

RIPE NCC Budget 2011

RIPE NCC

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The industry will go 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 2011 are 6% higher than the budgeted costs for 2010. This is a 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: "RIPE NCC Activity Plan 2011".

RIPE NCC Statement of Income & Expenditure

| In kEUR | Budget | | LE | Difference | |
|-----------------------------------------------|---------------|---------------|---------------|--------------|--------------|
| Income | 2011 | 2010 | 2010 | 11/B 10 | 11/10 |
| Service Fees | 17,191 | 15,919 | 16,250 | 1,272 | 941 |
| End User Fees | 232 | 167 | 150 | 65 | 82 |
| RIPE Meeting | 250 | 281 | 245 | (31) | 5 |
| Other Income | 218 | 215 | 186 | 3 | 32 |
| Total Income | 17,891 | 16,582 | 16,831 | 1,309 | 1,060 |
| Expenditure | | | | | |
| Personnel Expenses | 10,268 | 9,259 | 9,266 | 1,009 | 1,002 |
| General Operating Expenses | 4,665 | 4,651 | 3,929 | 14 | 736 |
| RIPE Meeting | 857 | 809 | 950 | 48 | (93) |
| Training Courses | 383 | 337 | 308 | 46 | 75 |
| Regional Meetings | 263 | 160 | 225 | 103 | 38 |
| Financial Expenses | 108 | 98 | 100 | 10 | 8 |
| Subtotal Operational Expenses | 16,544 | 15,314 | 14,778 | 1,230 | 1,766 |
| Miscellaneous Expenses | 250 | 370 | 140 | (120) | 110 |
| Depreciation | 1,481 | 1,621 | 1,400 | (140) | 81 |
| Total Expenses | 18,275 | 17,305 | 16,318 | 970 | 1,957 |
| Surplus/Deficit Before Interest Income | (384) | (723) | 513 | 339 | (897) |

| | | | | | |
|-----------------|------|-------|-----|-------|-------|
| Interest Income | 300 | 400 | 325 | (100) | (25) |
| | | | | | |
| Surplus/Deficit | (84) | (323) | 838 | 239 | (922) |

| | | | | | |
|---------------------|-------|-------|-------|-------|-------|
| Capital expenditure | 2,540 | 2,766 | 1,440 | (226) | 1,100 |
|---------------------|-------|-------|-------|-------|-------|

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 |
|----------------|---------------------|---------------------------|----------------------------|--------------------------|
| 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% |
| 2009 | 842 | 17,229 | 14,683 | 119% |
| Estimated 2010 | 838 | 18,067 | 16,318 | 111% |
| Budget 2011 | (84) | 17,983 | 18,275 | 98% |

*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 2011. For Membership Services, this increase is a result of the expected increase in the number of resource requests caused by RIPE policy Proposal 2009-03, Run Out Fairly. In addition, the RIPE NCC will further enhance its data quality and the procedures around its data quality and registration. For 2011, a continuous high level of Coordination Activities is planned to cater for all activities surrounding the depletion of the IPv4 address pool.

In line with one of the key strategies of the RIPE NCC to further the RIPE NCC as a trusted source of data, the cost for Information Services is increased in 2011. This increase is caused by the enhancement of the successful RIPE Labs platform and additional efforts will be made to further develop the RIPE Labs community. In 2010, the development of an active measurement network started, and in 2011 this development will continue. In mid-2011, the prototype will be analysed and a decision will be made on whether or not to develop a service from this prototype.

| Amounts in kEUR | Budget 2011 | | Budget 2010 | | Difference | |
|---------------------|-------------|-----|-------------|-----|------------|-----|
| | Amount | % | Amount | % | Amount | % |
| Membership Services | 7,347 | 45% | 6,623 | 43% | 724 | 11% |

| | | | | | | |
|----------------------------|--------|-----|--------|-----|-------|-----|
| Coordination Activities | 6,316 | 38% | 6,605 | 43% | (289) | -4% |
| Information Services | 2,881 | 17% | 2,086 | 14% | 795 | 38% |
| Total Operational Expenses | 16,544 | | 15,314 | | 1,230 | 8% |

The table below shows new or significantly developed activities for 2011. The figure presented is the direct allocated costs and does not include an overhead or management fee.

| Activity | Operational Expenses | Capital Expenses |
|------------|----------------------|------------------|
| RIPE Atlas | 271 kEUR | 110 kEUR |

Income and Fees per Billing Category (Based on the Proposed Charging Scheme 2011)

| Income | No. of Local Internet Registries (LIRs) | Annual Fee in EUR | Amount in kEUR |
|---------------------------|-----------------------------------------|-------------------|----------------|
| New Members | | | |
| Sign-up Fee | 620 | 2,000 | 1,240 |
| Service Fee, Extra Small | 620 | 1,300 | 485 |
| Existing Members | | | |
| Extra Small | 1,589 | 1,300 | 2,066 |
| Small | 3,875 | 1,800 | 6,975 |
| Medium | 1,409 | 2,550 | 3,593 |
| Large | 282 | 4,100 | 1,155 |
| Extra Large | 70 | 5,500 | 387 |
| Independent Resources | | | 1,200 |
| Miscellaneous Income | | | 90 |
| Total Service Fees | | | 17,191 |

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.