

POLITICAL SURVIVAL: EXPLANATION AND LEGAL NOTICE

REALTORS® may participate in Political Survival by including a voluntary donation on the same check as your dues payment. Forty-nine dollars (\$49) is the suggested voluntary contribution. However, donations are not limited to the suggested amount. No contributor will be favored or disfavored by reason of the amount of his/her contribution or his/her decision not to contribute. Failure to contribute will not affect an individual's membership status in C.A.R.

POLITICAL CONTRIBUTIONS (including Political Survival contributions) are not deductible as charitable contributions for income tax purposes.

Your Political Survival donation will be allocated among three political action committees connected with the CALIFORNIA ASSOCIATION OF REALTORS®. These are:

CREPAC/BORPAC: Supports candidates for public office at the state and local levels.

CREPAC/Federal: Supports candidates for the U.S. Senate and House of Representatives.

CREIEC: Makes independent expenditures in support of or opposition to candidates at the state and local levels.

IMPAC supports local and state ballot measures and other issues that impact real property in California. State IMPAC and local IMPAC are funded by your dues dollars.

Your contribution will be allocated among C.A.R.'s political action committees according to a formula approved by the C.A.R. Board of Directors. The general allocation formula for Political Survival contributions calls for a total of 70% to CREPAC/BORPAC, 15% to CREPAC/Federal, 15% to CREIEC. CREPAC/BORPAC funds will be split 60% to state CREPAC and 40% to BORPAC. The allocation formula is subject to change including redesignating a portion to IMPAC.

If you are a major donor and need specific information regarding your contributions, please contact the California Association of Realtors, Controller's Office at (213) 739-8252. Contributions in excess of the contribution limits will be reallocated to another PAC connected with the CALIFORNIA ASSOCIATION OF REALTORS® or refunded to the contributor. Under the Federal Election Campaign Act, an individual may contribute up to \$5,000 in a calendar year to CREPAC/Federal. In state campaigns, the Political Reform Act currently imposes no limits on the amount an individual may contribute in a calendar year to CREPAC/BORPAC.

CORPORATE CONTRIBUTIONS are currently legal and acceptable under California law. Corporate contributions cannot be used in federal elections and will be deposited in CREPAC/BORPAC, and/or CREIEC. A corporate contribution includes any contribution drawn from a corporate account. Therefore, corporate contributions will be allocated 85% to CREPAC/BORPAC and 15% to CREIEC.

PERSONAL CONTRIBUTIONS may be used for both state and federal elections and therefore may be deposited in CREPAC/Federal in addition to all other C.A.R. political action committees. Personal contributions are expected to be allocated 70% to CREPAC/BORPAC, 15% to CREPAC/Federal and 15% to CREIEC.