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- 5. Catalyst Fund Application
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NEVADA BALLOT QUESTIONS 1992



A compilation of ballot questions which will appear on the November 3, 1992, Nevada general election ballot

Issued by

CHERYL A. LAU Secretary of State LEGISLATIVE COUNSEL BUREAU
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SEP 2 8 1992

The term for which the members of either house shall have been elected [Provided,]; provided, that an appropriation may be made for the payment of [such actual expense as] expenses that members of the Legislature may incur for postage, express charges, newspapers and stationery. Inot exceeding the sum of Sixty dollars for any general or special session to each member; and Furthermore Provided, that the Speaker of the Assembly, and Lieutenant Governor, as President of the Senate, shall each, during the time of their actual attendance as such presiding officers receive an additional allowance of two dollars per diem.]



QUESTION NO. 5

Amendment to the Nevada Constitution

Assembly Joint Resolution No. 23 of the 65th Session

CONDENSATION (ballot question)

Shall the Nevada Constitution be amended to allow the State of Nevada to lend money or its credit to any company, association or corporation, and to subscribe to or have an interest in the stock of companies, associations or corporations, but to retain the prohibition against donating money to private companies which are not formed for educational or charitable purposes?

Yes 104,739 □ 235% No. 357,190 ♥ 765%

EXPLANATION

The Nevada Constitution prohibits the State of Nevada from donating or loaning money or its credit to, or subscribing to or having an interest in the stock of any company, association or corporation, except corporations formed for educational or charitable purposes. The proposed amendment would retain the prohibition against donating money of the state to businesses that are not formed for educational or charitable purposes, but would allow the state to lend money or its credit to, and subscribe to and have an interest in the stock of any business. A "Yes" vote is a vote to amend the Nevada Constitution to expand the authority of the state to loan money or its credit to, or invest in businesses. A "No" vote is a vote to disapprove the proposed amendment.

ARGUMENTS FOR PASSAGE

The existing provision was placed in the Nevada Constitution in 1864 to prevent powerful railroad companies from using their political influence to obtain loans and grants from the state. This provision has limited efforts to bring economic development and economic benefits to Nevadans by restricting the state's ability to make loans to private companies. The proposed amendment to the Nevada Constitution will allow the state greater flexibility to invest its money more effectively and to cooperate with private companies to provide benefits to the public. This authority would still be subject to statutory guidelines, including requirements that ensure safety, protection, and disclosure of any such investments.

ARGUMENTS AGAINST PASSAGE

Even though the railroads no longer have excessive political influence over state government, the existing provision has not prevented the state from supporting economic growth or making prudent investments. Also, the provision may still be useful in preventing the state from becoming financially involved in private companies.

FISCAL NOTE

Financial Impact—No. The Proposal to amend the Nevada Constitution would expand the state's ability to invest public money in various private enterprises. The proposal would have no adverse fiscal impact.

FULL TEXT OF MEASURE

ASSEMBLY JOINT RESOLUTION—Proposing to amend section 9 of article 8 of the constitution of the State of Nevada to eliminate the prohibition against lending the money or credit of the state to businesses.

RESOLVED BY THE ASSEMBLY AND SENATE OF THE STATE OF NEVADA, JOINTLY, That section 9 of article 8 of the constitution of the State of Nevada be amended to read as follows:

[Sec:] Sec. 9. The State shall not donate [or loan money, or its credit, subscribe to or be, interested in the Stock of] money to any company, association, or corporation, except corporations formed for educational or charitable purposes.

State of Nevada Ballot Questions 1996



A compilation of ballot questions which will appear on the November 5, 1996, General Election Ballot

Issued by

Dean Heller

Secretary of State

QUESTION NO. 7

Amendment to the Nevada Constitution

Assembly Joint Resolution No. 35 of the 67th Session

CONDENSATION (ballot question)

Shall the Nevada Constitution be amended to allow the prudent investment of state money in a company, association, or corporation to stimulate economic development or the creation of new jobs?

Yes 1.4.8, 5.81... \(\big| \)
No .2.74, 02.2. \(\big| \)

EXPLANATION

The Nevada Constitution prohibits the State from donating or loaning money or its credit to, or buying the stock of any company, association, or corporation, except corporations formed for educational or charitable purposes. The proposed amendment would enable the Legislature to consider and authorize the investment of state money in companies, associations, or corporations, subject to the following conditions:

- That the investment supports economic development or the creation of new employment opportunities in the State; and
- That the State can expect a reasonable rate of return on the investment, adjusted for the relative degree of risk.

Fach investment authorized by the Legislature must be made in cooperation with knowledgeable investors and be prudently managed. The State's participation must be on terms that are the same or more favorable than those of any private investors. The proposed amendment would require any law authorizing such investments to be approved by a two-thirds vote of each house of the Nevada Legislature.

ARGUMENTS FOR PASSAGE

New capital investment is needed to diversify Nevada's economy, contribute to the growth of high-quality small businesses, broaden job opportunities, and enhance the standard of living for Nevadans. Passage of this constitutional amendment would allow Nevada to assist investors to develop new sources of capital for the state's business and industry. Most other states permit such investments.

ARGUMENTS AGAINST PASSAGE

The State should not use tax dollars for investment in private companies, associations, or corporations. Any risk or gain associated with investments involving private businesses has traditionally been left to private investors.

FISCAL NOTE

Financial Impact - Cannot be determined. The proposal does not require any investment to be made. The amendment would simply permit the Legislature to consider proposals for investments subject to the terms and conditions in the amendment. Until specific legislation is enacted authorizing an investment, there would be no fiscal impact.

FULL TEXT OF THE MEASURE

ASSEMBLY JOINT RESOLUTION-Proposing to amend the Nevada constitution to allow the investment of state money to stimulate economic development.

WHEREAS, Emerging competition in other states and federally regulated territories threaten the State of Nevada's long-term growth in its vital gaming industry; and

WHEREAS, Finance programs necessary to assure business expansion and high quality job growth do not currently provide Nevada's business sector with adequate access to those types of

money and capital essential to support the growth of a diversified economic base; and

WHEREAS, The Nevada constitution currently contains restrictions, based on conditions existing in the 19th century, that have prevented the Legislature from considering legislation similar to laws enacted in several other states, which would permit prudently managed investments in public-private partnerships and corporations designed to provide needed sources of capital for high quality, job-creating businesses within Nevada that cannot feasibly obtain such financing from existing private financial markets in an easily accessible and efficient manner; and

WHEREAS, The State of Nevada must remain competitive with other states in providing the necessary financial tools to attract the types of businesses and industries that would diversify Nevada's

economic base and improve the standard of living for Nevada's citizens; and

WHEREAS, The benefits to be derived from a strong economic development effort throughout the state may be jeopardized if current restrictions in the Nevada constitution are not replaced with more flexible and contemporary standards that both protect public investments in economic development projects and provide access to the type of financing needed to stimulate the growth of businesses and industries throughout the state which will provide the high quality jobs, increased property values, and enhanced standard of living desired by Nevadans; now, therefore, be

RESOLVED BY THE ASSEMBLY AND SENATE OF THE STATE OF NEVADA, JOINTLY, That section 9 of article 8 of the constitution of the State of Nevada is hereby amended to read as follows:

[Sec: 9. The]

Sec. 9. 1. Except as otherwise provided in subsections 2 and 3, the State shall not donate or loan money [,] or its credit [,] to, or subscribe to or be [,] interested in the Stock of any company, association, or corporation. [, except] 2. The legislature may by law, approved by a vote of two-thirds of the members elected to each house, authorize the investment of state money in a company, association or corporation subject to the following conditions:

(a) Before any investment is authorized, a determination must be made, by a person or entity designated in the authorizing legislation, that:

(1) The investment is for the economic development of this state or the creation of new

employment opportunities in this state;

(2) The state can reasonably expect to achieve a reasonable rate of return on the investment,

adjusted for the relative degree of risk; and

(b) Each investment by the state must be made through a cooperative venture with private investors of reasonable sophistication who participate in the venture on terms that are the same as or less favorable than the terms on which the state is participating. Revenue received from investments pursuant to this subsection may be reinvested subject to the same

3. The provisions of this section do not apply to corporations formed for educational or charitable purposes.

State of Nevada

Ballot Questions

2000



Ballot Questions That Will Appear on the November 7, 2000 General Election Ballot

> Dean Heller Secretary of State

QUESTION NO. 1

Amendment to the Nevada Constitution

Senate Joint Resolution No. 12 of the 69th Session

CONDENSATION (ballot question)

Shall the Nevada Constitution be amended to allow the investment of State money in a company, association, or corporation to assist economic development and the creation of new high-quality jobs?

Yes 234104 D No 341288 V

EXPLANATION

The Nevada Constitution currently prohibits the State from investing its money in any company, association, or corporation, except for corporations formed for educational or charitable purposes. The proposed amendment would enable the Legislature to authorize the prudently managed investment of State money subject to the following conditions:

- That the investment is for the economic diversification or development of Nevada or for the creation of new high-quality employment opportunities in Nevada;
- That the State can expect a reasonable rate of return on the investment, adjusted for the relative degree of risk;
- That any legislation authorizing such an investment must be approved by a two-thirds vote of each house of the Nevada Legislature and also by the Governor;
- That the State's participation must be made in cooperation with knowledgeable private investors on terms that are the same as or more favorable than those of the private investors; and
- That revenue received from these investments may be reinvested under the same conditions.

Question 1, Page 1

ARGUMENTS FOR PASSAGE

The restrictions under the Nevada Constitution, which were established based on conditions existing in the 1800s, have prevented the Legislature from considering laws to permit managed investments. Capital investment is needed to diversify Nevada's economy, contribute to the growth of high-quality, job-creating businesses, and improve the standard of living for Nevadans. Emerging competition in other states threatens Nevada's long-term economic stability. Nevada must remain competitive with other states in providing the necessary financial tools to attract the types of businesses and industries that would diversify the State's economic base and improve the standard of living for its residents.

The proposed amendment allows the Legislature, with the approval of two-thirds of its members in each house and the Governor, to authorize investments in economic diversification projects. The amendment requires that each proposed investment be structured so that the State can expect to achieve a reasonable rate of return.

A "Yes" vote would permit the Legislature to authorize the investment of State money to stimulate economic diversification or create new jobs.

ARGUMENTS AGAINST PASSAGE

The State of Nevada should not use tax dollars for investment in private companies, associations, or corporations. Traditionally, the State of Nevada has left any risk of loss associated with investments involving private businesses to private investors.

The State of Nevada may already invest in educational or charitable organizations and is authorized to provide other financial incentives to encourage economic development.

A "No" vote would retain the prohibition against investing the State's money or its credit in companies, associations, or corporations, except for educational or charitable purposes.

FISCAL NOTE

Financial Impact - Cannot be determined.

The proposal does not require any investment to be made. The amendment would simply permit the Legislature to consider proposals for investments subject to the terms and conditions in the amendment. Until specific legislation is enacted authorizing an investment, there would be no fiscal impact.

FULL TEXT OF THE MEASURE

Senate Joint Resolution No. 12 of the 69th Session-Committee on Finance FILE NUMBER 129

SENATE JOINT RESOLUTION—Proposing to amend the Nevada constitution to allow the investment of state money to stimulate economic development.

WHEREAS, Emerging competition in other states and federally regulated territories threatens the long-term growth of the State of Nevada in its vital gaming industry; and

WHEREAS, Financial programs necessary to ensure business expansion and high-quality job growth do not currently provide the business sector of this state with adequate access to the types of money and capital essential to support the growth of a diversified economic base; and

WHEREAS, The Nevada constitution currently contains restrictions, based on conditions existing in the 19th century, that have prevented the Legislature from considering legislation similar to laws enacted in several other states which would permit prudently managed investments in public-private partnerships and corporations designed to provide needed sources of capital for high-quality, job-creating businesses and low-cost housing programs within this state that cannot feasibly obtain such financing from existing private financial markets in an easily accessible and efficient manner; and

WHEREAS, The State of Nevada must remain competitive with other states in providing the necessary financial tools to attract the types of businesses and industries that would diversify the economic base of this state and improve the standard of living for the residents of this state; and

WHEREAS, The benefits to be derived from an effort toward strong economic development throughout this state may be jeopardized if current restrictions in the Nevada constitution are not replaced with more flexible and contemporary standards that both protect public investments in economic development projects and provide access to the type of financing needed to stimulate the growth of businesses and industries throughout this state which will provide the high-quality jobs, increased property values and enhanced standard of living desired by Nevadans; now, therefore, be it

RESOLVED BY THE SENATE AND ASSEMBLY OF THE STATE OF NEVADA, JOINTLY, That section 9 of article 8 of the constitution of the State of Nevada be amended to read as follows:

[See: 9. The]

- Sec. 9. 1. Except as otherwise provided in subsections 2 and 3, the State shall not donate or loan money [,] or its credit [,] to, or subscribe to or be [,] interested in the Stock of any company, association, or corporation. [, except]
- 2. The legislature may enact legislation, approved by a vote of two-thirds of the members of each house, to authorize the investment of state money in any company, association or corporation for the purpose of stimulating the economic diversification or development of this state and the creation of new employment opportunities for the residents of this state, subject to the following conditions:
- (a) Before any such investment is authorized, a determination must be made by a person or entity designated in the authorizing legislation that:
- (1) The investment is for the economic development of this state or the creation of new employment opportunities in this state; and

Question 1, Page 3

Exhibit 2

	1 490					
1	IN THE FIRST JUDICIAL COURT OF THE STATE OF NEVADA					
2	IN AND FOR CARSON CITY					
3						
4						
5	MICHAEL LITTLE, a citizen) Case No.: 14 OC 00026 1B					
6						
7	and taxpayer of Nevada,) Dept. No: 1					
8	Plaintiff,)					
9	vs.)					
10	THE STATE OF NEVADA; THE NEVADA)					
11	GOVERNOR'S OFFICE OF ECONOMIC)					
12	DEVELOPMENT; and STEVEN HILL, in)					
13	his Official capacity as Executive)					
14	Director of Nevada Governor's)					
15	Office of Economic Development,)					
16	Defendant.)					
17)					
18						
19						
20	RECORDED DEPOSITION OF STEVEN HILL					
21	Taken on October 9, 2014					
22	At 8:53 a.m.					
23	At 500 Damonte Ranch Parkway, Suite 852					
24	Reno, Nevada 89521					
25						

					raye z
1					
2	APP	EARA	NCES:		
3	For	the	Plaintiff:	Joseph F. Becker	
4				1225 Westfield Ave., Suite 7	
5				Reno, Nevada 89509	
6					
7					
8	For	the	Defendants:	Blake A. Doerr	
9				555 E. Washington Ave., Suite	3900
10				Las Vegas, Nevada 89101	
11					
12				Kevin Power	
13				Legislative Counsel Bureau of	Legal
14				Division Legislature of the St	ate of
15				Nevada	
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					

```
1
    about today?
 2
                   Thought back on past events. That's
               A:
    all.
 3
 4
                         Have you spoken to anyone about
               Q: Okay.
 5
    this deposition?
 6
                  Mr. Doerr and Mr. Powers.
 7
                   Okay. Anything else you've done to
 8
    prepare for today's deposition?
 9
              A:
                  No.
10
                   Okay. How would you describe the
11
    Governor's Office of Economic Development?
12
                  I'm going to start with one of those
    questions that I don't quite know what you're looking
13
    for. Could you be a little more specific?
14
15
                  Well, let me start up this way. Can I
    refer the Governor's Office of Economic Development
16
17
    as GOED?
18
              A:
                  Certainly.
19
              0:
                  Okay. That will save us all time.
20
              A:
                  Yeah.
21
                  All right. You're familiar that GOED
              0:
    exist?
22
23
              A:
                  I am.
24
                  Okay. What is your relationship with
25
    GOED?
```

1	A: I'm the director.			
2	Q: What is the nature of work performed by			
3	or the mission of GOED?			
4	A: It's to help grow the economy of the			
5	State of Nevada and grow the number of jobs			
6	[UNINTELLIGIBLE 0:06:15.7] the growth of the number			
7	of jobs in the state.			
8	Q: You're the executive director, is that			
9	correct?			
10	A: I am, yes. That's right.			
11	Q: How long have you held that position?			
12	A: Almost exactly three years.			
13	Q: How long has the GOED office existed?			
14	A: It was created during the 2011			
15	legislative session. That law took effect on July			
16	1st of 2011 for the most part.			
17	Q: And so, are you then its only director?			
18	A: I am.			
19	Q: Okay. To be clear, there was no other			
20	director. When the office was created, you became			
21	the director and there's been no other director?			
22	A: That's right. The previous institution			
23	or agency was the Nevada Commission on Economic			
24	Development. So, there were directors of that agency			
25	prior to me, but I'm the only director that GOED has			

1	A: One I don't remember. Another is Brad			
2	Mamer who works for me now.			
3	Q: Correct. Okay. Since we are on that			
4	topic can you, explain what he does for you?			
5	A: For most of the time, he's been in the			
6	position in GOED. He's been the director of business			
7	development. He's also recently been given the			
8	additional role and title of Southern Regional			
9	Manager.			
10	Q: How people are employed by GOED?			
11	A: Approximately 40.			
12	Q: And do you know their budget?			
13	A: We have seven budgets.			
14	Q: Okay. I try and ask a simple question.			
15	A: Yeah, I understand. Our core operating			
16	budget is approximately \$10 million.			
17	Q: Okay.			
18	A: There are some federally-funded programs			
19	that had individual budgets, the catalyst fund, the			
20	knowledge fund. Both have individual budgets.			
21	Obviously, they're not operating funds there, so it			
22	becomes a little bit more complex than the simple			
23	question you tried to ask.			
24	Q: Do you know what all of these things			
25	total up to?			

```
the federal government. That's about $2.5 million a
 1
 2
           I think we have a state small business credit
 3
    initiative. It was funded, I think, in 2009 or 2010
 4
    with a $13.8-million grant. That's federally funded
 5
    as well, and quite a bit of most of those budgets
 6
    have a good deal of pass through in them and that
    it's not money GOED uses for operations. It's really
 7
 8
    granted to other organizations for the purposes that
 9
    are outlined in each of those budget areas.
10
                  So it's administered and distributed by
11
12
                  Right.
              A:
13
                  -- GOED in those cases?
              0:
14
                  Right.
              A:
                  Okay. This 0.6 million film office, can
15
              0:
16
    you explain that to me?
17
                  Yeah.
                         There's a Nevada Film Office that
    basically tries to recruit filming of productions in
18
    Nevada and administers the transferable tax credit
19
20
    program that was put in place into 2013 and provide
21
    service to the film industry. So, if they're looking
22
    for a location, we help provided photos and locations
23
    of places they might shoot a production if they're
    looking for something specific.
24
25
              O: Okay. You mentioned the catalyst fund.
```

```
Let's talk a little more specifically about that.
 1
    You're obviously familiar with that program.
 3
              A:
                  I am.
 4
              0:
                  Okay.
                         In that's a program administered
 5
    by COED.
 6
              A:
                  It is.
 7
                  Okay. I'm interested as much detail as
    you can give me on how that program works. Maybe
 8
    start with a description of what that program or that
 9
    fund is intended to do and then we can sort of go
10
    through all the various means by which the said
11
12
    mission is accomplished.
13
                  Sure. The program was put in place on
    2011 during that legislative session. I was
14
    originally funded with $10 million. I probably can't
15
    quote the statute but it is in line with the mission
16
    that GEOD has which is to help improve the economy,
17
18
    the state and help bring good jobs to Nevada.
19
   provides through local governments an opportunity to
20
   provide really from a statutory standpoint a fairly
   broad range of options for use of the money. We have
21
22
    through practice and policy narrowed that use so far.
   There are options that are open and we haven't
23
    implemented, but the idea is to help attract jobs,
24
25
   good jobs to the state.
```

```
mean by "Local governments," if you don't mean Clark
 1
 2
    County?
 3
                   City of Henderson, City of Las Vegas,
               A:
    City of North Las Vegas.
 4
 5
               0:
                   Okay.
 6
               A:
                   In this case, not the City of Boulder
 7
    City, but potentially could be.
 8
               0:
                   Okay.
 9
               A:
                   It's cities and counties.
10
                   Okay. There is a formal application
11
    process though for the Catalyst Fund --
12
              A:
                   There is.
13
              0:
                   --moneys, right?
14
              A:
                   Right.
15
                   Can you explain to me what that process
              0:
16
    is?
17
                   The business has to file an application
              A:
    with the local government that has jurisdiction.
18
19
    ask the local government to perform the appropriate
20
    due diligence that goes along with their
    recommendation and application to us.
21
                                            That local
22
    government, then, files an application with GOED, you
23
    know, along, through that process, we may make
    recommendations or make comments to the business or
24
25
    the local government, but at the point that we
```

- 1	wassing block and it is a
1	receive that application from the local government,
2	we take that to our board for their consideration and
3	potential approval.
4	Q: So, it's ultimately GOED that approves?
5	A: Yeah, itthey have all been approved by
6	the GOED board and statute allows me to approve
7	contracts for less than \$100,000, but there has not
8	been that circumstances that relates to the Catalyst
9	Fund.
10	Q: I guess you're answering a slightly
11	different question than I thought to ask, but that's,
12	it's helpful, anyway. So, either the GOED board or
13	you, individually, approve these Catalyst Fund
14	applications?
15	A: Yeah. I have the authority to approve
16	if the application is for a total of less than
17	\$100,000. That has not happened at this point.
18	Q: Okay.
19	A: So, all of the applications that had
20	been considered at GOED have gone to our board
21	because they are in excess of \$100,000.
22	Q: Okay.
23	MR. BECKER: This is 2?
24	MALE: Hmm-hmm.
25	Q: Do you recognize this document?

```
1
                   I can't say I recognize it, but I know
               A:
 2
    what it is.
 3
                   What is it?
               0:
                   It's the application from Clark County
 4
 5
    for the SolarCity Catalyst Fund draft.
 6
               Q: Okay. Is that the application that you
 7
    would, you and the board would have reviewed before
 8
    approving?
 9
                   I believe so.
               A:
10
               0:
                   Okay.
11
               A:
                   Yeah.
12
                   And looking at it, there's no reason to
13
    think that's not it?
14
              A:
                   No, that's right.
15
               0:
                   Okay.
16
               A:
                   Yeah.
17
                    MR. BECKER: We could just go ahead and
    mark that as 2 and be done with that one.
18
19
                   If you want to take some more time with
20
    it, it's fine.
21
              A:
                   Oh, no, no, it's fine.
22
              0:
                   I don't want to rush you.
23
              A:
                   I just haven't seen it in a while.
24
                   Don't want to rush you into an answer
25
    that's not correct.
```

```
There's a direct impact that the company
 1
              A:
 2
    will have because of its operations, so ...
 3
              0:
                   Okay.
 4
              A:
                   Taxes of the company pays --
 5
              Q:
                   Okay.
 6
                   --employees that are employed at the
              A:
    company, the wages that are paid to employees at the
 7
    company, and because that company exists, there is
 8
    both an indirect and induced aspect. We kind of lump
 9
10
    those things together typically as indirect, but
11
    indirect is basically the supply chain that might
    form or already be there and be able to support those
12
    company, where their businesses would grow as a
13
    result of that company being there. And then,
14
    there's the induced impact of the money that is spent
15
    by employees in the company in the community that
16
17
    produces an economic impact as well and tax revenue.
18
                  This leads me to ask if you employ
19
    economists at GOED.
                  Bob Potts is our Research Director.
20
21
    Frankly, I don't know what the definition of an
    economist is, but I would say, he is. He probably
22
23
    would not say that. He's probably not an economist.
    but he's got 20 years of history running the Center
24
    for Business and Economic Research at UNLV and ...
25
```

```
them signing the agreement with a business, but we,
 1
 2
    we don't like to do that.
 3
               0:
                  And why is that?
 4
                   Because we want the same thing. We want
 5
    to know that once we signed something, this was going
 6
    to happen and go through and we want to, we'd like to
    understand that the contract between the local
 7
 8
    government and the business is going to line up well
 9
    with the contract that we have with local government.
10
              0:
                  Okay.
11
                  But there's, there's no hard and fast
12
    rule there.
13
                  Is there a reason that you don't just
    enter an agreement with the recipient directly?
14
15
                  We feel that that's unconstitutional and
    it's not the way the legislation has been setup, it
16
17
    allows us to do that.
18
              0:
                  Okay.
19
                  And actually, our feeling on the
    constitutionality doesn't matter. The law says,
20
21
    "This is the way this will work," so we're
22
    implementing the law.
23
              Q: Okay. You said earlier that you were in
24
    some ways involved with the legislation that created
25
    the Catalyst Fund, is that correct?
```

```
1
          I'll use the time while you're at lunch to try
    and consolidate the balance of my questions instead
 2
 3
    of picking through, you know, because I've asked
 4
    questions already that are still on this list, so
    I'll get through and eliminate those.
 5
 6
                   MR. BECKER: But we can go off the
 7
    record, I think.
 8
                   MALE: Okay.
 9
                   MR. SANDERSON:
                                   Going off the record at
10
    11:12 a.m. We are back on the record in the matter
11
    of Michael Little, excuse me, versus The State of
    Nevada. The time is 1:25 p.m.
12
13
              Q: Okay. Welcome back, everyone.
                                                  Just a
    couple more follow up questions to something we've
14
    already covered and I've got one more area and then,
15
    I think we'll be finished unless they have some
16
    questions for you. Can you explain to me how the
17
18
    Catalyst Fund grants are paid ultimately to the
19
    recipients?
20
                  The short answer is that, once the local
    government shows us evidence of the amount that has
21
22
    been earned by the company, we'll submit a request,
    however that works through the State, to cut a check
23
24
    or wire money, probably, to the local government for
25
    that amount and then, the local government will pay
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1	the business.			
2	Q: Okay. But these are State moneys that			
3	are being wired to the local government, correct?			
4	A: That's right.			
5	Q: Okay. What does the State receive in			
6	exchange for the money that gets disbursed?			
7	A: Well, better economy, higher employment,			
8	lower economic impact, higher physical impact and			
9	that's the core. I mean, it's most directly in line			
10	with our mission.			
11	Q: And what procedure does the State employ			
12	or your office employ to determine that the benefits			
13	of what the State is getting exceed the cost of the			
14	money expended?			
15	A: Well, we look at, again, the economic			
16	impact as well as the physical impact of all of our			
17	abatements and there's, whether that include, I mean,			
18	all of our incentives, whether that includes the			
19	Catalyst Fund or not. So, that analysis is both done			
20	and then, summarized for our board and our board,			
21	ultimately, obviously, makes that decision and they			
22	may have different viewpoints of what the criteria			
23	should be because there are a number of them, so			
24	Q: Okay. And who does this analysis for a			
25	presentation to the board?			

Exhibit 3

1	JOSEPH F. BECKER				
2	Nevada State Bar: 12178 NPRI Center for Justice				
3	1225 Westfield Ave., Suite 7				
4	Reno, NV 89509				
4	Tel: 775-636-7703 Fax: 775-201-0225				
5	Attorney for: Plaintiff				
6					
7	IN THE FIRST JUDICIAL DISTRICT	COURT OF THE STATE OF NEVADA			
8	IN AND FOR	IN AND FOR CARSON CITY			
9	MICHAEL LITTLE, a citizen and taxpayer of)	Case No.: 14 OC 00026 1B			
10	Nevada, Plaintiff,	Dept. No.: 1			
11	ramin,	Dept. No.: 1			
12	vs.				
13	THE STATE OF NEVADA; THE NEVADA GOVERNOR'S OFFICE OF ECONOMIC				
14	DEVELOPMENT; and STEVEN HILL, in his				
15	official capacity as Executive Director of the Nevada Governor's Office of Economic				
16	Development; and THE LEGISLATURE OF				
	THE STATE OF NEVADA,				
17	Defendants.				
18					
19	AFFIDAVIT IN SUPPORT OF N	MOTION FOR SUMMARY JUDGMENT			
20	STATE OF NEVADA)				
21	COUNTY OF CLARK) ss.				
24	I, MICHAEL LITTLE, am the Plaintiff	in the above referenced action and hereby swear			
22	under penalty of perjury that the following asser	tions are true of my own personal knowledge:			
23	I am over the age of eighteen (18)	8) years. I have personal knowledge of the facts			
25	stated within this affidavit. If called as a witness	s, I would be competent to testify to these facts.			
26	This affidavit is filed in support of a Motion for Summary Judgment.				
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28					

The admissible facts are as follows:

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- A. I, Michael Little, Plaintiff, am a citizen of the United States, a Nevada resident and a Nevada taxpaver.
- B. I, Michael Little, have developed a unique technological process by which I can efficiently convert organic byproducts into alternative forms of energy.
- C. I, Michael Little, have earnestly and diligently attempted to utilize the aforementioned technological process I developed as the cornerstone in a new business enterprise in southern Nevada.
- D. I, Michael Little, am placed at a competitive disadvantage and, thus, harmed when SolarCity, Inc., an alternative energy competitor, is subsidized with state taxpayer money in any amount.
- E. I, Michael Little, as a Nevada taxpayer, am also harmed by the Defendants GOED and State of Nevada when state taxpayer funds are disbursed contrary to a clear prohibition of such disbursement in the Nevada Constitution.
- F. I, Michael Little, Plaintiff, met with Steven Hill in the year 2011 and was led to believe that application for Catalyst Fund money for my alternative energy enterprise would be futile.

I declare under penalty of perjury, that the following assertions are true.

Dated this 10th day of December, 2014.

MICHAEL LITTLE, Plaintiff

STATE OF NEVADA) 55. COUNTY OF CLARK

This instrument was acknowledged before me on the

19th day of December, 2014, by MICHAEL LITTLE.

NOTARY PUBLIC

ANNA M. BUCHNER Notary Public - State of Nevada Appointment Recorded in Washoe County No: 83-0111-2 - Expires April 1, 2016

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