

(Name(s) of the Sponsoring Group(s) / NASG Agreement

for the conduct of the (year) NASG National Convention

This contract between the (group or groups), hereinafter called the Sponsor(s), and the National Association of S Gaugers, Inc., hereinafter called the NASG, cover all events and activities conducted as parts of the (year) Annual National Convention of the NASG, which will be held on (dates).

1. The NASG will make available to the Sponsor(s) advance monies of \$1000, or more at the discretion of the NASG BOT, upon the request of the Sponsor(s). The Sponsor(s) shall request the monies in writing using the "Advance of Funds for Convention" form prior to the previous year's NASG National Convention. These funds will be provided to the Sponsor(s) by the NASG within 45 days. In all accounting, these advance funds will be treated as fully refundable to the NASG and will be repaid before other divisions of convention profits are made and distributed. The advance funds are not to be used for purchasing convention souvenirs or fund raising items such as patches, freight or passenger cars, or other items not necessary for the convention to proceed.

Funding for Hotel and catering deposits may be requested after the Sponsor and Sponsor's budget proposal has been approved by the BOT and up to 24 months before the convention date.

2. In order to satisfy the NASG Insurer's requirements, all convention attendees must be members of the NASG. Therefore, the NASG annual dues rate (or a special dues rate as authorized by the NASG BOT) will be charged to a person wishing to attend the convention, and that person will fill out the required membership forms. All dues money collected and the completed membership forms shall be forwarded to the Membership Secretary immediately following the convention.
3. Convention income is calculated as the sum of revenues from registration, banquet fees, swap meets, table space sales to individuals and dealers, convention souvenirs, auction, and/or any other commissions associated with the convention. The sale of items from the "NASG Store" or Sponsor items not specifically related to the convention are not considered as convention income and monies derived from these sales should be omitted from the convention financial accounting. Examples of such sales are the NASG track gauges and Sponsoring group's cloth patches. Any non-traditional or novel item contemplated to be sold at the convention by either the NASG or the Sponsor(s) will be submitted by the originating party to the other party in the Agreement for consideration. A letter of agreement authorizing or banning the sale of the considered item shall be created as an addendum to this document.

4. The sale by the Sponsor of any items related to the convention such as convention cars, convention patches or convention decals are considered as part of the convention income. The project plan for these items and funding requirements must be submitted to the NASG for approval no later than 15 months prior to the above convention dates, if the Sponsor(s) intend(s) to use NASG funding for the project. The NASG has the option of declining to participate in the project, for whatever reason. If the Sponsor(s) proceed(s) on its own, the NASG will not share in any profits from the project and the items cannot be sold or advertised as an official NASG item. For any NASG approved convention project, the Sponsor(s) will have nine months from the end of the convention to sell off the inventory. If any product remains unsold at the end of nine months, the prorated cost of the items already sold will be subtracted from the monies received up to that time and any profits will be shared with the NASG per this agreement. All inventory left after nine months will become the sole property of the Sponsor(s) and the NASG will receive no further profits from the project.
5. Any profits from the convention shall be divided with the Sponsor(s) getting 50% and the NASG getting 50%. It is strongly recommended that in the case of more than one Sponsor for the convention that the Sponsors generate their own internal agreement as to how their share of profit or loss will be divided.
6. Should the convention yield a net financial loss, the NASG will be liable for a maximum of one half of the loss up to the maximum amount stated in Article III, Section 9 of the NASG By-Laws.
7. The NASG will review all contracts associated with the convention prior to them being signed by the Sponsor. The NASG can approve the contracts, reject or ask for changes to these contracts if it feels the need. Any changes to the contracts also need to be submitted to the NASG for approval. Contracts signed without the NASG's review can be subject to withholding of funds from the NASG for losses related to such contracts.
8. The Sponsor(s) shall establish a separate checking account for all convention funds.
9. The Sponsor(s) shall appoint a person as the Convention Treasurer and the NASG Convention Chairman will review this appointment for the NASG. The Convention Treasurer will chair the Sponsor(s) finance subcommittee. The Convention Treasurer will be the only person authorized

to receive and disperse funds through the convention checking account, though an Alternate Convention Treasurer should be appointed to permit continuation of convention business should the Convention Treasurer be unable to complete his/her assigned duties.

10. All over-budget expenditures requiring NASG funding must be reviewed by the Sponsor and the NASG BOT prior to funding.
  
11. The NASG will provide the Sponsor(s) with advertising space in the NASG "Dispatch" at no cost. The amount of space given in the "Dispatch" will be at the discretion of the "Dispatch" editor. The NASG will also pay for two 2 sided inserts and two single side inserts in the "Dispatch" when the Sponsor(s) provide(s) the content. Any inserts beyond this number will be billed to the Sponsor(s) at the printer's current rate for printing and inserting, and this expense will become part of the convention expenses.
  
12. The Sponsor(s) agree(s) to repay in full any monies advanced under this agreement within 90 days of the close of this convention. The Sponsor(s) shall provide closing financial statements and the NASG's share of the profits as soon as it is practical after the convention, but no later than ten months from this convention. Any losses need to be disclosed within 9 months and justified to the NASG's BOT for any repayment. The NASG retains the right to audit the financial records of the convention, at NASG expense, for a period of one year following the receipt of the final convention accounting.
  
13. The Sponsor(s) agree(s) to conduct a model contest using the current version of the NASG Contest Rules supplied by the NASG Contest Chairman. The Contest may be waived with justification by the Sponsor(s) and the approval of the NASG BOT. The NASG reserves the right to oversee the conduct of the contest to ensure adherence to the rules.

\_\_\_\_ (Sponsor) \_\_\_\_\_ (date) (NASG Representative) (date)

\_\_\_\_ (Sponsor) \_\_\_\_\_ (date)