

Policy For the Disposition of the MBL's 420 and League Coordinator Funds

The 420 Fund and CBI Coordinator Fund are no longer needed by the MBL so the balances in these funds will be returned to the active teams that paid it in and the remainder moved into the MBL general fund. (By-laws require dues beyond standard league dues to be used for the benefit of those paying the dues.)

Please note that the starting point for all calculations is 2006 because that's when accurate MBL team records begin. The Coordinator Fund had a zero balance at the beginning of 2006. There was a positive balance in the 420 Fund at the beginning of 2006 from contributions that cannot accurately be attributed to individual teams. Also, note that some money was directed to the 420 Fund from 2003 through 2007 from the MBL General Fund and outsider donations.

What follows explains how the amounts to be distributed were calculated.

Apportionment of remaining 420 and Coordinator Fund amounts

Each CBI team* as of the 2012 Spring Season will receive the...

- Sum of all its payments into 420 Fund since 2006
- + sum of amounts it paid to the Coordinator Fund since 2006
- sum of amounts representing its share of the league coordinator expense since 2006
- its fair share of depreciation of the 420 boats since 2006
- sum of its unpaid regular league dues since 2006

** CBI teams that voluntarily left the MBL get nothing back.*

League Coordinator Fund obligation breakdown by team

- All of the money billed for the Coordinator Fund was not actually paid to the coordinator. Therefore, some money remains in the fund.
- Each team at CBI had the benefit of a league coordinator. Each team at CBI had a responsibility each season to share the cost of the league coordinator in proportion to its share of the total use. Some teams failed to pay their share of dues to the Coordinator Fund.
- Each team's yearly **percentage of use** was determined by dividing the fee assessed to them into the total amount of fees assessed for the Coordinator Fund each year.
- Each team's yearly Coordinator Fund obligation was the total amount actually paid to the coordinator (which was not necessarily the same as the total billed) multiplied times its **percentage of use**.

(Some teams were billed smaller amounts each year because they had less usage of the facility, and some teams were not at CBI for all the years; therefore all the teams at CBI do not have equal Coordinator Fund obligations.)

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- The annual amount of money paid into the Coordinator Fund by each team less the amount of its obligation is its yearly excess payment or underpayment. This amount was summed over all seasons since 2006.

420 Fund fleet depreciation apportionment

- Total depreciation on the fleet of 420 boats is \$6,750. (\$15,000 cost - \$8,250 proceeds from sale)
- The league as a whole used the 420 fleet 10% of the time (for league regattas), and the teams at CBI used the fleet 90% of the time.
- The league as a whole absorbs \$675 in depreciation, and the CBI based teams are responsible for \$6,075 in depreciation for their use of the boats.
- Each team's fair share is based on the percentage of its use relative to the total. This is determined by dividing the number of seasons the team used the boats by the total number of seasons of use for all teams since 2006.
- This percentage is multiplied by the total CBI teams' depreciation amount (\$6,075) to determine an individual team's depreciation dollar amount.
- The whole league will absorb depreciation apportioned to teams that have left the MBL.

Unpaid Dues

As the league is trying to do the fair thing relative to these funds, the teams must do the fair thing relative to paying all their regular dues. Unpaid regular dues since 2006 are subtracted from the amount to be returned to each team. Unpaid regular dues do not include the unpaid surcharges for the 420 Fund and the league Coordinator Fund. Those dues are accounted for separately as described above.

For the details and actual amounts involved, please review the online spreadsheets, *ExcessFundsReturn* and *CoordFdExcess*, in the Google Drive file, **MBL_Finances – New** at the following link:

https://docs.google.com/spreadsheet/ccc?key=0AmEhn9Gba22edDMwQ1JDtDktYmE0VjZXVGfodnpONIE&usp=drive_web#gid=92