

Colleagues:

We want to let you know that, at the recommendation of Internet2 management, the Internet2 Board of Trustees has now confirmed that **2022 membership fees will increase 1.5% from 2021 levels** for all members in all membership categories. (This anticipated change was communicated previously in April of this year.)

In December 2018 we had communicated that a multi-year financial plan was being implemented to address several financial issues Internet2 was facing. That plan anticipated recurring annual membership fees increases of up to 3%, to best comport with members' expressed interests for smooth fees budgeting year to year. We diverged from that plan by holding 2021 fees at 2020 levels, responding to financial uncertainties members faced due to the pandemic. We know that most of our members are now experiencing some recovery from the pandemic, but most also are still operating with reduced budgets, so we have held the 2022 membership fees increase to 1.5%.

Looking beyond 2022, we anticipate that we'll need to return to the original financial plan, so 2023 membership fees are projected to increase from 2022 levels by an amount not to exceed 3%, unless economic circumstances warrant otherwise.

As always, Internet2 will continuously assess its financial position and projections and take these into account in the setting of actual fees. Final fees determination for 2023 will be made by our Board of Trustees in the summer of 2022, but we wanted to provide this projection to you as soon as possible.

If you have any questions, please do not hesitate to contact Mike Erickson, Associate VP for Community Engagement (<u>merickson@internet2.edu</u>) or me, at <u>ana@internet2.edu</u>.

Sincerely,

Ana Hunsinger VP, Community Engagement