

Paycom Software, Inc.
Form 8-K
January 30, 2018

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d)
of the Securities Exchange Act of 1934

Date of Report (Date of Earliest Event Reported) January 26, 2018

Paycom Software, Inc.

(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction

of incorporation)

7501 W. Memorial Road, Oklahoma City, Oklahoma

001-36393
(Commission

File Number)

80-0957485
(IRS Employer

Identification No.)

73142

(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code: (405) 722-6900

Not Applicable

(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§ 230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§ 240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Item 5.02 Departure of Directors or Certain Officers; Election of Directors; Appointment of Certain Officers; Compensatory Arrangements of Certain Officers.
Restricted Stock Awards

On January 26, 2018, the Compensation Committee of the Board of Directors of Paycom Software, Inc. (the *Company*) approved the following awards of restricted stock under the the Paycom Software, Inc. 2014 Long-Term Incentive Plan to the Company's executive officers:

Name	Time-Based Shares			Market-Based Shares			Aggregate Total	
	Number of shares scheduled to vest on:			Number of shares scheduled to vest at total enterprise value =				
	May 6, 2019	May 6, 2020	May 6, 2021	\$5.9 billion	\$6.2 billion	Total Market-Based Shares		
Chad Richison	21,000	21,000	21,000	63,000	49,000	49,000	98,000	161,000
Craig E. Boelte	6,000	6,000	6,000	18,000	14,000	14,000	28,000	46,000
Stacey Pezold	1,125	1,125	1,125	3,375	2,625	2,625	5,250	8,625
Jeffrey York	6,000	6,000	6,000	18,000	14,000	14,000	28,000	46,000

As shown in the table above, a portion of the shares underlying the awards to the executive officers are subject to market-based vesting conditions (*Market-Based Shares*) and a portion of the shares underlying the awards to the executive officers are subject to time-based vesting conditions (*Time-Based Shares*). All Market-Based Shares vest 50% on the first date, if any, that the Company's total enterprise value (calculated as described below) equals or exceeds \$5.9 billion and 50% on the first date, if any, that the Company's total enterprise value equals or exceeds \$6.2 billion, in each case provided that (i) such date occurs on or before the sixth (6th) anniversary of the grant date and (ii) the executive officer is employed by, or providing services to, the Company or a subsidiary on the applicable vesting date. The Time-Based Shares vest in three equal tranches on May 6, 2019, May 6, 2020 and May 6, 2021, provided that the executive officer is employed by, or providing services to, the Company or a subsidiary on the applicable vesting date. Total enterprise value is calculated based on the product of the average price of the Company's common stock measured over 20 consecutive trading days and the number of shares outstanding (subject to certain adjustments), *plus* the principal amount of the Company's outstanding funded indebtedness as of the most recent month-end, *less* the aggregate amount of the Company's cash and cash equivalents as of the most recent month-end.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

PAYCOM SOFTWARE, INC.

Date: January 30, 2018

By: /s/ Craig E. Boelte
Name: Craig E. Boelte
Title: Chief Financial Officer