following words or expressions shall have the meaning respectively assigned to them below:

- (i) “NUT-FCT” means Nigeria Union of Teachers-Federal Capital Territory.
- (ii) “Co-operative Society” means a voluntary association of individual, united by common bond, who have come together to pursue their socio-economic goals for their benefits.
- (iii) “Financial Year” means the period of twelve (12) months beginning on the 1st January and ending 31st December, the same year.
- (iv) “Law” means a rule of conduct or procedure recognized by a society as binding or enforceable by authority.
- (v) “Byelaws” means the registered bye-laws made by a society in exercise of any power conferred by this laws and it included a registered amendment of the bye-laws.
- (vi) “Officer” includes President, Secretary, Treasurer, Financial Secretary, and others, and members of Committee or other persons empowered under the regulations or bye-laws to give directions with regards to the business of a registered society.
- (vii) “Persons” include any company or association or body of person corporate or unincorporated.
- (viii) “Regulations” means regulations made under this law as amended from time to time.
- (ix) “The Management Committee” means the governing body of a registered society to whom the general Management of its affairs is entrusted.
- (x) “Functional Committee” means an appointed body of persons within the society to whom specific duties are delegated by the society.
- (xi) If there shall arise any doubt regarding the meaning or intention of any of these bye-laws the matter shall be referred to the Registrar of Cooperative for ruling.

- (xii) A “Term” shall mean tenure of 2 years in office.

SECTION II

2. **NAME, ADDRESS AND AREA OF COVERAGE**

- (i) **Name:** The society shall be known, called, and addressed as NUT-FCT WING MULTI-PURPOSE CO-OPERATIVE SOCIETY LIMITED, ABUJA. And the Motto shall be: *“Serve and Retire with Delight”*.
- (ii) **Address:** FCT Teachers House, after Sharia Court of Appeal, Along Dukpa Road, P. O Box 21, Gwagwalada, Abuja.
Email: nutfctcoop@yahoo.com.
- (iii) **The Area of Coverage:** The Area of Coverage shall cover all FCT Teachers, NUT Staff, and other Professional Teachers in Secretariats e.g. AME, ERC, DPI, S&T, SCHB, SEB, UBEB, and LEA’s.

SECTION III

3. **OBJECTIVES:** The objectives are:

Short-Term

- (a) To promote among members the spirit and practice of thrift, mutual and self-help in conformity with cooperative principles.
- (b) To encourage regular savings among members and to provide credit facilities (Loan) to members for provident and productive purposes.
- (c) To establish and run consumer cooperative shop in order to supply members’ qualitative consumable goods at fair prices.

Long-Term

- (d) To create special funds for investment purposes, including procurement of essential commodities, aimed at enhancing the economic and social well-being of members e.g. provision of Housing Estate for Rent/ownership and car/buses for Transportation etc.
- (e) To set up an Information and Communication Technology (ICT) Centre as a **Business Venture** where interested members or the Public can acquire or update their knowledge in computer studies in order to meet up current global ICT challenges.
- (f) To harness all available resources within the Co-operative movement for the overall benefit of its members and to undertake such other work as will promote the spirit of co-operation.

SECTION IV

MEMBERSHIP RIGHTS AND LIABILITIES

(Sec 23 of NCS Act No. 90 of 1993) Stipulates that:

4. **MEMBERSHIP**: It shall consist of persons:

- (a) Who are employees of NUT-FCT, Teachers or as Sec: 2(iii) of this Bye-law above stated.
- (b) Who join in the application for registration.
- (c) Admitted in accordance with these bye-laws.
- (d) Of proven integrity, operating within the Area of Coverage of the society and who is engaged in the activities and objectives of the society.

5. **ADMISSION**:

- (i) Sec 23 of NCS Act No. 90 of 1993 stipulates that:

Application for membership shall be strictly by obtaining and filling of membership registration form which shall be dealt with by the Management Committee who may grant or refuse admission and in case of refusal, reasons shall be stated. Any applicant so refused shall be informed in writing and may appeal through a member of the society to the next General Meeting of members, which may take such decisions it deems fit;

- (ii) Every member on admission shall pay an Entrance Fee of N; which is non-refundable and to be determined by the Management Committee from time to time, **three (3) Passport Photographs and next of kin photograph(s)**.
- (iii) Shall sign or thumb print the membership and attendance register.
- (iv) After all Registration requirements have been satisfied, admitted members shall be entitled to a copy of the **Byelaws** and a **Membership Passbook** with account details which is expected to be updated at the secretariat on monthly basis.
- (v) If the passbook is mutilated, lost or destroyed, it will be renewed on payment of a fee to be determined by the Management Committee.

6. **LIABILITY OF MEMBERS**: Sec 29(1-3) of NCS Act No. 90 of 1993 stipulates that: The liability of the members for the debt of the society shall be limited to per member.

7. **LIABILITY OF PAST MEMBERS**

- (a) A past member shall be liable for the debts by the society as they existed on the date when he ceased to be a member for a period of two years from the date on which he ceased to be a member.

- (b) The assets of a deceased member shall be liable for the debts due by the society as they existed at the date of his deceased for the period of two years after his death.
8. **NOMINEE/NEXT OF KIN**: Sec 56(2) (j) & Sec 18 (1-3) stipulate that: Every member shall nominate one person in writing to whom his benefits or interest shall be transferred if he dies or become permanently insane. The member may at any time change his nominee, if admitted to membership.

The nominee shall, in case of the death or permanent insanity of the member, paid the value of the saving or other interest less any sum due to the society.

In case where there is no nominee, The Management Committee shall pay the interest to a person who is the legal representatives of the deceased. The nominee shall inherit both assets and liabilities of such member.

9. **TERMINATION OF MEMBERSHIP**: Membership shall be terminated by:
- (a) Death
 - (b) Permanent insanity
 - (c) Termination of appointment either by Resignation, Retirement or transfer of duty from the service of NUT, SEB, UBEB, LEA et cetera.
 - (d) Withdrawal after six (6) months' notice conveyed in writing to the Secretary, provided that the member's withdrawal is neither indebted to the society nor surety for an unpaid debt or failure to comply with the regulations of the Bye-laws.
 - (e) Expulsion under bye-law 10
10. **EXPULSION**: A member may be expelled for:
- (i) Repeated failure to pay the debts due from him to the society.
 - (ii) Repeated failure to make the necessary savings as laid down in the bye-laws.
 - (iii) Conviction on a criminal offence involving dishonesty.
 - (iv) Misconduct or other acts contrary to the stated objects of the Society or the interest of cooperatives movement

SECTION V

11. **SOURCES OF FUNDS**

- (a) The funds of the society shall be derived from the following:

- (i) Entrance fees
 - (ii) Membership Deposit/savings
 - (iii) Interest on loans to members
 - (iv) Surplus arising out of the business of the society
 - (v) Miscellaneous sources approved by the Registrar.
 - (vi) Gifts and donations.
 - (vii) Statutory Reserve fund.
 - (viii) Fines and Penalties arising from non-attendance to meeting, fighting in the meeting, nonpayment of dues.
- (b) **RETIREMENT SAVINGS:** Every member shall contribute at the end of every month a sum of money known as Retirement Savings shall be effected by deduction from salary at source. The very member shall sign an authority to the effect that deduction of savings contributions is made from his/her salary. It shall be; **Minimum** of ₦500. On no account should savings be accepted from any other source than from the monthly Emoluments. The saving attracts an interest rate of (%) per annum which is subject to the decision of The Management Committee of the Co-operative and no withdrawal of savings **EXCEPT** in the case of Retirement, Withdrawal of membership, Death, and Transfer of members. Savings can only be **REVIEABLE** at the commencement of a new year with written application done by December.
- (c) **FIXED DEPOSITS:** Members may make special deposits with the society for period of not less than (3) months, such deposit may earn interest at a rate to be fixed by The Management Committee, but in no case shall interest on deposit exceed 3%.

SECTION VI

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LOAN MANAGEMENT

- (i) **PURPOSE OF LOAN:**
 Loans shall be restricted to members only and shall be made for provident and productive purposes only and upon such security and terms as the Credit Committee shall have approved in compliance to Sec: 30(1-2) of NCS Act. No. 90 of 1993.
- (ii) **LOAN TYPES:** Loans are classified into **NORMAL** and **SPECIAL LOAN**.
- (a) Normal Loan shall be granted to members to the **MCL** of twice his/her savings and must have contributed up to **Six (6) months**.

(b) Special Loan shall be granted to members to the **MCL** thrice his/her savings and must have contributed up to **One (1) year**.

(iii) **REPAYMENT OF LOANS:**

All loans shall be repaid within 12 calendar Months.

(iv) **APPLICATION FOR LOANS:**

Application for loans shall be on forms prepared and furnished by The Management Committee and shall set out the purpose for which the loan is desired, the security (if any), and such other data as may be required.

(v) **CONDITIONS GOVERNING LOANS:**

No loan shall be granted:

- (a) To any individual other than a member of the society.
- (b) To any member whose monthly savings are in arrears.
- (c) For a period exceeding the time limit fixed by the General Meeting.
- (d) If it would bring a member's total indebtedness at the time of loan to an amount exceeding his maximum credit limit (MCL).
- (e) One is entitled to thrice his/her savings as maximum loan or as may be reviewed from time to time by The Management Committee.
- (f) The recovery must be from the source i.e. from the monthly salary unless the member in question decides to pay earlier than the agreed period.
- (g) A member must finish outstanding loan before applying for another.
- (h) To person who has not being a member up till a period of **six (6) month one (1) year** as the case may be.
- (I) To person who disagree with period of Loan repayment as decided by Management Committee of the Society i.e. a year at most.
- (J) Members Savings downward review by 50% to be allowed when applying for loan.

(vi) **RATE OF INTEREST ON LOANS:**

Interest on loan shall vary considering the type of loan applied for. **Note that Special loans attract higher interest than Normal loans.** Rate of interest shall be administered as follows:

- Normal Loan Rate: 5% per annum.
- Special Loan Rate: 7.5% per annum.

In case of default in repayment, penal interest at twice the normal rate shall be charged for the month(s) defaulted.

(vii) **MAXIMUM CREDIT LIMITS (MCL):**

The Maximum credit limit of each applicant for a loan shall be determined by The Management Committee from time to time. The Committee shall bear in mind the availability of funds, the principle of making credit available to as many members as are qualified and the security offered. But ideally shall not be more than thrice your savings.

(vi) **BONDS AND SURETIES:**

Every borrower shall execute a bond and shall furnish two sureties who must be members of the society.

(vii) **DUTIES OF SURETY/GUARANTOR:**

A surety or guarantor must be a reputable member of the society and shall personally guarantee:

- (a) Repayment of the loan if the borrower defaults from his/her salary, allowances, and or final entitlement(s).
- (b) The correctness or the particulars on which the value of the borrowers' securities is based. i.e. he/she must authenticate the details supplied by the borrower(s).
- (c) That the loan is used for the purpose stated by the borrower in his application, misuse of the loan shall be reported by the surety to the committee immediately.

(viii) **RECALL OF LOANS:**

All loans shall be issued subject to the right of the society to call for immediate repayment:

- (a) If any misapplication is proved
- (b) If the borrower gives an indication of resignation/retirement.
- (c) Persistently default for a period of over three months

(ix) **COMMITMENT AS SURETY:**

A member's commitment as surety/guarantor shall not be taken together with his own existing borrowing and shall not exceed his maximum credit limit.

SECTION VII

GENERAL ADMINISTRATION

13. **MEETINGS**: The Supreme and ultimate authority under the bye-laws in all the affairs of this society shall be the general body of members who shall meet from time to time and at least once in a year to review and direct the operations of the society.

QUORUM: The presence of at least one third ($\frac{1}{3}$) of the members shall be necessary for the disposal of any business at the General Meeting provided that where the total number of members exceed one hundred, thirty three shall suffice.

If no quorum is formed at a meeting an adjournment may be made for a period not less than 7 days or more than 15 days. Thereafter, the number of members present at any such adjournment shall form a quorum.

THE ANNUAL GENERAL MEETING (AGM): The annual General Meeting shall be held during the months of March, April or May after the annual statement of Accounts shall have been prepared. The Secretary shall cause written notice thereof to be sent to members at least 14 days before the date of the Annual General Meeting or General Meeting of the society.

The duties of the AGM shall be:

- (i) Consideration and approval of reports and the accounts for the preceding year.
- (ii) Disposal of surplus in accordance with the provisions of the bye-laws.
- (iii) To elect/confirm officers for the ensuring year.
- (iv) To consider any communication received from the Registrar.

ORDINARY GENERAL MEETING: The duties of ordinary General Meeting shall be:

- (i) To elect, suspend or remove officers and members of the Committee.
- (ii) To confirm the admission or expulsion of members.
- (iii) To amend or repeal any existing bye-laws or enact any new one in accordance with bye-law.
- (iv) To dispose of any other business brought before it.

SPECIAL GENERAL MEETING: A special General Meeting may be called at any time by a majority of The Management Committee or the President on the written request of at least fifteen (15) members.

ATTENDANCE OF MEETING: It shall be the duty of every member to attend General Meetings. The General Meeting shall have power under these bye-laws

to impose fines of N..... on member who, without good reason neglects to attend any meeting. The Secretary shall keep an attendance register for this purpose. The amount is to be decided by The Management Committee.

VOTING: Voting at General Meeting shall be by show of hand, unless a ballot on any question is demanded by majority members present when it shall be taken by ballot. All questions shall be decided by a majority of votes of the members present, and voting. Each member shall have one vote only. At all meetings, the Chairman shall have a casting vote, if votes are equal, he may call for a second voting.

14. **ELECTION**

(a) **ELIGIBILITY TO CONTEST**

1. An aspirant must be a registered and contributing member of the Society.
2. He/she must not have served for more than two consecutive terms in the position he/she seeks to contest.
3. He/she must not have been indicted for financial impropriety or gross indiscipline by the Banks, the Cooperative Auditors or any other Organization.
4. He/she must not be incapacitated by reason of insanity or any related disability

(b) **GUIDELINES/RULES**

1. An aspirant to any elective office shall collect a nomination form from the Cooperative Department which shall be returned within a specified period.
2. The election shall be conducted in the following order: the President, Vice President, Treasurer and Financial Secretary.
3. The principle of Zoning and Rotation of posts shall be considered among Branches, primary schools and post primary schools and formula to be democratically decided by the management committee and duly ratified by the SWEC.
4. An aspirant shall be nominated by two Cooperators from his/her area of primary assignment and duly endorsed by his/her school Principal, Head Teacher etcetera.
5. The Chief Registrar of Cooperatives, Abuja or his Representative(s) shall be the Returning Officer.

(c) **DUTIES OF THE SCREENING COMMITTEE**

The Screening Committee shall comprise of five (5) **non-management committee members** and the cooperative officer serving as the secretary.

1. To collate Electoral Nomination Forms from the Society's Secretariat.

2. To screen aspirants in line with eligibility requirements.
3. To present the names of the successful candidates on or before the date of the AGM and to hand over such list (of the successful candidates) to the Registrar of Cooperative or his Representative(s) for the purpose of conducting the election.
15. **COMPOSITION AND POWERS OF MANAGEMENT COMMITTEE:**
Subject to the law, the regulations and the bye-laws, the administration of the society shall be vested in the Management Committee. All Management Committee members shall have Management/Business Related Qualifications.
16. **OFFICERS:**
Officers of the society shall be the President, Vice President, Secretary, Treasurer, Financial Secretary, Ten(10) NUT Branch Representatives and other **co-opted members** from AOPSHON,ANCOPPS,UBEB,SEB,LEA's, AME,S&T ERC. The Society Officers shall not be more than 15(Fifteen) Management members Elected at the Annual General Meeting **EXCEPT** the Appointed Secretary which shall be the NUT Cooperative Officer. These shall constitute The Management Committee of the society. The Management Committee shall have powers to appoint functional committee charged with any specific responsibility subject to the **AGM** approval.
17. **TENURE OF OFFICE:** Any elected officer of the society shall hold office for Two (2) years and shall retire at the next 2 Annual General Meeting. Such officer shall be eligible for re-election; provided that no such officer shall hold the same office for more than two consecutive terms.
18. **REMOVAL OF MEMBER FROM THE MANAGEMENT COMMITTEE :**
A member of the Management Committee shall cease to hold office if he:
 - (a) ceases to be a member of the society;
 - (b) Becomes of un-sound mind;
 - (c) Becomes absent for three (3) consecutive committee meetings except for a genuine reason acceptable to the committee and also retirement/transfer from the service to another state.
 - (d) Is convicted on major criminal offence; and
 - (e)(i) Acts in a manner prejudicial to the interest of the society and he is removed by a majority vote of $\frac{2}{3}$ of member present and voting at a special General Meeting.
 - (ii) The society may fill any vacancy arising from death, resignation and any incapacity or any removal at the next General Meeting.

19. **MANAGEMENT MEETING**: Meeting of The Management Committee shall be held at least once every month when necessary. The attendance of at least $\frac{2}{3}$ member shall be required for the disposal of any business. The Management Committee shall fix the date and hour of all General Meetings giving at least (14) fourteen days' notice in conjunction with the Board of Trustees.
20. **CO-OPTION**: Meetings of The Management Committee shall have power to co-opt any person with expert knowledge of the business of the society but such co-opted person shall have no voting right.
21. **DUTIES OF THE MANAGEMENT COMMITTEE** : Subject to the law, the regulations and the bye-law, The Management Committee shall exercise all the powers of the society except those reserved for the General Meeting, and shall in particular have the following powers and duties.
- (a) Shall make policies to be carried out by or on account of the society.
 - (b) Appoint, fix salary or promote, discipline, suspend or dismiss all senior employees of the society in accordance with the terms of employment at a long run which is subject to the Secretary's submission or recommendation.
 - (c) Elect functional committees for the business of the society;
 - (d) Co-opt resource personnel from the society to serve on such functional committees;
 - (e) But shall have no power to instruct any servant of the society or to pledge the credit of the society or to involve it in any expense or liability, except by virtue of a written order, signed by the President and the Secretary of the society on behalf of The Management Committee;
 - (f) To ensure compliance with the law, rules and Bye-laws of the Society.
 - (g) To present the annual General Meeting annual report and account approves by the Registrar of Cooperative.
 - (h) To supervise the application of loans for the purpose for which they are granted.
 - (i) Approve monthly imprest of the Co-operative Secretary as appropriated in the budget.
 - (j) All other matters brought before it shall be dealt with.
22. **DUTIES OF THE MANAGEMENT COMMITTEE OFFICERS**: In their conduct of the affairs of the society, The Management Committee shall exercise the **Prudence** and **Diligence** of ordinary men of business and shall be responsible for any loss sustained through acts or omissions contrary to the regulations, and these Bye-Laws.

PRESIDENT: The President shall be the Chief Executive Officer (CEO) of the Society. He/She shall preside at all The Management Committee meetings of the society. In the absence of the President, the Vice-President shall preside over the meeting and at such meetings he shall have all power of the President.

SECRETARY: The duties of the secretary shall include both secretariat and managerial functions of the Co-operative business. To take and keep minutes of the society's meetings, to extract and circulate management decisions arrived at such meeting within five working days, to receive and respond to all correspondences as directed by the management Committee, to receive all loan application and handover to the loan committee for further action, to summons all meetings of the society in consultation with the President. The Secretary shall be the head of operations of the Co-operative Department. He shall give advice and guidance to the President. The Management Committee, in turn, delegates much of its overall management responsibility-the daily operations-to the full-time Secretary. He Manages and directs daily business activities; set goals and develops short-term strategic plans including budgets and cash flow statement as requested by the Board. He employs, appraises, and terminates junior employees as necessary subject to Management approval; organizes and coordinates internal activities and subordinates; control daily operations; maintain an accurate book keeping system of all transactions; prepare and present accurate financial and operational reports to the Board; keep and write the cheque book of the society.

TREASURER: The Treasurer shall take charge of all monies received by the society and shall make disbursements in accordance with the directives of The Management Committee. He shall sign the cash book monthly in token of its correctness. He shall deposit all funds over and above the limit fixed by The Management Committee as cash-in-hand into any Bank approved for this purpose by the General Meeting. Copies of all Deposit Tellers shall be given to the Secretary for account reconciliation. He/she shall also prepare the annual budget of the society.

FINANCIAL SECRETARY:

The Financial Secretary shall perform the following functions:

- a. He/she shall assist the Treasurer in carrying out his/her duties.
- b. He/she shall perform any other duty as the society may determine from time to time.

23. **CO-OPERATIVE TRUSTEES:** The President, Secretary, and the Treasurer, shall be the Trustees of the society. They shall sign on behalf of the society all cheques and legal documents provided that any two of the three signatories could be considered. They shall meet at least twice in a year.

24. **FUNCTIONAL COMMITTEES:** E.g. Loan & credit committee, Investment committee, Audit committee, Disciplinary committee and others. All members shall form membership of Functional committees and other members with technical knowhow can be co-opted. The president in consultation with the Secretary shall decide the composition of the committees considering the business at hand and when the need arises.

25. **BRANCH REPRESENTATIVES**

There shall also be Ten (10) Representatives from NUT FCT WING Branches and Staff serving as coordinators.

- a. Tenure shall be same as in Sec.VII (17).
- b. Election to be conducted a week before AGM at the branch Executive meetings administered by the state screening committee.
- c. In the case of transfer, to other branch, such position shall be declared vacant and another election conducted at the branch executive meetings.

26. **ALLOWANCES**



The Society shall pay sitting allowances to members assigned to carry out duties on behalf of the society within and outside its area of operations and amount to be determined by the Cooperative Trustees from time to time provided it shall not exceed what is stipulated in NUT Financial Regulations.



Transport and accommodation shall be paid (while on duty tour).

27. **BONDING OF OFFICERS AND EMPLOYEES:** Every officer or employee of the society who receives or pays out money on behalf of the society shall before assuming his duties furnish a bond with sureties in an amount to be determined by The Management Committee and pledge that he will faithfully discharge his duties. In addition, the society may also take fidelity Insurance for its paid employees who handle cash or stock on behalf of the society.

SECTION XI

CREATION OF FUNDS AND FINANCIAL MANAGEMENT

28. **RETIREMENT SAVINGS:** Every member shall contribute at the end of every month a sum to be known as Retirement Savings. No member shall have a right to withdraw part or all Retirement Savings except as stated in Sec: (v) (b) of this bye-laws.
29. **FIXED DEPOSITS:**
- (a) A member may make fixed deposits with the society for a minimum of 90 days. Such deposits shall not be considered in fixing the Maximum Credit Limit and shall attract an interest not more than 3% per annum. Such deposits can be withdrawn at call.
 - (b) A member may make cash (cheque) deposit into their savings which shall not be considered for fixing maximum credit limit until after 90 days. However, such deposit will not attract any special interest.
30. **MEMBERS' DUES:** Any money due from this society to a member or past member shall be set off fully or in part in payment of any sum which the member may owe.
31. **ENTRANCE FEE:** Every member on joining the society shall pay an entrance fee of ₦.....Sec. 23(1) of NCS Act No. 90 of 1993.
32. **INTERNAL FUNDS:** The funds of the society may be held in the form of:
- (a) Statutory reserve fund, contribution to which shall cease as soon as sufficient reserve has been accumulated to cover the total limited liability of member as provided for in bye-laws.
 - (b) Current or saving bank account or cash.
 - (c) Fines and Penalties arising from absentees and other defaults, flagrant and contravention.
33. **INVESTMENT OF FUNDS:** In order not to keep idle funds, The Management Committee may invest in any project, stock, et cetera which shall be of benefit to the society. The funds which are not required for current use may be invested in any manner permitted by the law and regulations and approved at the immediate subsequent General Meeting of the society. (Sec 33 of NCS Act No. 90 Of 1993).
34. **OPERATION OF BANK ACCOUNTS:** The society's Bank shall be decided by the Cooperative trustee Subject to the approval of The Management Committee. All monies receipt shall be deposited to the society's bank account.

35. **APPROPRIATION OF NET SURPLUS**: At the close of each financial year, the net surplus shall be appropriated as follows:
- (i) At least one-fourth ($\frac{1}{4}$) or 25% shall be carried to the **Statutory Reserve Fund**. Unless a lower rate is prescribed by the Registrar;
 - (ii) 10% to the **Education Fund**; Sec. 34(1-3) of NCS Act No. 90 of 1993.
 - (iii) 5% to The Management Committee (**Honorarium**) and any other items of appropriations as may be decided by the General Meeting
 - (iv) 15% to **Service Charge**; and
 - (v) Remainder for Dividend on members savings, and sometimes bonus to staff of the society.
36. **DIVIDEND ON DEPOSIT AND SPECIAL SAVINGS**: Dividend at a rate fixed by The Management Committee may be paid on members savings on the basis of income earned during the year proportionately.
37. **Reserved Fund**:
- (a) When the amount appropriated to the reserve Fund equal the total limited liability of members as contained in these bye-law no further contribution shall be made to this account. The reserve fund shall belong to the society and no one is entitled to claim a specific share in it except with the written permission of the Registrar of Cooperative. It shall not be utilized in the business of the society but shall be funded and invested in the approved Bank.
 - (b) **Education Fund**: Not more than 10 % of the yearly net surplus shall be carried to an Education Fund, for routine education and information of members and staff of the Co-operative. **A separate Savings Account shall be created for Reserve and Education Fund.**
 - (c) **Audit and Supervision Fees**: Audit and supervision fees at the rate assessed by the Registrar shall be paid annually to the appropriate authority as may be advised by the Registrar of Co-operatives Services but usually is 1% of surplus.
38. **TRADING LOSSES**: Any loss on the year's working shall if possible be made good from non-statutory reserve, but if that is insufficient may, with the written permission of the Registrar and by a resolution of the Annual General Meeting be met from the Reserve Fund in which later the amount so withdrawn shall be restored to the Reserve Fund as soon as any surplus is earned.
39. **BORROWINGS**: The society shall have power to borrow money from any bank and Co-operative organizations, on the security or bonds under the seal provided such loan is applied for the projects of the society, for which the loan is borrowed and subject to reasonable rate of interest and repayment procedure. Sec. 31(1-2) of NCS Act No. 90 of 1993.

SECTION X
SPECIAL PROVISION

40. **PRESCRIBED BOOKS AND RECORDS**: The following papers, books, and records among others shall be kept by the society:
- (a) A Membership Register
 - (b) A Cash Book
 - (c) General Ledger
 - (d) Personal Ledger
 - (e) Loan Register
 - (f) Minutes Books
 - (g) Correspondence Files and;
 - (h) Such other records as may be prescribed by the Registrar
41. **INSPECTION OF BOOKS**: The books, account registers and papers of the society shall be opened at all times for member's inspection and any accredited Co-operatives officials provided that no persons other than any Co-operatives official shall be allowed to see the personal account of any member without the members' consent. Sec 37(3) of NCS Act No. 90 Of 1993.
42. **INQUIRY BY THE REGISTRAR OF CO-OPERATIVE SERVICES**: The Registrar of Co-operatives may or shall on the application of a simple majority of the Board or of not less than one-third of the members hold an inquiry or direct some person authorized by him in his behalf, by order in writing, to hold an inquiry into the constitution, working and financial state of the society. (Sec 37(1-2) of NCS Act No. 90 Of 1993).
43. **LIQUIDATION**
- (a) The society shall not be liquidated except in accordance with Sections 40 and 44 of the NCS Act No. 90 Of 1993.
 - (b) On the liquidation of the society, the society shall apply, first in discharging the liabilities of the society and secondly in the repayment of the share capital paid if there is. The remainder shall be placed by the Registrar of Co-operatives in a Bank until a new Co-operative society with a similar Area of Coverage is registered in which the funds shall be credited to the Reserve Funds of the society.
44. **DISPUTE**: Any dispute arising in or concerning the society and its members or past members shall be referred to the Registrar of Co-operatives for settlement by arbitration under the provisions of (Sec 49(1-6) of NCS Act No. 90 Of 1993),

provided such dispute cannot be settled internally by the (Cooperative Management Committee, NUT-FCT Wing Trustees).

45. **SEAL**: The Secretary shall hold in safe custody the seal of society on behalf of the trustees. The seal shall be pattern approved by the Registrar of Cooperatives. Documents shall be sealed by at least two of the Trustees, one of whom shall be the Secretary on the authority of a resolution of The Management Committee.
46. **FINES**: The General Meeting of the society may impose fines on members, not exceeding N..... in any case for, flagrant or repeated contravention of bye-laws.
47. **AFFILIATION TO UNIONS**: The society shall affiliate itself at the earliest possible time to any recognized multipurpose Co-operative union formed in its Area of Coverage unless otherwise directed by the Registrar.
48. **ADMINISTRATIVE PROCEDURES**: The Management Committee shall have power to lay down administrative rules and procedure for the smooth running of the society provided such rules and procedures do not violate or contravene the spirit of cooperation, Regulations and these Bye-Laws.
49. **AMENDMENT OF BYE-LAWS**: Any amendment or addition to these Bye-Laws shall be made by the General Meeting of the society in accordance with the law and regulations and shall not be valid until registered.
50. **BUDGET**: A Budget of the anticipated revenue and expenditure for the ensuring year shall be presented by The Management Committee to the annual General Meeting of the Society.