

EXHIBIT A

Guidance For Calculating Qualifying Expenses, Conducting Compliance Audits and Completing Certified and Summary Reports Under the North Carolina Film and Entertainment Grant Fund

North Carolina Film Incentives

25% Rebate. 100% Better Shooting Experience.

This information has been updated as of October 9, 2017, to reflect changes made by the North Carolina General Assembly in 2017.

The North Carolina Film and Entertainment Grant designates \$31 million per fiscal year (Jul 1-Jun 30) in film incentives available. These funds provide a rebate of up to 25% on qualifying expenses and purchases made by productions while in-state.

This funding, now labeled recurring in the budget, coupled with the recent elimination of the program's sunset date, demonstrates North Carolina's long-term commitment to the film and entertainment industry.

An ambitious rebate package combined with experienced crews and great infrastructure are why there's always one more reason to shoot in North Carolina. Explore more about the rebate program in the summary below, and find out what 25% back can mean for your production.

Contact the North Carolina Film Office

Program Summary

<i>Incentive Type</i>	Up to 25% rebate via funds from the NC Film and Entertainment Grant \$9 million for television series per season
<i>Per Project Cap</i>	\$5 million for feature-length films \$250,000 for commercials# \$1 million per episode average for TV series
<i>Minimum Spend</i>	\$5 million for feature-length films \$250,000 for commercials# \$34 million* for 2017-18 fiscal year
<i>Annual Cap</i>	(*\$15M allocation + \$19M roll-over) \$31 million in recurring funds for 2018-19 fiscal year
<i>Qualified Labor</i>	<i>NOTE: NC fiscal year runs July 1-June 30</i> First \$1 million of each resident and nonresident qualify

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<i>Loan Out Withholding</i>	Yes; 4
<i>Audit</i>	NC-licensed independent certified public accountant to perform audit at cost to the production
<i>Screen Credit Required</i>	Yes, including a logo to be supplied by NC Film Office
<i>Qualifying Expenses</i>	Goods / Services / Compensation and Wages / Fringes / Per Diems / Living Expenses and Stipends
<i>Qualifying Productions</i>	Episodic Television Series / Television Mini-Series / Movies of the Week / Feature Films / Direct-to-Video / Reality Television / Commercials# / Documentaries / Animation Productions / Webisodes
<i>Application</i>	First, complete the NC Film Office's " notification of intent to film " form, then the formal NC Department of Commerce Film and Entertainment Grant Application
<i>State-Owned Property</i>	Fee-free usage
<i>Sunset Date</i>	None (as of 10/9/17 via S 582 from SL 2017-212) S 744 (SL 2014-100) - establishing legislation H 97 (SL 2015-241) - modification to establishing legislation S 257 (SL 2017-57) - changes funding to recurring (part of the state's overall biennium budget)
<i>Enacted Bill Numbers</i>	S 582 (SL 2017-212) - eliminates the sunset date of the program Download a combined version of establishing legislation & modifications made since (as recent as Oct 2017)