

For OED Film Office Use Only
 Production Project Number: 09-004

APPROVED
 NOV 25 2009

STATE OF ALASKA
ALASKA FILM OFFICE
 550 West 7th Avenue, Suite 1770
 Anchorage, AK 99501
 907-269-8190

RECEIVED
 11/23/09

**ALASKA FILM PRODUCTION TAX CREDIT
 APPLICATION FORM**

APPLICANT INFORMATION

Name of Production Company (Applicant) Proposal Productions, Inc.		Employer Identification Number	
Doing Business As (If Applicable)			
Address 500 S. Buena Vista Street, MC 3861		City/State/Zip Burbank, CA 91521-3861	
Applicant Type	<input checked="" type="checkbox"/> Corporation	<input type="checkbox"/> LLC	<input type="checkbox"/> Sole proprietorship
	<input type="checkbox"/> Trust	<input type="checkbox"/> Partnership	
Designated production company representative Paul Steinke	Telephone 818-560-1492	Fax 818-845-1150	Email Paul.Steinke@Disney.com

PRODUCTION INFORMATION

Name of production "The Proposal"		Expected or actual release or premiere date 6/19/09	
Type of production	<input checked="" type="checkbox"/> Feature film	<input type="checkbox"/> Documentary	<input type="checkbox"/> Other (identify below)
	<input type="checkbox"/> Television series	<input type="checkbox"/> Commercial/advertisement	
Actual Production Schedule	Alaska		
	Start Date	End Date	
Pre-production	9/3/2008	9/14/2009	
Production	9/15/2008	9/17/2008	
Post Production	9/18/2008	5/1/2009	
Total Budget	Actual Alaska expenditures \$179,407.18		
Number of Alaska jobs created (full time equivalent) 15	Avg. duration of Alaska employment (in months) 1		
Total number of principal photography days 52	Number of principle photography days in Alaska 2		

Identify communities in Alaska where you incurred expenditures for services, purchase real property or purchase/lease/rent tangible property from an Alaska business (3 AAC 188.040)(f).

Sitka, AK

ACTUAL PRODUCTION CREDIT REQUESTED		
1	Wages and salaries (include amounts from 1a and 1b)	\$ 122,370.43
	1(a) paid to Alaska residents	\$ 16,937.31
	1(b) paid to non-Alaska residents	\$ 105,433.12
2	Transportation (in Alaska)	\$ 17,443.23
3	Interstate transportation and shipping costs to and from Alaska (count 50%)	\$ 31,269.48
4	Location fees and cost of rental or purchased facilities and equipment	\$ 19,530.35
5	Services	\$ 0
6	Food and Lodging	\$ 20,057.17
7	Other Alaska production expenses (attach detailed budget)	\$ 0
8	Total Alaska production expenses. Add lines 1-7	\$ 210,670.66
9	Production credit. <u>Multiply line 8 by 30%.</u>	x .30 \$ 63,201.20
ACTUAL ALASKA WAGES CREDIT REQUESTED		
10	Total Alaska wages credit. <u>Multiply line 1(a) by 10%.</u>	x .10 \$ 1,693.73
ACTUAL SEASONAL CREDIT REQUESTED		
11	Total expenses from line 8 that were incurred between October 1 and March 30 of the qualifying production period.	\$ 64,894.93
12	Seasonal credit. <u>Multiply line 11 by 2%.</u>	x .02 \$ 0
ACTUAL RURAL CREDIT REQUESTED		
13	Total expenses from line 8 that qualify for rural credit.	\$ 0
14	Rural credit. <u>Multiply line 13 by 2%.</u>	x .02 \$ 0
ACTUAL CREDITS REQUESTED		
15	Add lines 9, 10, 12, 14	<u>\$ 64,894.93</u>
16	Amount of tax credit approved by Alaska Film Office in Qualification Letter.	N/A \$
17	Subtract line 16 from line 15. If more than zero, the Alaska Film Office will award tax credits for this amount according to requirements of 3 ACC.188050(d).	N/A \$
AGREEMENTS		
<ul style="list-style-type: none"> I certify that I am an authorized representative of the applicant and as such am authorized to make the statement of affirmation contained herein. I hereby agree to allow representatives of the Alaska Film Office access to applicable records as may be necessary for the administration of this program. I certify, under penalties of unsworn falsification, that the above statements and information contained in the application and attachments are complete, true, and correct to the best of my knowledge and belief. I certify that the production is not an ineligible project as defined in AS 44.33.233(c). 		
Applicant Representative Printed Name <i>Paul Steinke</i>		Date
Applicant Representative Signature <i>[Signature]</i>		Date <i>11/2/09</i>

Send application and related documents to:

Alaska Film Office
550 West 7th Avenue, Suite 1770
Anchorage, AK 99501

APPLICANT CHECKLIST (to be included with application)

- Detailed identification of the production;
- Detailed budget and cost report breaking down total and Alaska expenses along with a verification by a certified public accountant that satisfy the requirements of AS 43.33.235(d);
- Detailed list of all personnel and cast working in Alaska including dates and salaries earned while in Alaska;
- List of all Alaska principle photography days, including dates and locations;
- List of names and address of entities whose qualified expenses were included jointly with those of the Company in this application, as well as a detailed list of all such expenditures;
- List of any tangible personal property for which costs were included that was not transferred or otherwise disposed of at the end of the production;
- Rough assembly of the production as required by 3 AAC 188.050(b);
- Name and address of the certified public accountant who verified the production cost report of expenses included in this application.
- Sworn certification by producer as required by 3 ACC 188.050(e).



STATE OF ALASKA
DEPARTMENT OF
COMMERCE
COMMUNITY AND
ECONOMIC DEVELOPMENT

Sean Parnell, Governor
Emil Notti, Commissioner
Joe Austerman, Director

Office of Economic Development
Alaska Film Office

November 25, 2009

MEMO

From: David Worrell, Film Office Development Specialist
Alaska Film Office
550 W. 7th Avenue, Suite 1770 | Anchorage AK 99501
(907) 269-8491 p / f (907) 269-8125

To: Joseph Schmidt, Corporate Income Tax Auditor
Alaska Department of Revenue, Tax Division
550 W. 7th Avenue, Suite 500 | Anchorage AK 99501
(907) 269-6626 p / f (907) 269-6644

Cc: Robynn Wilson, Revenue Audit Supervisor
Alaska Department of Revenue, Tax Division

The Alaska Film Office has reviewed and is hereby approving the application of Proposal Productions Inc. for an Alaska Film Production Tax Credit for their production "*The Proposal*."

Please issue a Film Production Tax Credit, in the amount of \$64,894.93, to Proposal Productions Inc. (EIN [REDACTED]), 500 S. Buena Vista Street, Burbank, CA 91521-3855.

Questions can be referred to Dave Worrell at the Alaska Film Office.

SWORN CERTIFICATION OF COMPLIANCE
(3 AAC 188.050(e))

STATE OF CALIFORNIA)
) ss.
LA JUDICIAL DISTRICT (COUNTY))

Regarding an application for a tax credit under Alaska's Film Production Incentive Program for THE PROPOSAL (name of production), I, PROPOSAL PRODS, Producer, being sworn, certify that:

1. I and the production, THE PROPOSAL, have fully complied with all applicable state laws and regulations during the production and have complied with all state permit requirements;

2. neither I nor the production, THE PROPOSAL, are the subject of an investigation or administrative proceeding concerning alleged violations by the producer or the production of the laws or regulations of this state;

3. neither I nor the production, THE PROPOSAL, are involved in a legal action filed in a federal court or a court in this state concerning alleged violations by the producer or the production of the laws or regulations of this state. If after submission of the sworn certification, I or the production, THE PROPOSAL, become the subject of an investigation or administrative proceeding described in this subsection, or become involved in a legal action described in this subsection, I shall immediately notify the Alaska Film Office. I understand that failure to comply with this requirement may result in a tax credit not being awarded to the producer. I also understand that if I or the production, THE PROPOSAL, are or become the subject of an investigation or administrative proceeding described in this 3 AAC 188.050(3), or are or become involved in a legal action described in that subsection, the Alaska Film Office will suspend determination of the production's eligibility for a tax credit pending resolution of that investigation, administrative proceeding, or legal action. I further understand that I may be subject to criminal prosecution for Unsworn Falsification in the Second Degree (AS 11.56.210) if any of the statements I make in this sworn certification are false.

DATE: 10-15-2009



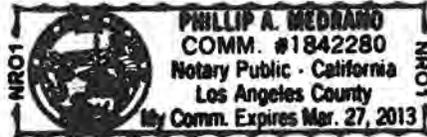
PAUL STEINKE, VICE PRESIDENT
Name and Title

SUBSCRIBED AND SWORN TO before me this _____ day of _____, _____.

Notary Public in and for the
State of _____
My commission expires: _____

State of California
County of Los Angeles

Subscribed and sworn to (or affirmed) before me on this 15th
day of October, 2009, by Paul Donovan
Steinke,
proved to me on the basis of satisfactory evidence to be the
person(s) who appeared before me.



(Seal)

Signature PMedrano