

ICMA MEMBERSHIP COSTS 2003

A	Entrance Fee (one-off)	€ 1000
B	Membership Cost (annual)	€ 3741
	if applying after 1 July (half year fee)	€ 2000
	per publishing company	
C	Ad Exchange: entrance fee (one-off)	€1000
D	Ad Exchange: FAPCOM installation fee (annual)	€961
E	Ad Exchange: System Usage Costs	
	per repeat unit	€ 0.12
F	Ad Exchange: Paid-to-Print System	
	per commercial repeat unit	€ 0.90
	per private repeat unit	€ 0.15

The costs for A and B are paid upon application. If membership is not accepted, all fees paid will be returned to the applicant. For entry into the ad exchange, the FAPCOM costs are payable on application. The System Usage costs and paid-to-print system (D and E) are calculated at a later stage.

A. Entrance Fee

Each new member entering FAPIA pays a one-time entrance fee of **€ 1000**.

B. Membership Fee

Membership Fees cover the costs of running the Association and are charged every year. This fee is voted on by the membership as part of approval for the budget for the following year. The annual fee level for 2003 has been set at **€ 3741** (€ 2000 for a half year membership) and is charged per publishing company regardless of the number of editions.

C. Ad Exchange – entrance fee

Each applicant who wishes to take part in the ad exchange pays a one-time entrance fee of **€ 1000**. If the application is unsuccessful this fee is returned.

D. FAPCOM Installation fee

This is a yearly fee which covers the cost of maintenance and support for the FAPCOM software package which is used for the exchange of ads. The fee is voted on by the

membership as part of approval for the budget for the following year. The level for 2003 is € 961.

E. System Usage Costs

A fee is charged for each ad that is **SENT** through FAPCOM. This will be invoiced at the end of each quarter for the first year of membership. Thereafter, a down payment based on historical usage of the system will be invoiced at the beginning of each year. At the end of each year a recalculation will be made based on the actual usage.

System Usage Costs cover all costs related to the maintenance and standard enhancement of the FAPCOM system.

The fee is determined by the number of Repeat Units, which is calculated as follows: Number of destinations the ad is sent to **X** the number of placements in these destinations.

E.G. If an ad needs to be published twice in 5 papers, this ad represents 10 Repeat Units.

F. Paid to Print system

Each member that receives an ad through the ICMA Ad Exchange programme, which is to be printed in one of its editions, receives a reimbursement from the paper, which sold the ad and sent it through the system.

This system works to the benefit of both parties: the selling paper has the opportunity to sell advertising space in the other ICMA member papers and keeps most of the revenue. The paper printing the ads gets a financial compensation for his printing services. The administrative and financial handling of the 'paid-to-print' system is managed by ICMA Head Office, which functions as a clearing-house.

Each paper receives a quarterly overview of the number of private and commercial repeat units they have sent and the number they have received. These figures are adjusted downwards by 3% to compensate for ads which are rejected and not published.

The charges below are separate from and additional to the system usage fees stated above, and are reviewed yearly as part of the budget discussions:

- | | |
|---|--------|
| <input type="checkbox"/> Fee for sending a private repeat unit: | € 0.15 |
| <input type="checkbox"/> Fee for sending a commercial repeat unit: | € 0.90 |
| <input type="checkbox"/> Payment for receiving/printing a private repeat unit: | € 0.15 |
| <input type="checkbox"/> Payment for receiving/printing a commercial repeat unit: | € 0.90 |

If the quarterly fees owing for any member are greater than the payments they are due to receive, that paper pays the difference to ICMA. If the quarterly fees owing for a member are smaller than the payments they are due to receive, ICMA pays the difference to that member.

Example: Free Ads Nowhereville

RU = repeat unit	<u>EUROs</u>
Sends 10,000 private repeat units @ € 0.15 per RU	- 1,455
Receives 24,000 private repeat units @ € 0.15 per RU	3,492
Sends 8,000 commercial repeat units @ € 0.90 per RU	- 6,984
Receives 11,000 commercial repeat units @ € 0.90 per RU	<u>9,603</u>
Balance to receive from ICMA:	4,656