



To: LBYC Members

From: Treasurer LBYC

Subject: Subscriptions FY 2023/24

Proposal

It is proposed that the annual subscriptions for members for 2023/24 are as follows

Member Type		FY 2022/23 Subscription (GST Incl)	Proposed FY 2023/24 Subscription (GST Incl)
Country	LBYC Subs	\$63.37	\$72.56
	YNZ Levy	\$31.63	\$33.81
	Total	\$95.00	\$106.37
Family	LBYC Subs	\$63.37	\$72.56
	YNZ Levy	\$31.63	\$33.81
	Total	\$95.00	\$106.37
Senior	LBYC Subs	\$118.37	\$135.53
	YNZ Levy	\$33.81	\$33.81
	Total	\$150.00	\$169.34
Associate	LBYC Subs	\$468.37	\$536.28
	YNZ Levy	\$31.63	\$33.81
	Total	\$500.00	\$570.09

This represents a 14.5% increase on FY 2022/23 Subs.

Background

Subs have been maintained at their current levels since FY 2019/20.

This year our insurance bill will climb from \$11,959 to \$19,096 (GST excl). Our insurance broker has advised us that large premium increases can be expected over the next few years as the industry tries to grapple with the effects of climate change and

the increased number of extreme weather events. In addition, Hutt City Council rates are predicted to increase from \$2,889 to \$3,217 (GST excl).

The annual accounts show that the bar returned an overall surplus of \$6,651 for last year and patronage has been steadily dropping off. The proposed subscription increase will contribute to our increased costs, but we are relying on the venue hire of the clubrooms to cover much of the increase in the club's costs.

A 14.5% increase will allow the Club to maintain a healthy position for the coming financial year and avoid larger increases in future years.

The Club's primary three income streams are subscriptions, bar profit and venue hire. Patronage at social events is falling steadily, consistent with many other sports clubs, and although venue hire is high, there is no guarantee that this will continue at the current level.

The Executive will be considering options for insurance to try and reduce the premiums by carrying some of the risk ourselves, however it needs to be realised that it will not be a linear reduction. At the same time we need to bear in mind that insurance is a requirement of our lease.

The Club's finances cannot absorb large increases of this nature and they need to be partially reflected in the subscriptions.

YNZ Levies

Yachting New Zealand levies have also risen as can be seen from the table on page one. Members were advised at last year's AGM that we were deliberately separating the YNZ levies from our own subs and that any future increase in YNZ levies would be passed on directly to members.