

## KARC MEMBERSHIP AND RAC INSURANCE PREMIUM SUBSIDY

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20 November 2017, Edited 15 December 2017

1. The Executive were asked to explore whether the Club should subsidize the Non-RAC members surcharge of the insurance, and the Club members introduced a motion at the November 2017 meeting that the matter be addressed once for all and laid to rest at the December 2017 meeting.
2. Since 2011, KARC has been using the RAC Insurance program due to the lower premiums and additional benefits supplied.
3. Over the years the topic of raising Club membership dues for those who were not RAC members to cover the cost of the Non-RAC member surcharge which has been \$11.00 per year per member except for two years where it was \$12.00.
4. Attached are charts showing the costs of the RAC Insurance premiums broken down by year.
  - a. Almost half of our insurance premium is the subsidy for the Non-RAC members of the Club.
5. Presently the main income of the Club is through membership dues which have remained at \$25.00 a year since 2012 and the Club's two major expenses are the RAC Insurance premiums and the web hosting/domain name fees for our website.
6. The Club has been fortunate in the past few years that our expenses have been minimal with only a couple of major expenditures, the repeater (at a substantially lower cost than normal), IRLP/EchoLink node, and remote HF station.
  - a. Note that the repeater if it had to be moved or replaced would substantially deplete our bank balance.
7. The attached report shows the correlation between income and expenses based solely on membership dues income and insurance/web site expenses which occur yearly.
  - a. These parameters were set to show whether the Club is breaking even, gaining or losing equity in our bank account.
8. Whether the membership dues are increased or not, with whatever method is adopted, there is a possibility of members of the Club who may not be satisfied and may not renew their membership.

9. The following are presented as resolutions:
- a. The membership dues remain at the current level and increases to the dues determined yearly with the Club subsidizing the Non-RAC member insurance surcharge.
    - i. Dues for 2018 remain at \$25.00 year, 2019 to be determined.
  - b. There would be a two tier membership fee:
    - i. Basic fee would be at the current level and increases to the dues determined yearly.
      - 1. 2018 -\$25.00, 2019 - \$25.00 for example if dues not increased by the Club
    - ii. An additional fee, the Non-RAC member surcharge (at the current year surcharge) be charged to Non-RAC members
      - 1. 2018 - \$25.00, 2019 - \$25.00 for example if dues not increased by the Club plus \$11.00 surcharge = \$36.00 (plus/minus any difference in Non-RAC surcharge)
    - iii. Two tier membership dues would require more bookkeeping by the Membership Officer and Treasurer.
  - c. The membership dues would be increased for 2019 for all Club members to cover the membership dues plus the Non-RAC insurance surcharge:
    - i. Membership dues determined yearly and adjusted as the Non-RAC surcharge changes
    - ii. All Club members would be paying the same membership dues for easier book keeping.
    - iii. The increase by adding the Non-RAC surcharge would to all members:
      - 1. cover the insurance surcharge for a Non-RAC member of the Club
      - 2. the surcharge payment not required for a RAC member of the Club would add additional income to the Club
      - 3. 2019 for example might be  $\$25.00 + \$11.00 = \$36.00$  or rounded to \$35.00 or as determined yearly

**KARC RAC Insurance**

Prepared 19 Nov 2017

<b>RAC Insurance Fee Schedule</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
Registration Fee	150.00	150.00	150.00	160.00	160.00	160.00	160.00	160.00
Surcharge per Club member	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Surcharge per Non RAC member	11.00	11.00	11.00	12.00	12.00	11.00	11.00	11.00
Annual Affiliation Fee	25.00	25.00	27.95	27.95	27.95	27.95	27.95	27.95

<b>KARC RAC Insurance Premium</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
Registration	150.00	150.00	150.00	160.00	160.00	160.00	160.00	160.00
plus \$1.00 per Club member	34.00	51.00	43.00	43.00	36.00	35.00	34.00	36.00
plus fee per non-RAC member	198.00	341.00	198.00	240.00	156.00	176.00	176.00	209.00
subtotal	382.00	542.00	391.00	443.00	352.00	371.00	370.00	405.00
plus 8% PST	30.56	43.36	31.28	35.44	28.16	29.68	29.60	32.40
subtotal	412.56	585.36	422.28	478.44	380.16	400.68	399.60	437.40
plus annual affiliation fee	25.00	25.00	27.95	27.95	27.95	27.95	27.95	27.95
plus 13% HST	3.25	3.25	3.63	3.63	3.63	3.63	3.63	3.63
subtotal	28.25	28.25	31.58	31.58	31.58	31.58	31.58	31.58
<b>Total</b>	<b>440.81</b>	<b>613.61</b>	<b>453.86</b>	<b>510.02</b>	<b>411.74</b>	<b>432.26</b>	<b>431.18</b>	<b>468.98</b>

<b>KARC Membership</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
RAC Members	16	20	25	23	23	19	18	17
Non RAC Members	18	31	18	20	13	16	16	19
Total Members	34	51	43	43	36	35	34	36
Non RAC Subsidized by Club	198.00	341.00	198.00	240.00	156.00	176.00	176.00	209.00
plus 8% PST	15.84	27.28	15.84	19.2	12.48	14.08	14.08	16.72
<b>Total</b>	<b>213.84</b>	<b>368.28</b>	<b>213.84</b>	<b>259.2</b>	<b>168.48</b>	<b>190.08</b>	<b>190.08</b>	<b>225.72</b>

<b>KARC RAC Insurance Subsidy %</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
% of Members - RAC	47	39	58	53	64	54	53	47
% of Members - Non RAC	45	61	42	47	36	46	47	53
% of insurance to Non RAC subsidy	<b>45</b>	<b>56</b>	<b>44</b>	<b>47</b>	<b>38</b>	<b>41</b>	<b>41</b>	<b>45</b>

<b>KARC Income to Expenses</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
Yearly Club Expenses								
RAC Insurance	440.81	613.61	453.86	510.02	411.74	432.26	431.18	468.98
Web Site Hosting	231.39		273.81	295.90	393.83	371.62	423.14	450.00
<b>Total</b>	<b>672.20</b>	<b>613.61</b>	<b>727.67</b>	<b>805.92</b>	<b>805.57</b>	<b>803.88</b>	<b>854.32</b>	<b>918.98</b>
Membership Dues/year	20.00	25.00	25.00	25.00	25.00	25.00	25.00	25.00
Membership Income	680.00	1,275.00	1,075.00	1,075.00	900.00	875.00	850.00	900.00
Income minus Expenses	<b>7.80</b>	<b>661.39</b>	<b>347.33</b>	<b>269.08</b>	<b>94.43</b>	<b>71.12</b>	<b>-4.32</b>	<b>-18.98</b>
Bank Balance	4,938.65			7064.09	7590.73	5627.26	5865.23	

**Note 1:** For purpose of report only RAC Insurance and Web Site Hosting fees are used for Expenses

**Note 2:** Membership Income based on number of members X dues for year irrespective of when dues were paid.

**Note 3:** 2018 membership numbers based on the numbers submitted with the RAC insurance fee.

**Note 4:** 2018 Web Site Hosting fee is an estimate.

2011-2018 KARC Insurance Fee Calculations.txt

KARC 2011 Insurance Fee Calculation  
registration = \$150.00  
plus \$1.00 per Club member (34) = \$34.00  
plus \$11.00 per non-RAC member (18) = \$198.00  
subtotal = \$382.00  
plus 8% PST = \$30.56  
subtotal = \$412.56  
plus annual affiliation fee payment = \$25.00  
plus 13% HST = \$3.25  
subtotal = \$28.25  
total = \$440.81

KARC 2012 Insurance Fee Calculation  
registration = \$150.00  
plus \$1.00 per Club member (51) = \$51.00  
plus \$11.00 per non-RAC member (31) = \$341.00  
subtotal = \$542.00  
plus 8% PST = \$43.36  
subtotal = \$585.36  
plus annual affiliation fee payment = \$25.00  
plus 13% HST = \$3.25  
subtotal = \$28.25  
total = \$613.61

KARC 2013 Insurance Fee Calculation  
registration = \$150.00  
plus \$1.00 per Club member (43) = \$43.00  
plus \$11.00 per non-RAC member (18) = \$198.00  
subtotal = \$391.00  
plus 8% PST = \$31.28  
subtotal = \$422.28  
plus annual affiliation fee payment = \$27.95  
plus 13% HST = \$3.63  
subtotal = \$31.58  
total = \$453.86

KARC 2014 Insurance Fee Calculation  
registration = \$160.00  
plus \$1.00 per Club member (43) = \$43.00  
plus \$12.00 per non-RAC member (20) = \$240.00  
subtotal = \$443.00  
plus 8% PST = \$35.44  
subtotal = \$478.44  
plus annual affiliation fee payment = \$27.95  
plus 13% HST = \$3.63  
subtotal = \$31.58  
total = \$510.02

KARC 2015 Estimated Insurance Fee Calculation  
registration = \$160.00  
plus \$1.00 per Club member (36) = \$36.00  
plus \$12.00 per non-RAC member (13) = \$156.00  
subtotal = \$352.00  
plus 8% PST = \$28.16  
subtotal = \$380.16  
plus annual affiliation fee payment = \$27.95  
plus 13% HST = \$3.63  
subtotal = \$31.58  
total = \$411.74

KARC 2016 Estimated Insurance Fee Calculation  
registration = \$160.00  
plus \$1.00 per Club member (35) = \$35.00  
plus \$11.00 per non-RAC member (16) = \$176.00  
subtotal = \$371.00  
plus 8% PST = \$29.68

2011-2018 KARC Insurance Fee Calculations.txt

subtotal = \$400.68  
plus annual affiliation fee payment = \$27.95  
plus 13% HST = \$3.63  
subtotal = \$31.58  
total = \$432.26

KARC 2017 Estimated Insurance Fee Calculation  
registration = \$160.00  
plus \$1.00 per Club member (34) = \$34.00  
plus \$11.00 per non-RAC member (16) = \$176.00  
subtotal = \$370.00  
plus 8% PST = \$29.60  
subtotal = \$399.60  
plus annual affiliation fee payment = \$27.95  
plus 13% HST = \$3.63  
subtotal = \$31.58  
total = \$431.18

KARC 2018 Estimated Insurance Fee Calculation  
registration = \$160.00  
plus \$1.00 per Club member (36) = \$36.00  
plus \$11.00 per non-RAC member (19) = \$209.00  
subtotal = \$405.00  
plus 8% PST = \$32.40  
subtotal = \$437.40  
plus annual affiliation fee payment = \$27.95  
plus 13% HST = \$3.63  
subtotal = \$31.58  
total = \$468.98