

Tesla's Nevada K-12 Education Investment Item #10



September 11, 2014

Dear Governor Sandoval,

The purpose of this letter is to memorialize the commitment of Tesla Motors, Inc. to K-12 public education in the state of Nevada. In connection with Tesla's decision to locate a state-of-the art battery facility in Storey County, Nevada, Tesla will donate the sum of \$37.5 million to K-12 public education. The funds will be donated to the Education Gift Fund within the Department of Education of the state of Nevada (the "EGF"). The funds will be contributed to the EGF in five annual installments of \$7.5 million each beginning on July 1, 2018 and continuing annually for four years thereafter. The funds will be donated to the EGF to augment STEM education on a state-wide basis as well as to fund desired educational programs within the school districts located in the geographic region surrounding the Tesla facility.

Tesla's commitment to donate the above funds to the EGF will be memorialized in a formal agreement between the company and the Governor's Office of Economic Development ("GOED") upon GOED's approval of Tesla's application for incentives pursuant to Chapter 360 of the Nevada Revised Statutes. We at Tesla are excited at the prospect of forming a partnership with Nevada's K-12 public education system as an outgrowth of our decision to locate a battery manufacturing facility in Storey County.

Sincerely,

A handwritten signature in blue ink, appearing to read "D. O'Connell".

Diarmuid O'Connell
Vice President
Business and Corporate Development
Tesla Motors, Inc.