

RIPE NCC Budget 2010

RIPE NCC

Document ID: ripe-486

Date: December 2009

Obsoletes: ripe-440

The industry will be going through a period of change, as the exhaustion of IPv4 addresses draws nearer. This is reflected by the development of policies and service introductions around this issue, some of which are expected to increase the workload for the RIPE NCC in the coming years.

As a result of this, the budgeted costs for 2010 are 13% higher than the budgeted costs for 2009. This is the result of the increased staff levels and greater operational expenses necessary to support the expected increase in the RIPE NCC's workload. For the particulars, please see: "Draft RIPE NCC Activity Plan 2010".

RIPE NCC Statement of Income & Expenditure

In kEUR	Budget		LE	Difference	
Income	2010	2009	2009	10/B 09	10/09
Service Fees	15,919	14,457	14,214	1,462	1,705
End User Fees	167	199	99	(32)	68
RIPE Meeting	281	255	208	26	73
Other Income	215	255	175	(40)	40
Total Income	16,582	15,166	14,696	1,416	1,886
Expenditure					
Personnel Expenses	9,259	8,232	8,400	1,027	859
General Operating Expenses	4,651	4,224	3,803	427	848
RIPE Meeting	809	606	631	203	178
Training Courses	337	399	306	(62)	31
Regional Meetings	160	190	190	(30)	(30)
Financial Expenses	98	85	85	13	13
Subtotal Operational Expenses	15,314	13,736	13,415	1,578	1,899
Miscellaneous Expenses	370	248	200	122	170
Depreciation	1,621	1,307	1,020	314	601
Total Expenses	17,305	15,291	14,635	2,014	2,670
Surplus/Deficit before interest income	(723)	(125)	61	(598)	(784)

Interest Income	400	855	775	(455)	(375)
Surplus / Deficit	(323)	730	836	-1,05	(1,159)

Development of RIPE NCC Reserves

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

Year	Surplus / Deficit	Capital at 31 December	Total expenses per year	% Capital of Expenses
2004	2,698	9,986	9,739	103%
2005	2,684	12,670	9,420	135%
2006	2,483	15,153	9,980	152%
2007	1,070	13,764*	11,674	118%
2008	2,623	16,387	11,765**	139%
Estimated 2009	836	17,424	14,635	119%
Budget 2010	(323)	17,101	17,305	99%

Note: *The capital in 2007 includes the member rebate of EUR 2.5 million.

**The total expenses 2008 include a pay back from the Personnel Fund of EUR 1.5 million

Expenses per Activity

Overall, expense levels increase in 2010. For Membership Services, this increase is a result of enhanced registry services, such as Internet Number Resource Certification, and an increased focus on data quality. The substantial increase in expenses for Coordination Activities is due to the increased External Relations efforts and increased RIPE meeting expenses.

In 2009 substantial investments were made to improve Information Services. For 2010 certain areas continue to be further enhanced but the overall costs for Information Services will decrease with improvement projects being completed. Previously the table below was shown including miscellaneous expenses, these are costs like Bad Debts and Depreciation that not directly attributable to any activity. Therefore for the Budget 2010 these have been excluded.

Amounts in kEUR	Budget 2010		Budget 2009		Difference	
	Amount	%	Amount	%	Amount	%
Membership Services	6,623	43%	6,301	46%	322	5%
Coordination Activities	6,605	43%	5,334	39%	1,271	24%
Information Services	2,086	14%	2,101	15%	(15)	-1%
Total Operational Expenses	15,314		13,736		1,578	11%

The table below shows new or significantly developed activities for 2010. The figure presented is the direct allocated costs and does not include an overhead or management fee.

Activity	Direct costs	Capital Expenses
Support for Internet Number Resource Certification	57 kEUR	259 kEUR
Implementation of policy 2007-01	124 kEUR	-
Registration Data Quality	116 kEUR	-
RIPE Labs	214 kEUR	-
Information Services	252 kEUR	150 kEUR

Income and Fees per Billing Category (Based on the Proposed Charging Scheme 2010)

Income	No. of Local Internet Registries (LIRs)	Annual Fee in EUR	Amount in kEUR
New members			
Sign-up Fee	650	2,000	1,300
Service Fee, Extra Small	650	1,300	524
Existing members			
Extra Small	1,459	1,300	1,897
Small	3,540	1,800	6,372
Medium	1,288	2,550	3,284
Large	258	4,100	1,058
Extra Large	64	5,500	352
Independent resources			1,132
Total Service Fees			15,919

Note: Income received from new members is estimated on the basis of the budgeted number of new Local Internet Registries (LIRs) per month multiplied by the pro rata annual service fee.