This is useful when you want to compare profit models when doing business with associations. Use this worksheet to experiment with different pricing and commission models Association management often wants to provide a deal for their members. They often want to earn "Non-Dues Revenue" for their association.

Association / Affiliate Pricing Analysis

| Scenario 1 | | | Product A | | Product B | | Product C | | Product D |
|----------------------------|------|----------|-----------------------|----------|-----------------------|----------|---------------|----------|---------------|
| Street Price | | \$ | 99.95 | \$ | 74.95 | \$ | 49.95 | \$ | 19.95 |
| Member Discount | 20% | \$ | 79.96 | \$ | 59.96 | \$ | 39.96 | \$ | 15.96 |
| Local Chapter | 15% | \$ | 11.99 | \$ | 8.99 | \$ | 5.99 | \$ | 2.39 |
| | | \$ | 67.97 | \$ | 50.97 | \$ | 33.97 | \$ | 13.57 |
| Association National HQ | 5% | \$ | 3.40 | \$ | 2.55 | \$ | 1.70 | \$ | 0.68 |
| [Company] Rep Commission | 20% | \$ | 12.91 | \$ | 9.68 | \$ | 6.45 | \$ | 2.58 |
| Net to [Company] | | \$ | 51.65 | \$ | 38.73 | \$ | 25.81 | \$ | 10.31 |
| % of Street price | | | 52% | | 52% | | 52% | | 52% |
| 0 | | | | | | | | | |
| Scenario 2 Street Price | | \$ | 99.95 | \$ | 74.95 | \$ | 49.95 | \$ | 19.95 |
| Member Discount | 15% | | | • | | · | 49.95 | | |
| Local Chapter | 15% | \$ \$ | 84.96 12.74 | \$ \$ | 63.71 9.56 | \$ \$ | 42.40 6.37 | \$ \$ | 16.96 2.54 |
| | 1370 | ֆ \$ | 72.21 | ֆ \$ | <u>9.56</u> 54.15 | ֆ \$ | 36.09 | ֆ \$ | 14.41 |
| Association National IIO | 5% | | | ֆ \$ | | ֆ \$ | | <u> </u> | |
| Association National HQ | | \$ | 3.61 | • | 2.71 | | 1.80 | \$ | 0.72 |
| [Company] Rep Commission | 20% | \$ \$ | 13.72 54.88 | \$ \$ | 10.29 41.16 | \$ \$ | 6.86 | \$ \$ | 2.74 |
| Net to [Company] | | φ | | Þ | | þ | 27.43 | φ | 10.95 |
| % of Street price | | | 55% | | 55% | | 55% | | 55% |
| Scenario 3 | | | | | | | | | |
| Street Price | | \$ | 99.95 | \$ | 74.95 | \$ | 49.95 | \$ | 19.95 |
| Member Discount | 15% | \$ | 84.96 | \$ | 63.71 | \$ | 42.46 | \$ | 16.96 |
| Local Chapter | 10% | \$ | 8.50 | \$ | 6.37 | \$ | 4.25 | \$ | 1.70 |
| | | \$ | 76.46 | \$ | 57.34 | \$ | 38.21 | \$ | 15.26 |
| Association National HQ | 5% | \$ | 3.82 | \$ | 2.87 | \$ | 1.91 | \$ | 0.76 |
| [Company] Rep Commission | 20% | \$ | 14.53 | \$ | 10.89 | \$ | 7.26 | \$ | 2.90 |
| Net to [Company] | | \$ | 58.11 | \$ | 43.58 | \$ | 29.04 | \$ | 11.60 |
| % of Street price | | | 58% | | 58% | | 58% | | 58% |
| | | | | | | | | | |
| Scenario 4 | } | | | | | | | | |
| Street Price | | \$ | 99.95 | \$ | 74.95 | \$ | 49.95 | \$ | 19.95 |
| Member Discount | 10% | \$ | 89.96 | \$ | 67.46 | \$ | 44.96 | \$ | 17.96 |
| Local Chapter | 10% | \$ | 9.00 | \$ | 6.75 | \$ | 4.50 | \$ | 1.80 |
| | | \$ | 80.96 | \$ | 60.71 | \$ | 40.46 | \$ | 16.16 |
| Association National HQ | 5% | \$ | 4.05 | | 3.04 | \$ | 2.02 | | 0.81 |
| [Company] Rep Commission | 20% | \$ | 15.38 | \$ | 11.53 | \$ | 7.69 | \$ | 3.07 |
| Net to [Company] | | \$ | 61.53 | \$ | 46.14 | \$ | | \$ | 12.28 |
| % of Street price | | | 62% | | 62% | | 62% | | 62% |
| Compared to Reseller Model | | | | | | | | | |
| Street Price | | \$ | 99.95 | \$ | 74.95 | \$ | 49.95 | \$ | 19.95 |
| Reseller Discount | 28% | \$ | 71.96 | \$ | 53.96 | \$ | 35.96 | \$ | 14.36 |
| Co-op Allowance | 20% | \$ | 14.39 | \$ | 10.79 | \$ | 7.19 | \$ | 2.87 |
| Rep Commission | 4% | \$ | 2.88 | \$ | 2.16 | \$ | 1.44 | \$ | 0.57 |
| Net to [Company] | - 70 | \$ | 54.69 | \$ | 41.01 | \$ | 27.33 | \$ | 10.92 |
| % of Street price | | | 55% | , | 55% | + | 55% | <u>,</u> | 55% |
| | | | 0070 | - | 0070 | | 0070 | - | 0070 |

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