

2018 Dues Deductibility – National Association of REALTORS®

For 2018 with dues at \$120 per member, NAR computes 43 percent or \$52 to be nondeductible for the member's income tax purposes due to NAR lobbying efforts. Please note that the entire \$35 Consumer Advertising Campaign special assessment qualifies as fully deductible.

In addition, contributions (including member dues) to NAR are not tax deductible as charitable contributions. However, they may be tax deductible under other provisions of the Internal Revenue Code.

Compliance with the Tax Reform Act of 1993 requires that the portion of dues attributable to lobbying and political activities at the State and Federal levels of government be considered nondeductible for income tax purposes.

For new members who pay a prorated amount of the NAR \$120 dues, 43% of that prorated portion would be nondeductible.

And also, for state associations, please note you would need to determine the non deductibility of your own state dues if your state does any lobbying or political activities. Please check with your attorney for guidance on how you would do this. ***(See below for state dues deductibility information)***

2018 Nondeductible Dues – Michigan REALTORS®

Payments made for dues are not deductible as charitable contributions for federal income tax purposes; however, payments made for dues may be deductible as ordinary and necessary business expenses subject to non-deductible restrictions on lobbying and political activities. The Michigan Realtors® estimates that 100% of your 2018 dues are deductible for business purposes. The deductible portion of your NAR dues can be found on <https://www.nar.realtor/>.

*RPAC contributions are voluntary and used for political purposes. Contributions are not limited to the suggested amount. Contributions are not deductible as charitable donations for Federal income tax purposes. You may refuse to contribute without reprisal or otherwise impacting your membership rights. For individuals investing \$1,000.00 or greater, up to 30% of this total investment may be forwarded to the National Association of Realtors® RPAC. All amounts forwarded to the National Association of Realtors® RPAC are charged against the applicable contribution limits under 52 U.S.C. 30016.

Nothing herein shall be construed as a solicitation of contributions from non-members. A copy of the federal report, filed by National RPAC with the Federal Election Commission, is available for purchase from the Federal Election Commission, Washington D.C.20463. State reports are filed with the Michigan Secretary of State, Elections Division, Lansing, Michigan. RPAC 2 may, however, receive unsolicited contributions from non-members. Contributions from a corporation or others who may not legally be solicited for RPAC, may make contributions to RPAC 2 (the Realtors® ballot issue committee).