



DUES PROVISIONS

The AGC of California is made up of Contractors, Joint Ventures, Specialty Contractors, Emerging Contractors and Associates. It is a member organization drawing its strength from the collective association of the strongest builders in California.

The organization draws revenue from several sources, the primary source is member dues followed by a very active Legislative Program that looks after legislation affecting everyone in the state of California. In addition your dues provide expert industrial relations bargaining and representation, Cal/OSHA Safety and Health training and awards, Workers Compensation, Legal Assistance, Apprentice Program, SWPPP assistance, contact to most public works owners and numerous other benefits.

Dues are assessed based on the member category and volume of construction work performed in California as follows:

CONTRACTOR MEMBERSHIP & DUES

Contractor Membership is limited to any construction firm licensed to perform construction in California with an A, B, C-8, C-12, C-21, or C-42 license. Contractor dues are based on the annual volume for the previous year of construction billed for all types of contracts including bid, negotiated, public or private. Volume does not include San Diego County or work outside of California.

The annual dues billing will include the calculated base dues, a minimum contribution of \$155 to the AGC Legislative Fund Program, and a 15% allocation to the AGC PAC. Legislative funding and PAC are described further below.

The dues are billed annually in December for the following year. Contractor members with volume in excess of \$1,000,000 on the schedule may elect to pay quarterly; those members may elect to take a 3% discount by prepaying for the year by March 1 of the current year. The following table outlines the dues structure for Contractor Members:

APPROXIMATE ANNUAL MEMBERSHIP DUES

Volume (Millions)	Annual Dues	Volume (Millions)	Total Annual
to \$400k	1,087	\$15	11,169
750k	1,615	\$20	12,980
\$1	1,992	\$25	14,791
\$2	2,958	\$30	16,603
\$3	3,924	\$35	18,414
\$4	4,528	\$40	20,225
\$5	5,131	\$45	21,037
\$6	5,735	\$50	23,848
\$7	6,339	\$53	24,934
\$8	6,943		
\$9	7,546		
\$10	8,150		

*All amounts include \$155 for the AGC Legislative Fund and a 15% PAC allocation.

JOINT VENTURE MEMBERSHIP & DUES

A licensed joint venture in California is subject to the same dues as outlined for Contractor Members. Again the joint venture pays dues based on volume of construction billed in California excluding San Diego County. If all firms participating in the joint venture are Contractor Members of the AGC of California, each joint venture partner may prorate their joint venture portion to their own construction volume. If any of the firms participating in the joint venture are NOT Contractor Members of AGC of California, the joint venture is obligated to pay volume dues on the basis of construction volume from the previous year, not the average of two previous years.

SPECIALTY CONTRACTOR MEMBERSHIP & DUES

Membership in the Specialty Contractor classification is limited to construction firms licensed to perform construction in California in all contractor categories excluding A, B, C-8, C-12, C-21, C-42. As with Contractor Members, Specialty Contractor dues are based on the dollar volume of construction billed during the previous year. The AGC will provide a form to report all construction contract billings on public or private, work performed excluding San Diego County. Dues are due each January based on the following schedule:

Annual Volume

Less than \$500,000
\$500,000 to \$1 million
\$1 million to \$3 million
\$3 million to \$5 million
\$5 million to \$10 million
\$10 million to \$25 million
Over \$25 million

Annual Dues

\$1,087.00*
\$1,386.00*
\$1,990.00*
\$2,593.00*
\$3,801.00*
\$5,008.00*
\$6,216.00*

*All dues include \$155 for the AGC Legislative Fund and a 15% PAC allocation.

Specialty Contractor members with volume in excess of \$1,000,000 on the schedule may elect to pay quarterly; those members may elect to take a 3% discount by prepaying for the year by March 1 of the current year.

SMALL BUSINESS CONTRACTOR MEMBERSHIP & DUES

Contractors that have held a valid California Contractors license for less than 7 years, with annual construction volume less than \$5 million, and has not previously been an AGC member qualify as a small business contractor. This program allows the AGC to introduce the contractor to all the AGC services and networking. The Contractor can stay in the program for a maximum of 3 years.

Annual Volume

Under \$2 million
\$2 million to \$5 million

Annual Dues*

\$690.00*
\$1092.00*

*Dues include a Legislative Fund Contribution and 15% PAC allocation.

ASSOCIATE MEMBERSHIP & DUES

Firms that provide a product or service to the construction industry, not requiring a contractor's license, and do not fit in the above categories can join as Associate Members. Dues are based on the firm's annual gross sales, billings or fees in California excluding San Diego County as outlined:

Annual Volume

Under \$1 million
\$1 million to \$5 million
Over \$5 million

Annual Dues*

\$633.00*
\$966.00*
\$1,541.00*

*Dues include a Legislative Fund Contribution and 15% PAC allocation.

GENERAL CONDITIONS OF DUES

Mailing: The contact person listed on the application will receive all AGC mailings and directory listing. Each firm may designate up to a total of three mailing destinations at no additional cost, additional destinations cost \$75 each.

Dues Obligation and Tax Deductibility: Dues are member obligations and members are liable for the costs of any necessary

dues collection action including attorney fees. For Federal income tax purposes, dues paid to AGC may be deductible as ordinary and necessary business expenses. (AGC has elected to pay the "proxy tax" on lobbying activity in lieu of reducing tax deductibility of dues payments.) Dues are not deductible as charitable contributions and it is always wise to consult your tax professional for specific advice.

Joining Mid Year: Members joining any classification after May 31st of each year shall pay a prorated amount based on the date of their application (i.e. Join 6/1/xx pays 7/12ths of annual amount).

Fees for AGC Legislative Funding Program: Each member's dues include a minimum annual contribution to the Legislative Program. In addition the following contributions are a part of the Leg funding:

1) The member is signatory to a collective bargaining agreement and the AGC holds power of attorney. If the agreement requires payment to a contract administration trust fund, AGC is designated to be the recipient of additional cents per man hour, outlined in the collective bargaining agreement, and is paid into the fund.

2) The member is signatory to a collective bargaining agreement and the AGC does not hold power of attorney; or the agreement does not require payment to a contract administration trust fund. The AGC will provide a form for the employer to report all hours worked by construction employees and payment of fees in the amount of 2 cents per man hour. Management, non hourly employees are not to be included.

3) The member is not signatory to a collective bargaining agreement. Reporting of hours and billing to be the same as with item 2.

4) Construction Management firms will be assessed an amount equal to 10% of their annual dues amount. This amount will be billed quarterly.