

BACKGROUND PERFORMER INCENTIVE INFORMATION

- The Background Actor Incentive applies to the Modified Low Budget Agreement ONLY. The Total production cost maximum may be increased an additional \$112,000 if Producer employs a minimum average of three SAG-AFTRA covered Background Actors for each day of principal photography, provided that Producer notifies SAG-AFTRA in writing of intent to utilize this incentive prior to the start of production.
- Although this agreement does not require coverage of Background Actors pursuant to Schedules X-I or X-II, as an incentive to provide employment opportunities for Background Actors in those areas where SAG-AFTRA has jurisdiction, the union will agree to increase the applicable total production cost maximum in Section 2 or 3 by \$112,000 if the producer meets the following criteria:
 - Producer must employ a minimum *average* of three (3) SAG-AFTRA covered Background Actors for each day of principal photography, not including rehearsal days, over the course of the production. [Example: If a production has 20 production days, Producer would be required to employ at least 60 (3 x 20) Background Actors on the production. The requirement would be met by employing 3 Background Actors per day on all 20 days <u>or</u> by utilizing covered Background Actors on specific days to meet the required number.]
 - Producer must notify SAG-AFTRA in writing of their intent to utilize this incentive prior to the commencement of principal photography. Failure to do so will render this incentive invalid, regardless of how many SAG-AFTRA covered Background Actors are employed on the production.
 - In order to verify compliance with this incentive, Producer must submit detailed weekly payroll reports for the SAG-AFTRA covered Background Actors in addition to having met its existing contractual obligations to submit the daily Production Time Reports. Failure to provide both sets of documents will render the utilization of this incentive invalid.
 - All terms of Schedule X-I or X-II of the Basic Agreement apply to the employment of Background Actors employed pursuant to this incentive.