

REPORT TO

THE CLERKS OF THE SENATE AND HOUSE

By

Massachusetts Capital Resource Company

September 1, 2016



TO: The Honorable William F. Welch, Clerk of the Senate
The Honorable Steven T. James, Clerk of the House

FROM: Paul Bolger, President

DATE: September 1, 2016

RE: **MCRC Annual Report**

In accordance with Section 12 of the Capital Resource Company Act (Chapter 816 of the Acts and Resolves of 1977), I am pleased to report on the current status of the Massachusetts Capital Resource Company.

The Company was formed as a limited partnership on December 27, 1977 and, as required by law, the terms of its organizational certificate were approved by the Commissioner of Insurance. As of December 31, 1981, capital investments aggregating \$100,000,000 were made by the then Partners in the following amounts:

<u>General Partners</u>	<u>Investment</u>	<u>Limited Partners</u>	<u>Investment</u>
John Hancock	\$48,449,581	Paul Revere	\$2,070,277
Massachusetts Mutual	22,859,403	Monarch Life	1,534,457
New England Mutual	17,410,455	Berkshire Life	1,201,090
State Mutual Life	6,039,250	Boston Mutual	427,814
		United Educators Life	7,673

Our Investments to date total **\$688,504,000** to 324 businesses located throughout the state. 240 of these companies are small businesses and have received in aggregate **\$348,523,000**. A business description of investments completed during the past year is included in Appendix I. All investments have been in companies that have been unable to obtain financing on similar terms from conventional financial sources. We continue to design the terms of our investments to insure the maximum impact on the borrower's ability to create or preserve jobs in the Commonwealth. We presently calculate that our investment activities will result in the creation or maintenance of **over 19,000 Massachusetts jobs**. We have thus exceeded, by a significant amount, the three goals (**\$60 million total investment, \$3 million invested in small business and 2,000 jobs created or maintained**) agreed upon and established by the Legislature and the Life Insurance industry in 1977.

Over the past thirty-eight years, MCRC has been a major force in promoting economic development in the Commonwealth. We are proud of the record we have established and our many accomplishments.

APPENDIX I
Investments completed by
Massachusetts Capital Resource Company
September 1, 2015 to August 31, 2016

Phillips Screw Company

\$3,182,593

Manufacturer of Screws
and Assemblies

Completed

Burlington

November 2015

Mass Park, Inc.

\$1,250,000

Transportation Services

Completed

Springfield

November 2015

Cadmus Group, Inc.

\$5,000,000

Consulting Services

Completed

Somerville

February 2016

Harbor Fuel

\$4,000,000

Wholesale Fuel

Completed

Nantucket

April 2016

Madison Security Group

\$1,000,000

Security Services

Completed

Lowell

June 2016