

November 18, 2013

Governor Brian Sandoval
One Hundred One North Carson Street
Carson City, Nevada 89701

Richard Combs, Director, Legislative Counsel Bureau
401 South Carson Street
Carson City, Nevada 89701

Re: NRS 231.1577 Catalyst Fund Annual Report

Gentlemen:

Pursuant to NRS 231.1577, the Governor's Office of Economic Development is submitting the required Catalyst Fund summary for the period covering November 1, 2012 through October 31, 2013 for transmittal to the Interim Finance Committee.

- a) The amount of grants and loans awarded from the Catalyst Account: **\$6,280,000**;
- b) The amount of all grants, gifts and donations to the Catalyst Account from public and private sources: **None**;
- c) The number of businesses which have been created or expanded in this State, or which have relocated to this State, because of grants and loans from the Catalyst Account: **10**; and
- d) The number of jobs which have been created or saved because of grants and loans from the Catalyst Account: **2,615**.

In addition to these results, attached please find a summary of the approvals during this period, as well as individual summaries for each awarded company.

Sincerely,



Steven D. Hill
Director

GOVERNOR'S OFFICE OF ECONOMIC DEVELOPMENT

Catalyst Fund Approvals

November 1, 2012 through October 21, 2013

REF	BOARD APPROVAL	COMPANY NAME	TARGET SECTOR	CITY/COUNTY RDA	JOBS	AWARD TOTAL	Duration
C1	Dec-2012	Take Two Interactive Software	Info Tech (Software Dev)	LV / LVGEA	150	\$ 600,000	5 years
C2	Mar-2013	Cristek Interconnects, Inc.	Aerospace / Defense	Douglas Co. / NNDA	50	\$ 200,000	3 years
C3	Mar-2013	Nicholas & Company	Logistics & Ops (Food Distrib)	NLV / LVGEA	125	\$ 625,000	5 years
C4	Mar-2013	SolarCity Corporation	Clean Energy	Clark Co. / LVGEA	800	\$ 1,200,000	3 years
C5	July-2013	Ardagh Metal Packaging, Inc.	Manufacturing	Storey Co. / EDAWN	140	\$ 630,000	4 years
C6	July-2013	New Logic Research	Manufacturing (Health Care)	Douglas Co. / NNDA	30	\$ 75,000	3 years
C7	July-2013	Pathion, Inc.	Clean Energy	Henderson / LVGEA	50	\$ 200,000	2 years
C8	July-2013	Torchmate-Lincoln Cutting	Manufacturing	Reno / EDAWN	40	\$ 125,000	2 years
C9	Sept-2013	Barclays, PLC	Info Tech (Financial Svcs)	Henderson / LVGEA	930	\$ 1,875,000	4 years
C10	Sept-2013	Kareo, Inc.	Info Tech (Med Offc PMS)	TBD / LVGEA	300	\$ 750,000	3 years
TOTAL					2,615	\$ 6,280,000	
TOTAL FUND APPROPRIATION (2011-2013)						\$ 10,000,000.00	<i>
UNENCUMBERED						\$ 3,720,000.00	

Note: <i> An additional \$1.5 million appropriation received legislative approval as part of the 2014-2015 budget.

GOVERNOR'S OFFICE OF ECONOMIC DEVELOPMENT
Scheduled Funding All Catalyst Fund Projects

REF	BOARD APPROVAL	COMPANY NAME	FISCAL 2013-2014	FISCAL 2014-2015	FISCAL 2015-2016	FISCAL 2016-2017	FISCAL 2017-2018	FISCAL 2018-2019	TOTAL
C1	Dec-2012	Take Two Interactive Software	\$ 120,000	\$ 120,000	\$ 120,000	\$ 120,000	\$ 120,000	\$ -	\$ 600,000
C2	Mar-2013	Cristek Interconnects, Inc.	\$ -	\$ 80,000	\$ 60,000	\$ 60,000	\$ -	\$ -	\$ 200,000
C3	Mar-2013	Nicholas & Company	\$ -	\$ 340,000	\$ 75,000	\$ 70,000	\$ 70,000	\$ 70,000	\$ 625,000
C4	Mar-2013	SolarCity Corporation	\$ 400,000	\$ 400,000	\$ 400,000	\$ -	\$ -	\$ -	\$ 1,200,000
C5	July-2013	Ardagh Metal Packaging, Inc.	\$ -	\$ 360,000	\$ 90,000	\$ 90,000	\$ 90,000	\$ -	\$ 630,000
C6	July-2013	New Logic Research	\$ 30,000	\$ -	\$ 25,000	\$ 20,000	\$ -	\$ -	\$ 75,000
C7	July-2013	Pathion, Inc.	\$ 100,000	\$ -	\$ 100,000	\$ -	\$ -	\$ -	\$ 200,000
C8	July-2013	Torchmate-Lincoln Cutting	\$ 75,000	\$ -	\$ 50,000	\$ -	\$ -	\$ -	\$ 125,000
C9	Sept-2013	Barclays, PLC	\$ -	\$ 500,000	\$ 475,000	\$ 450,000	\$ 450,000	\$ -	\$ 1,875,000
C10	Sept-2013	Kareo, Inc.	\$ -	\$ 250,000	\$ 250,000	\$ 250,000	\$ -	\$ -	\$ 750,000
TOTAL			\$ 725,000	\$ 2,050,000	\$ 1,645,000	\$ 1,060,000	\$ 730,000	\$ 70,000	\$ 6,280,000

**TOTAL FUND APPROPRIATION (2011-2013)
UNENCUMBERED**

\$ 10,000,000.00 <i>
\$ 3,720,000.00

Note: <i> An additional \$1.5 million appropriation received legislative approval as part of the 2014-2015 budget.

Company (C1):	Take Two Interactive
Target Sector:	Information Technology (Software Development)
Municipality:	Las Vegas
RDA:	Las Vegas Global Economic Alliance
Maximum Grant:	\$600,000
Number of Jobs:	150
Average Wage:	\$18.00
Grant / Job:	\$4,000.00
New Capital Investment:	\$1,500,000
Grant Approval:	December 2012
Effective Date:	March 01, 2013
Terms of Disbursement:	Year 1 – \$120,000 maximum for up to 100 jobs x \$1200 each, but must have 50 jobs by end of 12 months; Year 2 - \$120,000 maximum for up to 150 jobs x 800 each, but must have 75 jobs by end of 24 months; Year 3 - \$120,000 maximum for up to 150 jobs x 800 each, but must have 75 jobs by end of 36 months; Year 4 - \$120,000 maximum for up to 150 jobs x 800 each, but must have 75 jobs by end of 48 months; and Year 5 - \$120,000 maximum for up to 150 jobs x 800 each, but must have 75 jobs by end of 60 months.

Company (C2):	Cristek Interconnects, Inc.
Target Sector:	Aerospace / Defense
Municipality:	Douglas Co.
RDA:	Northern Nevada Development Authority
Maximum Grant:	\$200,000
Number of Jobs:	50
Average Wage:	\$24.93
Grant / Job:	\$4,000.00
New Capital Investment:	\$1,500,000
Grant Approval:	March 2013
Effective Date:	April 01, 2013*
Terms of Disbursement:	Year 1 - \$80,000 maximum for up to initial 25 jobs x \$3200 each, but must have 15 jobs by end of 18 months; Year 2 - \$60,000 maximum for up to 40 total jobs x \$1500 each, but most have 25 jobs by end of 30 months; and Year 3 - \$60,000 maximum for up to 50 total jobs x \$1200 each, but must have 40 jobs by end of 42 months.

Note: *Contract is being finalized. "Effective Date" is an estimate for cash flow projection purposes.

Company (C3):	Nicholas & Company
Target Sector:	Logistics & Operations (Food Distribution)
Municipality:	North Las Vegas
RDA:	Las Vegas Global Economic Alliance
Maximum Grant:	\$625,000
Number of Jobs:	125
Average Wage:	\$26.25
Grant / Job:	\$5,000.00
New Capital Investment:	\$35,900,000
Grant Approval:	March 2013
Effective Date:	October 01, 2013*
Terms of Disbursement:	<p>Year 1 - \$340,000 maximum for up to initial 85 jobs x \$4000 each, but must have 40 or more by end of year 1;</p> <p>Year 2 - \$75,000 maximum for up to 100 total jobs x \$750 each, but must have 50 or more by end of year 2;</p> <p>Year 3 - \$70,000 maximum for up to 110 total jobs x \$636 each, but must have 55 or more by end of year 3;</p> <p>Year 4 - \$70,000 maximum for up to 120 total jobs x \$583 each, but must have 60 or more by end of year 4; and</p> <p>Year 5 - \$70,000 maximum for up to 125 total jobs x \$560 each, but must have 65 or more by end of year 5.</p>

Note: *Contract is being finalized. "Effective Date" is an estimate for cash flow projection purposes.

Company (C4):	SolarCity Corporation
Target Sector:	Clean Energy (Solar Power Generation)
Municipality:	Clark County
RDA:	Las Vegas Global Economic Alliance
Maximum Grant:	\$1,200,000
Number of Jobs:	800
Average Wage:	\$21.31
Grant / Job:	\$1,500.00
New Capital Investment:	\$2,000,000
Grant Approval:	March 2013
Effective Date:	April 01, 2013*
Terms of Disbursement:	Year 1 – 400,000 maximum for up to initial 100 jobs x \$4000 each, but must have 50 or more by end of year 1; Year 2 - \$400,000 maximum for up to 500 total jobs x \$800 each, but must have 250 or more by end of year 2; and Year 3 - \$400,000 maximum for up to 800 total jobs x \$500 each, but must have 400 or more by end of year 3.

Note: *Contract is being finalized. “Effective Date” is an estimate for cash flow projection purposes.

Company (C5):	Ardagh Metal Packaging, Inc.
Sector:	Manufacturing
Municipality:	Storey County
RDA:	Economic Development Authority of Western Nevada
Maximum Grant:	\$630,000
Number of Jobs:	140
Average Wage:	\$24.18
Grant / Job:	\$4,500.00
New Capital Investment:	\$79,981,377
Grant Approval:	July 2013
Effective Date:	December 01, 2013*
Terms of Disbursement:	<p>Year 1 - \$360,000 maximum for up to initial 80 jobs x \$4500 each, but must have 40 or more by end of year 1;</p> <p>Year 2 - \$90,000 maximum for up to 100 total jobs x \$900 each, but must have 50 or more by end of year 2;</p> <p>Year 3 - \$90,000 maximum for up to 120 total jobs x \$750 each, but must have 60 or more by end of year 3; and</p> <p>Year 4 - \$90,000 maximum for up to 140 total jobs x \$643 each, but must have 70 or more by end of year 4.</p>

Note: *Contract is being finalized. "Effective Date" is an estimate for cash flow projection purposes.

Company (C6):	New Logic Research
Target Sector:	Manufacturing (Health Care)
Municipality:	Douglas County
RDA:	Northern Nevada Development Authority
Maximum Grant:	\$75,000
Number of Jobs:	30
Average Wage:	\$30.01
Grant / Job:	\$2,500
New Capital Investment:	\$3,273,000
Grant Approval:	July 2013
Effective Date:	December 01, 2013*
Terms of Disbursement:	<p>Year 1 - \$30,000 maximum for up to initial 15 jobs x \$2000 each, but must have 10 or more by end of year 1;</p> <p>Year 2 - \$25,000 maximum for up to 25 total jobs x \$1000 each, but must have 15 or more by end of year 2; and</p> <p>Year 3 - \$20,000 maximum for up to 30 total jobs x \$667 each, but must have 20 or more by end of year 3.</p>

Note: *Contract is being finalized. "Effective Date" is an estimate for cash flow projection purposes.

Company (C7):	Pathion, Inc.
Target Sector:	Clean Energy
Municipality:	Henderson
RDA:	Las Vegas Global Economic Alliance
Maximum Grant:	\$200,000
Number of Jobs:	50
Average Wage:	\$44.72
Grant / Job:	\$4,000
New Capital Investment:	TBD
Grant Approval:	July 2013
Effective Date:	December 01, 2013*
Terms of Disbursement:	Year 1 - \$100,000 maximum for up to initial 25 jobs x \$4000 each, but must have 10 or more by end of year 1; and Year 2 - \$100,000 maximum for up to 50 total jobs x \$2000 each, but must have 25 or more by end of year 2.

Note: *Contract is being finalized. "Effective Date" is an estimate for cash flow projection purposes.

Company (C8):	Torchmate - Lincoln Cutting
Target Sector:	Manufacturing
Municipality:	Reno
RDA:	Economic Development Authority of Western Nevada
Maximum Grant:	\$125,000
Number of Jobs:	40
Average Wage:	\$17.73
Grant / Job:	\$3,125
New Capital Investment:	\$5,023,000
Grant Approval:	July 2013
Effective Date:	December 01, 2013*
Terms of Disbursement:	Year 1 - \$75,000 maximum for up to initial 15 jobs x \$5000 each, but must have 10 or more by end of year 1; and Year 2 - \$50,000 maximum for 25 total jobs x \$2,000 each, but must have 15 or more by end of year 2.

Note: *Contract is being finalized. "Effective Date" is an estimate for cash flow projection purposes.

Company (C9): Barclays, PLC

Target Sector: Information Technology (Financial Service Center)

Municipality: Henderson

RDA: Las Vegas Global Economic Alliance

Maximum Grant: \$1,875,000

Number of Jobs: 930

Average Wage: \$14.35 (est.)

Grant / Job: \$2,016

New Capital Investment: \$10,000,000

Grant Approval: September 2013

Effective Date: March 01, 2014*

Terms of Disbursement: **Year 1** - \$500,000 maximum (see average wage tier criteria below);
Year 2 - \$475,000 maximum (see average wage tier criteria below);
Year 3 - \$450,000 maximum (see average wage tier criteria below); and
Year 4 - \$450,000 maximum (see average wage tier criteria below)

TIER 1 – For primary jobs exceeding the Clark County avg. wage (\$19.99):
Period-1: \$4,000 per primary job created up to 15 jobs;

TIER 2 – For primary jobs between 75% – 100% of county avg. wage (\$19.99):
Period-1 thru 4: \$3,000 per primary incremental job created up to 35 / 70 / 105 / 140 jobs, respectively;

TIER 3 – For primary jobs between 62.5% – 75% of county avg. wage (\$19.99):
Period-1 thru 4: \$2,000 per primary incremental job created up to 225 / 450 / 650 / 850 jobs, respectively.

Note: *Contract is being finalized. “Effective Date” is an estimate for cash flow projection purposes.

Company (C10):	Kareo, Inc.
Target Sector:	Information Technology (Medical Office PMS)
Municipality:	To Be Determined
RDA:	Las Vegas Global Economic Alliance
Maximum Grant:	\$750,000
Number of Jobs:	300
Average Wage:	\$20.54
Grant / Job:	\$2,500.00
New Capital Investment:	\$2,258.105
Grant Approval:	September 2013
Effective Date:	March 01, 2014*
Terms of Disbursement:	<p>Year 1 - \$250,000 for initial 100 jobs x \$2500 each, but must have 50 or more by end of year 1;</p> <p>Year 2 - \$250,000 for initial 100 jobs x \$2500 each, but must have 100 or more by end of year 2; and</p> <p>Year 3 - \$250,000 for initial 100 jobs x \$2500 each, but must have 150 or more by end of year 3;</p>

Note: *Contract is being finalized. "Effective Date" is an estimate for cash flow projection purposes.