



## AGC of Alaska Quarterly Volume Dues FAQ

Contractor members are subject to paying Quarterly Volume Dues (QVD) once a member exceeds the \$1,000,000 gross threshold in a given year. Quarterly Volume Dues are separate from, and additional to, annual membership dues. General, Specialty, and Subsidiary contractor members are required to submit a completed quarterly volume dues report once they receive the reporting form from AGC each quarter. Self-reporting is done on an honor system, but is subject to audit. The volume information reported by members is not published, and strictly kept within AGC.

- **Why should I pay QVD?** Many other AGC chapters throughout the U.S. set their annual membership dues anywhere from \$5,000-\$20,000 up front. We structure our dues to include annual membership dues separate from quarterly volume dues, so the initial cost of membership isn't as prohibitive. With AGC of Alaska membership, annual dues are just \$1,000 for specialty contractors, or \$1,300 for general contractors. Contractors then self-report QVD at the end of each quarter allowing members to contribute additional dues quarterly.

*Supplementing our annual membership dues with the remittance of QVD allows the fiduciary responsibility to be broken out into smaller payments throughout the year, making membership with AGC more attainable for contractors of all sizes, especially given the seasonality of construction work in Alaska. It also allows AGC to use data trends related to work volume in our advocacy efforts.*

- **What type of work/projects do I count towards the \$1,000,000 gross volume threshold?** All revenue generated from on-site construction/labor-related projects in the state of Alaska through "x" quarter are to be included when calculating quarterly volume dues.
- **When do I pay Quarterly Volume Dues?** Quarterly volume dues are to be paid at the end of each quarter after receiving the reporting form from AGC.
- **What do QVDs pay for?** Take a look at all the things AGC does to support our members: high-caliber, effective advocacy efforts (local, state, federally), workforce development and industry recruitment, Online Plans service, continuing education/training opportunities, labor relations support, advertising/promotional opportunities, hosting conferences and relevant workshops for issues of concern, safety services, networking events, and more.

*The cost for an individual company to pay a single employee/contractor to take on all those projects would far exceed the cost of annual dues + quarterly volume dues (especially for those members who aren't maxing out at the highest QVD reporting levels).*

**\*See page two for a detailed QVD calculation scenario & rate sheet\***



## How are Quarterly Volume Dues calculated?

If your gross contract volume from construction/labor projects in the state of Alaska exceeds \$1,000,000 at any time during the calendar year, the following shows you how to calculate the additional volume dues.

### **Specialty Contractor QVD calculation example:**

- **First Quarter:** Enter total gross volume reached for the first quarter. This number is between \$1M - \$2M. According to the Volume Dues Rates below, you owe \$1,925. You have paid your annual dues of \$1,000, subtract this amount from \$1,925 and the amount due for the first quarter is \$925.
- **Second Quarter:** Enter total gross volume reached for the second quarter. Add the first and second quarters together to get your total year to date volume and enter this total in Total Gross Volume of Contracting Work. You now fall between the \$4M - \$5M mark, which is \$4,450. You have already paid \$1,925 for quarter one. Subtract \$1,925 from \$4,450 for second quarter and the amount due is \$2,525.
- **Third Quarter:** Enter total gross volume reached for the third quarter. Add first, second and third quarter volume together to get your total year to date volume and enter this total in Total Gross Volume of Contracting Work. You now fall between the \$7.5M - \$10M mark, which is \$8,420. You have already paid \$4,450 for quarters one and two. Subtract \$4,450 from \$8,420 for third quarter and the amount due is \$3,970.
- **Fourth Quarter:** Enter total gross volume reached for the fourth quarter. Add all four quarters together to get your total year to date volume and enter this total in Total Gross Volume of Contracting Work. You now fall between the \$15M - \$20M mark, which is \$13,500. You have already paid \$8,420 for quarters one, two and three. Subtract \$8,420 from \$13,500 for fourth quarter and the amount due is \$5,480.

**If you would like AGC to calculate your quarterly volume dues, enter the quarterly volume on the sheet provided, check the box on the form, and return the sheet to our office. We will calculate the appropriate amount due and send an invoice.**

### **Specialty Contractor Quarterly Volume Dues Rates**

<b>Rate</b>	<b>Vol. Per \$1,000</b>	<b>QVD Rate</b>
<b>Less than</b>	\$1.0M	\$0.00
<b>Between</b>	\$1.0M - \$2.0M	\$1,925
<b>Between</b>	\$2.0M - \$3.0M	\$2,775
<b>Between</b>	\$3.0M - \$4.0M	\$3,600
<b>Between</b>	\$4.0M - \$5.0M	\$4,450
<b>Between</b>	\$5.0M - \$7.5M	\$6,450
<b>Between</b>	\$7.5M - \$10.0M	\$8,420
<b>Between</b>	\$10.0M - \$15.0M	\$10,975
<b>Between</b>	\$15.0M - \$20.0M	\$13,500
<b>Between</b>	\$20.0M - \$25.0M	\$14,100
<b>Between</b>	\$25.0M - 50.0M	\$15,000
<b>Over</b>	\$50M	\$16,000

*Reminder: You are still required to report your quarterly contract volume, even if no volume dues are owed.*