Fiscal Estimate - 2011 Session

X	Original		Updated		Corrected		Supplei	mental				
LRB	Number	11-4074/1		Introd	uction Number	ər A	B-060	1				
Description The angel investment and early stage seed investment tax credit programs												
Fiscal	Effect											
-	No State Fiscond Indeterminate Increase Experience Appropriate Appropriate Increase Appropriate Increase Ne	Existing tions Existing	Revenu Decrea Revenu	se Existing	to abso		n agency	e possible 's budget No				
Local	No Local Gov Indeterminate 1. Increase Permiss 2. Decrease	e Costs sive Mandat se Costs	s 3. Increas ory Permis 4. Decrea ory Permis	sive 🔲 Man se Revenue	datory Cou	ment Ur /ns [inties [nits Affect Village Others WTCS District	Cities				
Fund Sources Affected Affected Ch. 20 Appropriations GPR FED PRO PRS SEG SEGS												
Agen	cy/Prepared	Ву	A	uthorized S	Signature			Date				
					na Gahan-Hunter (608) 267-9382							

Fiscal Estimate Narratives WEDC 2/24/2012

LRB Number	11-4074/1	Introduction Number	AB-0601	Estimate Type	Original					
Description										
The angel investment and early stage seed investment tax credit programs										

Assumptions Used in Arriving at Fiscal Estimate

2011 AB 601 provides the following changes to the angel investment and early stage seed investment tax credit programs:

- 1. Requires, in addition to other certification requirements, that to be certified as a qualified new business venture a business must agree to stay in Wisconsin for at least three years following the receipt of a bona fide angel investment and must pay a penalty to WEDC if the business relocates outside of the state within three years of receiving the investment.
- 2. Provides that a person who holds an investment less than three years does not have to repay the tax credit if the investment becomes worthless or if a bona fide liquidity event occurs.
- 3. Removes the \$47.5 million cap for angel investment credits.

The Wisconsin Economic Development Corporation will administer these changes using existing resources.

Long-Range Fiscal Implications