GOVERNOR’S OFFICE OF BUSINESS
AND ECONOMIC DEVELOPMENT

California Competes Tax Credit Program

Committee Meeting

Tuesday, November 10, 2015
9:30 a.m.

Sacramento City Hall
Council Chambers
915 I Street
Sacramento, CA 95814

And (via teleconference)
Fontana City Hall
Flex Conference Room
8353 Sierra Avenue
Fontana, CA 92335

AGENDA

OPEN SESSION

A. Call to Order and Roll Call

B. Approval of Minutes from June 18, 2015, Committee Meeting

C. Deputy Director’s Report

D. Discussion and Approval of California Competes Tax Credit Agreements with Businesses other than Small Businesses

Total Recommended Tax Credits: $31,324,000
Total Recommended Tax Credits after Adjusting for S-Corporation Law¹: $33,382,333

¹ One-third of the California Competes Tax Credit may be utilized by an S-Corporation to offset the tax on net income at the S-Corporation level (R&TC §23803(a)(1)). The remaining two-thirds is disregarded and may not be used as a carryover for the S-Corporation (R&TC §23803(a)(2)(A)). However, the full amount of the California Competes Tax Credit is also passed through to the S-Corporation’s shareholders (R&TC §23803(a)(2)(F)).
1. **NerdWallet, Inc.**  
   *Industry*: Online Personal Financial Services  
   *Primary Location(s)*: San Francisco  
   *Net Increase of Full-time Employees*: 792  
   *Investment*: $18,348,000  
   *Amount of Tax Credit*: $3,250,000  

2. **Credit Karma, Inc.**  
   *Industry*: Online Personal Financial Services  
   *Primary Location(s)*: San Francisco  
   *Net Increase of Full-time Employees*: 795  
   *Investment*: $27,736,022  
   *Amount of Tax Credit*: $2,800,000  

3. **Stripe, Inc.**  
   *Industry*: Online Payment Processing  
   *Primary Location(s)*: San Francisco  
   *Net Increase of Full-time Employees*: 1,031  
   *Investment*: $37,530,000  
   *Amount of Tax Credit*: $2,500,000  

4. **Orbital ATK, Inc.**  
   *Industry*: Aerospace Component Manufacturing  
   *Primary Location(s)*: Northridge  
   *Net Increase of Full-time Employees*: 90  
   *Investment*: $16,275,154  
   *Amount of Tax Credit*: $2,100,000  

5. **CHC Consulting, LLC**  
   *Industry*: Engineering and Telecommunications Consulting Services  
   *Primary Location(s)*: Orange, Carlsbad, and San Diego  
   *Net Increase of Full-time Employees*: 211  
   *Investment*: $740,000  
   *Amount of Tax Credit*: $2,000,000  
6. International Business Machines Corporation  
   Industry: Information Technology Services  
   Primary Location(s): San Francisco  
   Net Increase of Full-time Employees: 84  
   Investment: $89,906,667  
   Amount of Tax Credit: $1,500,000  
   Link to Tax Credit Agreement: http://bit.ly/IBMCorp

7. Cerner Corporation  
   Industry: Healthcare Information Technology and Revenue Management  
   Primary Location(s): Carlsbad, Garden Grove, and Culver City  
   Net Increase of Full-time Employees: 108  
   Investment: $3,900,000  
   Amount of Tax Credit: $1,500,000  
   Link to Tax Credit Agreement: http://bit.ly/CernerCorporation

8. Ambry Genetics Corporation  
   Industry: Medical Laboratories  
   Primary Location(s): Aliso Viejo  
   Net Increase of Full-time Employees: 268  
   Investment: $40,500,000  
   Amount of Tax Credit: $1,150,000  
   Link to Tax Credit Agreement: http://bit.ly/AmbryGeneticsCorporation

9. BrightSign, LLC  
   Industry: Digital Signage Development  
   Primary Location(s): Los Gatos and Santa Clara  
   Net Increase of Full-time Employees: 63  
   Investment: $3,784,273  
   Amount of Tax Credit: $1,000,000  
   Link to Tax Credit Agreement: http://bit.ly/BrightSignLLC

10. TriWest Healthcare Alliance Corp.  
    Industry: Healthcare Administration  
    Primary Location(s): Rancho Cordova and San Diego  
    Net Increase of Full-time Employees: 488  
    Investment: $2,684,770  
    Amount of Tax Credit: $1,000,000  
    Link to Tax Credit Agreement: http://bit.ly/TriWest
   Industry: Dental Restoration Product Manufacturing
   Primary Location(s): Irvine
   Net Increase of Full-time Employees: 117
   Investment: $19,510,000
   Amount of Tax Credit: $1,000,000
   Link to Tax Credit Agreement: http://bit.ly/JamesGlidewell

12. Wehah Farm, Inc.
   Industry: Food Processing
   Primary Location(s): Richvale
   Net Increase of Full-time Employees: 67
   Investment: $41,153,400
   Amount of Tax Credit: $1,000,000
   Link to Tax Credit Agreement: http://bit.ly/WehahFarm

13. rPlanet Earth Los Angeles, LLC
   Industry: Recycled Packaging Products Manufacturing
   Primary Location(s): Vernon
   Net Increase of Full-time Employees: 122
   Investment: $74,000,000
   Amount of Tax Credit: $875,000
   Link to Tax Credit Agreement: http://bit.ly/rPlanetEarth

14. The Sherwin-Williams Company
   Industry: Paint and Coating Manufacturing and Distribution
   Primary Location(s): Victorville, Moreno Valley, San Diego and Ontario
   Net Increase of Full-time Employees: 71
   Investment: $8,495,980
   Amount of Tax Credit: $750,000
   Link to Tax Credit Agreement: http://bit.ly/sherwinwilliamsamended

15. Aetna Health of California, Inc.
   Industry: Health, Medical, and Life Insurance
   Primary Location(s): Fresno
   Net Increase of Full-time Employees: 225
   Investment: $29,131,888
   Amount of Tax Credit: $700,000
   Link to Tax Credit Agreement: http://bit.ly/AetnaHealth
16. Taylor-Listug, Inc.
   Industry: Acoustic and Electric Guitar Manufacturing
   Primary Location(s): El Cajon
   Net Increase of Full-time Employees: 25
   Investment: $2,500,000
   Amount of Tax Credit: $500,000
   Link to Tax Credit Agreement: http://bit.ly/TaylorListug

17. EnCorr Sheets, LLC
   Industry: Corrugated and Solid Fiber Box Manufacturing
   Primary Location(s): Ontario
   Net Increase of Full-time Employees: 54
   Investment: $32,000,000
   Amount of Tax Credit: $500,000

18. Boom! Payments, Inc.
   Industry: Electronic Payment Services
   Primary Location(s): El Segundo
   Net Increase of Full-time Employees: 41
   Investment: $0
   Amount of Tax Credit: $500,000
   Link to Tax Credit Agreement: http://bit.ly/BoomPayments

19. Finelite, Inc.
   Industry: Electric Light Fixture Manufacturing
   Primary Location(s): Union City and Livermore
   Net Increase of Full-time Employees: 51
   Investment: $9,364,011
   Amount of Tax Credit: $416,000
   Link to Tax Credit Agreement: http://bit.ly/Finelite

   Industry: Custom Computer Programming Services
   Primary Location(s): Irvine and Costa Mesa
   Net Increase of Full-time Employees: 385
   Investment: $3,230,000
   Amount of Tax Credit: $400,000
   Industry: Pharmaceutical Filter and Container Manufacturing
   Primary Location(s): Camarillo
   Net Increase of Full-time Employees: 106
   Investment: $14,000,000
   Amount of Tax Credit: $375,000
   Link to Tax Credit Agreement: http://bit.ly/MeissnerFiltration

22. MX Holdings US, Inc.
   Primary Location(s): Irvine, Brea, Fresno, and Santa Fe Springs
   Net Increase of Full-time Employees: 51
   Investment: $13,375,000
   Amount of Tax Credit: $340,000
   Link to Tax Credit Agreement: http://bit.ly/MXHoldings

23. J. Harris Industrial Water Treatment, Inc.
   Industry: Water Treatment Services
   Primary Location(s): San Jose and Oxnard
   Net Increase of Full-time Employees: 23
   Investment: $8,875,940
   Amount of Tax Credit: $300,000
   Link to Tax Credit Agreement: http://bit.ly/JHarrisIndustrial

24. DMF, Inc.
   Industry: Custom Lighting Fixtures Manufacturing
   Primary Location(s): Carson
   Net Increase of Full-time Employees: 46
   Investment: $1,107,210
   Amount of Tax Credit: $275,000
   Link to Tax Credit Agreement: http://bit.ly/DMFInc

25. New Leaf Biofuel, LLC
   Industry: Biodiesel Production
   Primary Location(s): San Diego
   Net Increase of Full-time Employees: 10
   Investment: $5,250,000
   Amount of Tax Credit: $275,000
   Link to Tax Credit Agreement: http://bit.ly/NewLeafBiofuel
26. Pharmatek Laboratories, Inc.
   Industry: Pharmaceutical Manufacturing and Testing
   Primary Location(s): San Diego
   Net Increase of Full-time Employees: 97
   Investment: $1,332,900
   Amount of Tax Credit: $265,000
   Link to Tax Credit Agreement: http://bit.ly/Pharmatek

27. Bakersfield Specialists Surgical Center, LLC
   Industry: Ambulatory Surgical and Emergency Centers
   Primary Location(s): Bakersfield
   Net Increase of Full-time Employees: 13
   Investment: $4,400,000
   Amount of Tax Credit: $250,000
   Link to Tax Credit Agreement: http://bit.ly/BakersfieldSpecialists

28. Connectivity, Inc.
   Industry: Online Marketing and Advertising
   Primary Location(s): Burbank
   Net Increase of Full-time Employees: 130
   Investment: $4,400,000
   Amount of Tax Credit: $250,000
   Link to Tax Credit Agreement: http://bit.ly/ConnectivityInc

29. Westhaven, Inc.
   Industry: Solar Power Installation
   Primary Location(s): Yuba City and San Diego
   Net Increase of Full-time Employees: 80
   Investment: $1,663,000
   Amount of Tax Credit: $250,000
   Link to Tax Credit Agreement: http://bit.ly/Westhaven

30. Betts Company
   Industry: Industrial Spring Manufacturer
   Primary Location(s): Fresno
   Net Increase of Full-time Employees: 53
   Investment: $7,030,000
   Amount of Tax Credit: $240,000
   Link to Tax Credit Agreement: http://bit.ly/BettsCompany
   Industry: Heating, Air Conditioning, and Solar Installation and Repair Services
   Primary Location(s): Bakersfield, Ventura, and Redding
   Net Increase of Full-time Employees: 20
   Investment: $327,020
   Amount of Tax Credit: $200,000
   Link to Tax Credit Agreement: http://bit.ly/BlandACHeating

32. Morrill Industries, Inc.
   Industry: Metal Parts Manufacturing
   Primary Location(s): Escalon
   Net Increase of Full-time Employees: 10
   Investment: $1,990,000
   Amount of Tax Credit: $200,000
   Link to Tax Credit Agreement: http://bit.ly/MorrillIndustries

33. Blazer and Flip Flops, Inc. dba The Experience Engine, Inc.
   Industry: Custom Computer Programming Services
   Primary Location(s): San Diego
   Net Increase of Full-time Employees: 43
   Investment: $710,500
   Amount of Tax Credit: $200,000
   Link to Tax Credit Agreement: http://bit.ly/BlazerandFlipFlops

34. American Integrated Services, Inc.
   Industry: Environmental Remediation Services
   Primary Location(s): Wilmington
   Net Increase of Full-time Employees: 34
   Investment: $9,500,000
   Amount of Tax Credit: $195,000
   Link to Tax Credit Agreement: http://bit.ly/AmericanIntegratedServices

35. Baltimore Aircoil Company, Inc.
   Industry: Industrial Cooling System Manufacturing
   Primary Location(s): Madera
   Net Increase of Full-time Employees: 46
   Investment: $8,513,000
   Amount of Tax Credit: $190,000
   Link to Tax Credit Agreement: http://bit.ly/BaltimoreAircoil
36. Balfour Beatty Construction, LLC
   Industry: Commercial and Institutional Building Construction
   Primary Location(s): Oakland, Los Angeles, and San Diego
   Net Increase of Full-time Employees: 50
   Investment: $3,439,200
   Amount of Tax Credit: $180,000

37. Outback, Inc.
   Industry: Construction Material Supplier
   Primary Location(s): Fresno
   Net Increase of Full-time Employees: 49
   Investment: $3,500,000
   Amount of Tax Credit: $170,000
   Link to Tax Credit Agreement: http://bit.ly/OutbackInc

38. Grid Subject Matter Experts, LLC
   Industry: Electrical Consulting Services
   Primary Location(s): Folsom
   Net Increase of Full-time Employees: 12
   Investment: $25,000
   Amount of Tax Credit: $150,000
   Link to Tax Credit Agreement: http://bit.ly/GridSubjectMatterExperts

39. Farwest Steel Corporation
   Industry: Steel and Aluminum Product Manufacturing
   Primary Location(s): Stockton
   Net Increase of Full-time Employees: 10
   Investment: $3,146,000
   Amount of Tax Credit: $150,000
   Link to Tax Credit Agreement: http://bit.ly/FarwestSteelCorporation

40. Raveon Technologies Corporation
   Industry: Communications Equipment Manufacturing
   Primary Location(s): Vista
   Net Increase of Full-time Employees: 26
   Investment: $825,000
   Amount of Tax Credit: $150,000
   Link to Tax Credit Agreement: http://bit.ly/RaveonTechnologies
<table>
<thead>
<tr>
<th>#</th>
<th>Company Name</th>
<th>Industry</th>
<th>Primary Location(s)</th>
<th>Net Increase of Full-time Employees</th>
<th>Investment</th>
<th>Amount of Tax Credit</th>
<th>Link to Tax Credit Agreement</th>
</tr>
</thead>
<tbody>
<tr>
<td>41.</td>
<td>CRM CO., LLC</td>
<td>Recycled Rubber Product Manufacturing</td>
<td>Stockton</td>
<td>9</td>
<td>$3,000,000</td>
<td>$120,000</td>
<td><a href="http://bit.ly/CRMCo">http://bit.ly/CRMCo</a></td>
</tr>
</tbody>
</table>
46. BCT Consulting, Inc.
   Industry: Information Technology Services
   Primary Location(s): Fresno
   Net Increase of Full-time Employees: 17
   Investment: $2,436,000
   Amount of Tax Credit: $85,000
   Link to Tax Credit Agreement: http://bit.ly/BCTConsulting

47. Sani-Tech West, Inc.
   Industry: Custom Plastic and Stainless Steel Manufacturing
   Primary Location(s): Camarillo
   Net Increase of Full-time Employees: 28
   Investment: $1,175,000
   Amount of Tax Credit: $85,000

   Industry: Propane Distribution
   Primary Location(s): Napa, Richmond, and Dixon
   Net Increase of Full-time Employees: 13
   Investment: $2,314,000
   Amount of Tax Credit: $85,000
   Link to Tax Credit Agreement: http://bit.ly/AlliedPropane

49. Thomas Gast dba Thomas Gast & Associates Environmental Consultants
   Industry: Environmental Consulting Services
   Primary Location(s): Arcata
   Net Increase of Full-time Employees: 5
   Investment: $130,000
   Amount of Tax Credit: $80,000

50. Valley Communications, Inc.
   Industry: Information Technology Services
   Primary Location(s): Sacramento
   Net Increase of Full-time Employees: 31
   Investment: $310,000
   Amount of Tax Credit: $65,000
   Link to Tax Credit Agreement: http://bit.ly/ValleyCommunications
<table>
<thead>
<tr>
<th>No.</th>
<th>Company Name</th>
<th>Industry</th>
<th>Primary Location(s)</th>
<th>Net Increase of Full-time Employees</th>
<th>Investment</th>
<th>Amount of Tax Credit</th>
<th>Link to Tax Credit Agreement</th>
</tr>
</thead>
</table>
56. DAC Service, Inc.
   Industry: Sheet Metal Installation and Construction Services
   Primary Location(s): Fresno
   Net Increase of Full-time Employees: 16
   Investment: $305,000
   Amount of Tax Credit: $35,000
   Link to Tax Credit Agreement: http://bit.ly/DACService

57. Cal-Delta Plumbing, Inc.
   Industry: Plumbing, Heating, and Air-Conditioning Services
   Primary Location(s): Sacramento
   Net Increase of Full-time Employees: 12
   Investment: $297,500
   Amount of Tax Credit: $25,000
   Link to Tax Credit Agreement: http://bit.ly/CalDeltaPlumbing

58. The Garabedian Group, Inc.
   Industry: Accounting Services
   Primary Location(s): Fresno
   Net Increase of Full-time Employees: 3
   Investment: $528,560
   Amount of Tax Credit: $20,000

59. Sandwich Video, Inc.
   Industry: Online Commercial Production
   Primary Location(s): Los Angeles
   Net Increase of Full-time Employees: 4
   Investment: $100,000
   Amount of Tax Credit: $20,000
   Link to Tax Credit Agreement: http://bit.ly/SandwichVideo

E. Discussion and Approval of California Competes Tax Credit Agreements with Small Businesses

   Total Recommended Tax Credits: $8,519,500
   Total Recommended Tax Credits after Adjusting for S-Corporation Law\(^2\): $10,336,000

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\(^2\) One-third of the California Competes Tax Credit may be utilized by an S-Corporation to offset the tax on net income at the S-Corporation level (R&TC §23803(a)(1)). The remaining two-thirds is disregarded and may not be used as a carryover for the S-Corporation (R&TC §23803(a)(2)(A)). However, the full amount of the California Competes Tax Credit is also passed through to the S-Corporation’s shareholders (R&TC §23803(a)(2)(F)).
1. Pacific Steel Group  
   Industry: Steel Reinforcing Contractors  
   Primary Location(s): Fairfield, San Diego, and Los Angeles  
   Net Increase of Full-time Employees: 249  
   Investment: $900,000  
   Amount of Tax Credit: $4,000,000  

2. Caylym Technologies International, LLC  
   Industry: Fire Suppression and Flood Containment Product Manufacturing  
   Primary Location(s): Fresno  
   Net Increase of Full-time Employees: 53  
   Investment: $3,457,500  
   Amount of Tax Credit: $1,500,000  

3. Faster Faster, Inc.  
   Industry: Electric Motorcycle Manufacturing  
   Primary Location(s): Brisbane  
   Net Increase of Full-time Employees: 178  
   Investment: $18,250,000  
   Amount of Tax Credit: $500,000  

   Industry: Public Relations  
   Primary Location(s): Fresno  
   Net Increase of Full-time Employees: 30  
   Investment: $480,000  
   Amount of Tax Credit: $250,000  

5. Katie May, LLC  
   Industry: Wedding Gown Design and Manufacturing  
   Primary Location(s): Los Angeles  
   Net Increase of Full-time Employees: 26  
   Investment: $700,000  
   Amount of Tax Credit: $250,000  
6. Option One Corporation  
   Industry: Solar Power Installation  
   Primary Location(s): Apple Valley  
   Net Increase of Full-time Employees: 24  
   Investment: $450,000  
   Amount of Tax Credit: $250,000  
   Link to Tax Credit Agreement: http://bit.ly/OptionOne

7. Door Pros, Inc.  
   Industry: Garage Door Repair and Installation  
   Primary Location(s): Gold River and San Rafael  
   Net Increase of Full-time Employees: 27  
   Investment: $113,275  
   Amount of Tax Credit: $200,000  

8. Mikhail Ogawa Engineering Inc.  
   Industry: Civil and Environmental Engineering  
   Primary Location(s): San Diego, Ontario, and Del Mar  
   Net Increase of Full-time Employees: 16  
   Investment: $315,050  
   Amount of Tax Credit: $160,000  
   Link to Tax Credit Agreement: http://bit.ly/MikhailOgawa

9. Three29 Media, LLC  
   Industry: Custom Computer Programming Services  
   Primary Location(s): Sacramento  
   Net Increase of Full-time Employees: 15  
   Investment: $640,000  
   Amount of Tax Credit: $150,000  
   Link to Tax Credit Agreement: http://bit.ly/Three29Media

10. Advanced Metal Works, Inc.  
    Industry: Sheet Metal Manufacturing  
    Primary Location(s): Fresno  
    Net Increase of Full-time Employees: 7  
    Investment: $328,363  
    Amount of Tax Credit: $120,000  
    Link to Tax Credit Agreement: http://bit.ly/AdvancedMetalWorks
11. Media3Sixty, LLC  
Industry: Video Production  
Primary Location(s): Sacramento  
Net Increase of Full-time Employees: 5  
Investment: $40,900  
Amount of Tax Credit: $110,000  

12. Advantage Route Systems, Inc.  
Industry: Software Development  
Primary Location(s): Turlock  
Net Increase of Full-time Employees: 13  
Investment: $38,925  
Amount of Tax Credit: $100,000  

Industry: Broadcasting and Wireless Communications Equipment Manufacturing  
Primary Location(s): Valencia  
Net Increase of Full-time Employees: 4  
Investment: $720,000  
Amount of Tax Credit: $100,000  

Industry: Accounting Services  
Primary Location(s): Thousand Oaks  
Net Increase of Full-time Employees: 6  
Investment: $2,051,500  
Amount of Tax Credit: $100,000  

15. Windsong Productions, LLC  
Industry: Motion Picture and Video Production  
Primary Location(s): Fresno  
Net Increase of Full-time Employees: 4  
Investment: $1,110,000  
Amount of Tax Credit: $100,000  
16. Riskalyze, Inc.
   Industry: Software Developer
   Primary Location(s): Auburn
   Net Increase of Full-time Employees: 60
   Investment: $100,000
   Amount of Tax Credit: $85,000
   Link to Tax Credit Agreement: http://bit.ly/RiskalyzeInc

17. Sean T. Boyd & Associates P.C.
   Industry: Accounting Services
   Primary Location(s): Folsom
   Net Increase of Full-time Employees: 3
   Investment: $22,500
   Amount of Tax Credit: $75,000

18. Western Combustion Engineering, Inc.
   Industry: Industrial Furnace and Oven Manufacturing and Repair
   Primary Location(s): Carson
   Net Increase of Full-time Employees: 4
   Investment: $36,000
   Amount of Tax Credit: $60,000
   Link to Tax Credit Agreement: http://bit.ly/WesternCombustion

19. Alpha & Omega Computer & Network Services, Inc.
   Industry: Information Technology Services
   Primary Location(s): Huntington Beach
   Net Increase of Full-time Employees: 14
   Investment: $180,200
   Amount of Tax Credit: $55,000
   Link to Tax Credit Agreement: http://bit.ly/AlphaandOmegaComputer

20. Camilleri & Sunseri Ventures, Inc.
   Industry: Garage Door Installation
   Primary Location(s): San Diego
   Net Increase of Full-time Employees: 5
   Investment: $23,025
   Amount of Tax Credit: $50,000
<table>
<thead>
<tr>
<th>No.</th>
<th>Company Name</th>
<th>Industry</th>
<th>Primary Location(s)</th>
<th>Net Increase of Full-time Employees</th>
<th>Investment</th>
<th>Amount of Tax Credit</th>
<th>Link to Tax Credit Agreement</th>
</tr>
</thead>
</table>
26. Trader Boys, Inc.
   Industry: Furniture Sales
   Primary Location(s): Los Angeles
   Net Increase of Full-time Employees: 6
   Investment: $1,455,000
   Amount of Tax Credit: $30,000
   Link to Tax Credit Agreement: http://bit.ly/TraderBoys

27. Clear View Windows, Inc.
   Industry: Window and Door Installation
   Primary Location(s): Ceres
   Net Increase of Full-time Employees: 4
   Investment: $118,900
   Amount of Tax Credit: $20,000

28. Halle, Porter, Newland, and Rickett, LLP
   Industry: Accounting Services
   Primary Location(s): Bakersfield
   Net Increase of Full-time Employees: 3
   Investment: $180,000
   Amount of Tax Credit: $20,000

29. Outback Solutions, LLC
   Industry: Web Design and Marketing
   Primary Location(s): Sacramento
   Net Increase of Full-time Employees: 1
   Investment: $144,000
   Amount of Tax Credit: $20,000
   Link to Tax Credit Agreement: http://bit.ly/OutbackSolutions

30. Thomas Potigian, D.C.
   Industry: Chiropractic Services
   Primary Location(s): Fresno
   Net Increase of Full-time Employees: 2
   Investment: $7,000
   Amount of Tax Credit: $20,000
F. Discussion and Approval of Recommendations for California Competes Tax Credit Agreement Termination and Credit Recapture

Total Tax Credits Recommended to be Recaptured: $840,000
Total Tax Credits Recommended to be Recaptured after Adjusting for S-Corporation Law³: $870,000

1. Lynda.com, Inc.
   Industry: Online Educational Services
   Primary Location(s): Carpinteria, Calabasas, San Francisco
   Amount of Tax Credit Awarded: $750,000
   Amount of Tax Credit to be Recaptured: $750,000
   Link to Tax Credit Agreement to be Terminated: http://bit.ly/lyndacominc
   Reason for Agreement Termination and Credit Recapture:
   Subsequent to approval of Lynda.com, Inc.’s California Competes Tax Credit agreement, it was acquired by LinkedIn Corporation, and due to the acquisition, Lynda.com, Inc. has requested the termination of its agreement to allow the credit to be made available to other California businesses.

2. Health One Pharmaceutical, Inc.
   Industry: Health Supplement Manufacturing
   Primary Location(s): City of Industry
   Amount of Tax Credit Awarded: $50,000
   Amount of Tax Credit to be Recaptured: $50,000
   Link to Tax Credit Agreement to be Terminated: http://bit.ly/1uN1hch
   Reason for Agreement Termination and Credit Recapture:
   Health One Pharmaceutical, Inc. has indicated that it will not be carrying out its business as contemplated in its approved California Competes Tax Credit agreement and has requested the termination of its agreement to allow the credit to be made available to other California businesses.

3. Animal Memorial Service, Inc.
   Industry: Pet Cremation Services
   Primary Location(s): Gilroy

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³ One-third of the California Competes Tax Credit may be utilized by an S-Corporation to offset the tax on net income at the S-Corporation level (R&TC §23803(a)(1)). The remaining two-thirds is disregarded and may not be used as a carryover for the S-Corporation (R&TC §23803(a)(2)(A)). However, the full amount of the California Competes Tax Credit is also passed through to the S-Corporation’s shareholders (R&TC §23803(a)(2)(F)).
Amount of Tax Credit Awarded: $40,000
Amount of Tax Credit to be Recaptured: $40,000
Link to Tax Credit Agreement to be Terminated: http://bit.ly/1pxmdBl
Reason for Agreement Termination and Credit Recapture:

The owner of Animal Memorial Service, Inc. has indicated that he is focusing his attention on other business ventures and has requested the termination of the agreement to allow the credit to be made available to other California businesses.

G. Public Comment

H. Adjournment

The numerical order of items on this agenda is for convenience of reference. Items may be taken out of order upon the request of the California Competes Tax Credit Committee Chair or Committee Members. This notice and agenda can be obtained at: www.business.ca.gov/CalCompetes.aspx. For additional information regarding this notice and agenda, please contact Scott Dosick, Research Program Specialist, at 916-322-0676 or scott.dosick@gov.ca.gov. The Governor’s Office of Business and Economic Development complies with the Americans with Disabilities Act by ensuring that the facilities are accessible to persons with disabilities, and by providing this notice and agenda and related information in alternative formats when requested. If you need further assistance, including disability-related modifications or accommodations, you may contact Scott Dosick no later than five calendar days before the meeting.