

RIPE NCC Budget 2005

Following the analysis of RIPE NCC membership growth so far in 2004 and the feedback from the Membership Growth Survey, a net growth of 9% is projected for the year 2004, as compared with a net growth rate of 7% in 2003.

More information about the RIPE NCC Membership Growth Survey can be found at: <http://www.ripe.net/membership/growth-survey/index.html>

Conservative growth estimates assume that this growth could increase by 2% over 2005, with a total net increase in membership of 11%.

The total expenses budget for the planned activities in 2005 is 10.7 MEUR. This is an increase of 4% from the 2004 budget and includes a special expense of 50 kEUR or 0.5% of total expenses for unforeseen activities. Total revenues of 11.2 MEUR will cover all expected expenses and are expected to lead to a slight surplus of approximately 0.5 MEUR for 2005.

Statement of Income & Expenditure RIPE NCC

In kEUR	Budget		Actual	Difference	
Income	2005	2004	2003	2005/04	2005/03
Membership Fees	10,872	10,329	12,542	543	(1,670)
RIPE Meeting	184	362	290	(178)	(106)
Other Income	150	100	241	50	(91)
Total Income	11,206	10,791	13,073	415	(1,867)
Expenditure					
Personnel	6,130	5,725	5,660	405	470
Operating Expenses	2,988	2,440	2,156	548	832
RIPE Meeting	279	489	509	(210)	(230)
Training Courses	281	305	228	(24)	53
Regional Meetings	112	-	-	112	112
Depreciation	633	916	904	(283)	(271)
Subtotal	10,423	9,875	9,457	548	966
Miscellaneous Expenses	550	550	738	-	(188)
Financial Expenses	(269)	(162)	(199)	(107)	(70)
Total Expenses	10,704	10,263	9,996	441	708
Surplus / Deficit	502	528	3,077	(26)	(2,575)

Expenses

The expenses per activity show an increase for Membership Services due to the RIPE NCC Member Service Desk and the data integrity projects. The expenses for Co-ordination Activities are higher due to an increased ICANN fee and the expenditure allocated to the K-root global nodes. The overall expenditure for Information Services has been reduced. The operational co-ordination and costs for these services have been redistributed to more efficiently use these resources.

Amounts in kEUR	Budget 2004		Budget 2005		Difference	
	Amount	%	Amount	%	Amount	%
Membership Services	5,880	57 %	6,318	59%	438	7%
Co-ordination Activities	2,947	29 %	3,106	29%	159	5%
Information Services	1,436	14 %	1,280	12%	(156)	(11%)
Total Expenses	10,263		10,704		441	4%

In the overview below the new activities for 2005 are reflected including the budgeted capital expenses when applicable for these new activities. The figures presented for these activities are the direct allocated costs, and do not include an overhead or management fee.

Membership Services	
- Member Service Desk	158 kEUR in 2005 (Capital expense 200 kEUR)
- Improving Data Integrity	105 kEUR in 2005
- New Training Methods	58 kEUR in 2005 (Capital expense 60 kEUR)
- Membership Survey	78 kEUR in 2005
Co-ordination Activities	
- K-root Deployment	210 kEUR in 2005 (Capital expense 200 kEUR)
- CRISP	63 kEUR in 2005
- Anti-SPAM Measures	40 kEUR in 2005

Income and Fees per Billing Category (Based on the Proposed Charging Scheme)

Income	No. of registries	Fee	Amount in kEUR
New members			
Sign-up Fee	498	EUR 2,000	996
Service fee, Extra Small	498	EUR 1,750	436
Existing members			
Extra Small	758	EUR 1,750	1,326
Small	2,082	EUR 2,250	4,684
Medium	757	EUR 3,150	2,385
Large	151	EUR 4,750	717
Extra Large	38	EUR 6,500	247
Administration Fee	25	EUR 1,250	31

Billing charges			50
Total Membership fees			10,872

Note: Income received from new members is estimated at 50% of the service fee due to an equal spread of new members across the year.

Development of RIPE NCC Reserves

The overview below summarises the capital development of the RIPE NCC. The capital consists of the RIPE NCC reserves including the surplus / deficit for the year at issue.

Year	Surplus / Deficit	Capital at 31 December	% of Yearly Operating Expenses
2000	2,472	5,197	90 %
2001	1,382	6,579	85 %
2002	(2,369)	4,210	40 %
2003	3,077	7,287	73 %
Estimated 2004	2,368	9,655	98 %
Budget 2005	502	10,157	95 %