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*Director*

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## California Competes

### Committee Meeting

**Wednesday, November 12, 2025, 1:00 p.m.**

Department of Food and Agriculture Auditorium  
1220 N Street, Sacramento, CA 95814

The meeting will also be available for viewing only, with no  
option for public comment, via live stream at:  
[https://us02web.zoom.us/webinar/register/WN\\_7z7WDfiZR8ikf-  
Bty4m97Q](https://us02web.zoom.us/webinar/register/WN_7z7WDfiZR8ikf-Bty4m97Q)

#### MEMBERS:

**Dee Dee Myers**, *Chair*  
*Director*  
*Governor's Office of  
Business and Economic  
Development*

**Fiona Ma**  
*State Treasurer*

**Joe Stephenshaw**, *Director*  
*Department of Finance*

**Todd Walters**, *Appointee of  
the Senate Committee on  
Rules*

**Madeline Janis**, *Appointee of  
the Speaker of the Assembly*

## AGENDA

### OPEN SESSION

#### A. Call to Order and Roll Call

#### B. Approval of Minutes from June 12, 2025, Committee Meeting

#### C. Deputy Director's Report

- Agenda Overview - Agreements with 9 Businesses, Total Tax Credits: \$99,968,467

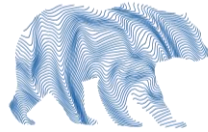
#### D. Discussion and Approval of California Competes Tax Credit Agreements

**Total Recommended Tax Credits: \$97,301,800**

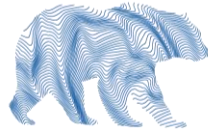
**Total Recommended Tax Credits after Adjusting for S-Corporation Law<sup>1</sup>: \$99,968,467**

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<sup>1</sup> 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. Hadrian Automation, Inc.  
Industry: Aerospace Component Manufacturing  
Project Location(s): Torrance and Northern California  
Employee Net Increase: 650  
Investment: \$52,000,000  
Amount of Tax Credit: \$48,750,000  
[Link to Tax Credit Agreement](#)
2. Atomic Machines, Inc.  
Industry: Micro-Electromechanical Systems Manufacturing  
Project Location(s): Santa Clara, Emeryville, and Greater East Bay Area  
Employee Net Increase: 305  
Investment: \$156,300,000  
Amount of Tax Credit: \$15,000,000  
[Link to Tax Credit Agreement](#)
3. True Anomaly, Inc.  
Industry: Satellite Manufacturing  
Project Location(s): Long Beach  
Employee Net Increase: 400  
Investment: \$12,740,000  
Amount of Tax Credit: \$12,331,800  
[Link to Tax Credit Agreement](#)
4. Bright Machines, Inc.  
Industry: Data Center Infrastructure Manufacturing  
Project Location(s): Fremont  
Employee Net Increase: 295  
Investment: \$62,918,187  
Amount of Tax Credit: \$7,000,000  
[Link to Tax Credit Agreement](#)



5. Color Image Apparel, Inc.  
Industry: Clothing Design and Headquarters Expansion  
Project Location(s): Beverly Hills  
Employee Net Increase: 774  
Investment: \$2,500,000  
Amount of Tax Credit: \$6,000,000  
[Link to Tax Credit Agreement](#)
6. Gimme Health Foods, Inc.  
Industry: Food Manufacturing  
Project Location(s): Madera and San Rafael  
Employee Net Increase: 102  
Investment: \$20,125,000  
Amount of Tax Credit: \$2,800,000  
[Link to Tax Credit Agreement](#)
7. Pacific Scientific Energetic Materials Company (California) LLC  
Industry: Diagnostic and Measurement Device Manufacturing  
Project Location(s): Hollister  
Employee Net Increase: 97  
Investment: \$18,000,000  
Amount of Tax Credit: \$2,420,000  
[Link to Tax Credit Agreement](#)
8. Community Infrastructure Investment Group, Inc.  
Industry: Wastewater Treatment Equipment Manufacturing  
Project Location(s): Fresno  
Employee Net Increase: 47  
Investment: \$12,831,855  
Amount of Tax Credit: \$2,000,000  
[Link to Tax Credit Agreement](#)



9. Bella Phytologic Inc.

Industry: Health Supplement Manufacturing

Project Location(s): Santa Rosa and Sonoma County

Employee Net Increase: 82

Investment: \$33,200,000

Amount of Tax Credit: \$1,000,000

[Link to Tax Credit Agreement](#)

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**E. Discussion and Approval of Recommendations for California Competes Tax Credit Recapture**

**Total Tax Credits Recommended to be Recaptured:** **\$92,227,198**

**Total Tax Credits Recommended to be Recaptured after  
Adjusting for S-Corporation Law<sup>2</sup>:** **\$93,038,598**

**1. Better Holdco, Inc.**

Industry: Consumer Lending

Primary Location(s): Oakland and Irvine

Amount of Tax Credit Awarded: \$25,000,000

Amount of Tax Credit Recaptured: \$25,000,000

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

GO-Biz has determined that Better Holdco, Inc. is in material breach of the Agreement. Accordingly, GO-Biz recommends that the CCTC Committee terminate the Agreement between GO-Biz and Better Holdco, Inc. and recapture its CCTC.

**2. Moxion Power Co.**

Industry: Battery Energy Storage System Manufacturing

Primary Location(s): Richmond and Los Angeles

Amount of Tax Credit Awarded: \$25,000,000

Amount of Tax Credit Recaptured: \$25,000,000

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

Moxion Power Co. 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.

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<sup>2</sup> 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)).



3. Sorrento Therapeutics, Inc.

Industry: Biopharmaceutical Research and Development and Manufacturing

Primary Location(s): San Diego

Amount of Tax Credit Awarded: \$25,000,000

Amount of Tax Credit Recaptured: \$25,000,000

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

GO-Biz has determined that Sorrento Therapeutics, Inc. is in material breach of the Agreement. Accordingly, GO-Biz recommends that the CCTC Committee terminate the Agreement between GO-Biz and Sorrento Therapeutics, Inc. and recapture its CCTC.

4. Confluent, Inc.

Industry: Software Development

Primary Location(s): Palo Alto

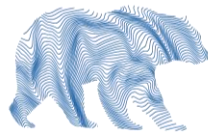
Amount of Tax Credit Awarded: \$5,900,000

Amount of Tax Credit Recaptured: \$5,900,000

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

Confluent, 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.



5. Re-Match USA, Inc.

Industry: Artificial Turf Recycling

Primary Location(s): Unknown

Amount of Tax Credit Awarded: \$2,000,000

Amount of Tax Credit Recaptured: \$2,000,000

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

Re-Match USA, 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.

6. indieDwell Southern California, Inc.

Industry: Prefabricated Building Manufacturing

Primary Location(s): Brawley

Amount of Tax Credit Awarded: \$1,200,000

Amount of Tax Credit Recaptured: \$1,200,000

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

GO-Biz has determined that indieDwell Southern California, Inc. is in material breach of the Agreement. Accordingly, GO-Biz recommends that the CCTC Committee terminate the Agreement between GO-Biz and indieDwell Southern California, Inc. and recapture its CCTC.



7. Bryant Fuel Systems LLC

Industry: Bulk Fuel and Oil Collection, Storage, and Delivery Services

Primary Location(s): Shafter and Bakersfield

Amount of Tax Credit Awarded: \$1,150,000

Amount of Tax Credit Recaptured: \$1,150,000

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

GO-Biz has determined that Bryant Fuel Systems LLC is in material breach of the Agreement. Accordingly, GO-Biz recommends that the CCTC Committee terminate the Agreement between GO-Biz and Bryant Fuel Systems LLC and recapture its CCTC.

8. Sierra Agra USA LLC

Industry: Fruit and Vegetable Food Processing

Primary Location(s): Reedley

Amount of Tax Credit Awarded: \$1,150,000

Amount of Tax Credit Recaptured: \$1,150,000

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

GO-Biz has determined that Sierra Agra USA LLC is in material breach of the Agreement. Accordingly, GO-Biz recommends that the CCTC Committee terminate the Agreement between GO-Biz and Sierra Agra USA LLC and recapture its CCTC.



9. American Honda Finance Corporation

Industry: Automotive Financing

Primary Location(s): Cypress

Amount of Tax Credit Awarded: \$5,200,000

Amount of Tax Credit Recaptured: \$1,040,000

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

American Honda Finance Corporation's California Competes Tax Credit Agreement expired at the end of its 2024 tax year which was the final year to achieve the milestones and claim any corresponding credit. Any credit not earned by the completion of the agreement must be recaptured in order to be made available to other California businesses.

10. RDM Industries, Inc.

Industry: Personal Protective Equipment Manufacturing

Primary Location(s): La Mirada

Amount of Tax Credit Awarded: \$1,000,000

Amount of Tax Credit Recaptured: \$1,000,000

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

RDM Industries, 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.



11. ByFusion Global, Inc.

Industry: Recycled Plastic Construction Product Manufacturing

Primary Location(s): Compton, Lancaster, Stockton, and Vernon

Amount of Tax Credit Awarded: \$1,000,000

Amount of Tax Credit Recaptured: \$970,000

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

ByFusion Global, Inc.'s California Competes Tax Credit Agreement expired at the end of its 2024 tax year which was the final year to achieve the milestones and claim any corresponding credit. Any credit not earned by the completion of the agreement must be recaptured in order to be made available to other California businesses.

12. Openpath Security, Inc.

Industry: Software Development

Primary Location(s): Culver City

Amount of Tax Credit Awarded: \$1,364,000

Amount of Tax Credit Recaptured: \$960,000

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

Openpath Security, Inc.'s California Competes Tax Credit Agreement expired at the end of its 2024 tax year which was the final year to achieve the milestones and claim any corresponding credit. Any credit not earned by the completion of the agreement must be recaptured in order to be made available to other California businesses.



13. Artistic Weavers LLC

Industry: Freight Transportation Logistics Services

Primary Location(s): Fresno

Amount of Tax Credit Awarded: \$812,000

Amount of Tax Credit Recaptured: \$622,000

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

Artistic Weavers LLC's California Competes Tax Credit Agreement expired at the end of its 2024 tax year which was the final year to achieve the milestones and claim any corresponding credit. Any credit not earned by the completion of the agreement must be recaptured in order to be made available to other California businesses.

14. The Shyft Group USA, Inc. (Spartan Motors USA, Inc.)

Industry: Vehicle Manufacturing

Primary Location(s): Carson and Montebello

Amount of Tax Credit Awarded: \$570,998

Amount of Tax Credit Recaptured: \$570,998

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

The Shyft Group USA, Inc. (Spartan Motors USA, Inc.)'s California Competes Tax Credit Agreement expired at the end of its 2024 tax year which was the final year to achieve the milestones and claim any corresponding credit. Any credit not earned by the completion of the agreement must be recaptured in order to be made available to other California businesses.



15. SAAZ Micro, Inc.

Industry: Sensor Research and Development and Manufacturing

Primary Location(s): San Luis Obispo, Thousand Oaks, and Goleta

Amount of Tax Credit Awarded: \$400,000

Amount of Tax Credit Recaptured: \$337,500

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

SAAZ Micro, Inc.'s California Competes Tax Credit Agreement expired at the end of its 2024 tax year which was the final year to achieve the milestones and claim any corresponding credit. Any credit not earned by the completion of the agreement must be recaptured in order to be made available to other California businesses.

16. Zenith Manufacturing, Inc.

Industry: Marine and Aerospace Component Manufacturing

Primary Location(s): Sun Valley

Amount of Tax Credit Awarded: \$200,000

Amount of Tax Credit Recaptured: \$200,000

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

GO-Biz has determined that Zenith Manufacturing, Inc. is in material breach of the Agreement. Accordingly, GO-Biz recommends that the CCTC Committee terminate the Agreement between GO-Biz and Zenith Manufacturing, Inc. and recapture its CCTC.



17. Creative Electron, Inc.

Industry: Industrial X-Ray Device Manufacturing

Primary Location(s): San Marcos

Amount of Tax Credit Awarded: \$446,700

Amount of Tax Credit Recaptured: \$126,700

[Link to Tax Credit Agreement to be Recaptured](#)

Reason for Credit Recapture:

Creative Electron, Inc.'s California Competes Tax Credit Agreement expired at the end of its 2022 tax year. Any credit not maintained for three subsequent years after the year in which the milestones are achieved is subject to recapture in order to be made available to other California businesses.

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**F. Discussion and Approval of Recommendations for Modified California Competes Tax Credit Recapture**

|                                                                                                          |                    |
|----------------------------------------------------------------------------------------------------------|--------------------|
| <b>Total Recommended Tax Credits to be Recaptured:</b>                                                   | <b>\$2,585,200</b> |
| <b>Total Recommended Tax Credits to be Recaptured after Adjusting for S-Corporation Law<sup>3</sup>:</b> | <b>\$3,013,600</b> |

**1. MightyHive, Inc.**

Industry: Software Development

Primary Location(s): San Francisco and Los Angeles

Amount of Tax Credit Awarded: \$5,700,000

Previous Amount of Tax Credit Recaptured: \$4,400,000

Additional Amount of Tax Credit Recaptured: \$1,300,000

[Link to Tax Credit Agreement to be Recaptured.](#)

Reason for Credit Recapture:

MightyHive, Inc.'s California Competes Tax Credit Agreement expired at the end of its 2022 tax year which was the final year to achieve the milestones and claim any corresponding credit. On November 16, 2023, The Committee recaptured \$4,400,000. GO-Biz has determined that MightyHive, Inc. is in material breach of the Agreement. Accordingly, GO-Biz recommends that the CCTC Committee terminate the Agreement between GO-Biz and recapture \$1,300,000.

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<sup>3</sup> 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)).



2. Yosemite Foods, Inc.

Industry: Meat Processing

Primary Location(s): Stockton

Amount of Tax Credit Awarded: \$1,793,750

Previous Amount of Tax Credit Recaptured: \$293,750

Additional Amount of Tax Credit Recaptured: \$900,000

[Link to Tax Credit Agreement to be Recaptured.](#)

Reason for Credit Recapture:

Yosemite Foods, Inc.'s California Competes Tax Credit Agreement expired at the end of its 2021 tax year which was the final year to achieve the milestones and claim any corresponding credit. On November 17, 2022, the Committee recaptured \$293,750. The Franchise Tax Board has determined that the business did not achieve or maintain some or all of its milestones for years in which it was previously approved to claim the credit. Any credit not earned by the completion of the agreement or not maintained for three subsequent years after the year in which the milestones are achieved must be recaptured in order to be made available to other California businesses. Accordingly, GO-Biz recommends that the CCTC Committee recapture \$900,000.



3. HealthQuest Laboratories, Inc.

Industry: Medical Laboratories

Primary Location(s): Tustin and Santa Ana

Amount of Tax Credit Awarded: \$400,000

Previous Amount of Tax Credit Recaptured: \$160,000

Additional Amount of Tax Credit Recaptured: \$240,000

[Link to Tax Credit Agreement to be Recaptured.](#)

Reason for Credit Recapture:

HealthQuest Laboratories, Inc.'s California Competes Tax Credit Agreement expired at the end of its 2021 tax year which was the final year to achieve the milestones and claim any corresponding credit. On November 14, 2024, the Committee recaptured \$160,000. The Franchise Tax Board has determined that the business did not achieve or maintain some or all of its milestones for years in which it was previously approved to claim the credit. Any credit not earned by the completion of the agreement or not maintained for three subsequent years after the year in which the milestones are achieved must be recaptured in order to be made available to other California businesses. Accordingly, GO-Biz recommends that the CCTC Committee recapture \$240,000.



4. KV Structures, Inc.

Industry: Power and Communication Line Construction

Primary Location(s): Rough and Ready

Amount of Tax Credit Awarded: \$198,000

Previous Amount of Tax Credit Recaptured: \$79,200

Additional Amount of Tax Credit Recaptured: \$79,200

[Link to Tax Credit Agreement to be Recaptured.](#)

Reason for Credit Recapture:

KV Structures, Inc.'s California Competes Tax Credit Agreement expired at the end of its 2021 tax year which was the final year to achieve the milestones and claim any corresponding credit. On November 17, 2022, the Committee recaptured \$79,200. The Franchise Tax Board has determined that the business did not achieve or maintain some or all of its milestones for years in which it was previously approved to claim the credit. Any credit not earned by the completion of the agreement or not maintained for three subsequent years after the year in which the milestones are achieved must be recaptured in order to be made available to other California businesses. Accordingly, GO-Biz recommends that the CCTC Committee recapture \$79,200.

5. Sportifeye Optics, Inc. (ReAction Optics, Inc.)

Industry: Optical Lens Manufacturing

Primary Location(s): Azusa

Amount of Tax Credit Awarded: \$330,000

Previous Amount of Tax Credit Recaptured: \$66,000

Additional Amount of Tax Credit Recaptured: \$66,000

[Link to Tax Credit Agreement to be Recaptured.](#)

Reason for Credit Recapture:

Sportifeye Optics, Inc.'s California Competes Tax Credit Agreement expired at the end of its 2021 tax year which was the final year to achieve the milestones and claim any corresponding credit. On June 13, 2024, the Committee recaptured \$66,000. Any credit not maintained for three subsequent years after the year in which the milestones are achieved is subject to recapture in order to be made available to other California businesses. Accordingly, GO-Biz recommends that the CCTC Committee recapture \$66,000.



## 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](http://www.business.ca.gov/CalCompetes.aspx). For additional information regarding this notice and agenda, please contact Jee Liyanage, Assistant Deputy Director, at 916-322-2669 or [jeevani.liyanage@gobiz.ca.gov](mailto:jeevani.liyanage@gobiz.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 Jee Liyanage no later than five calendar days before the meeting.