

Fiscal Estimate - 2011 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 11-3864/2	Introduction Number SB-463	
Description The angel investment and early stage seed investment tax credit programs		
Fiscal Effect		
State: <input checked="" type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Create New Appropriations <input type="checkbox"/> Decrease Costs		
Local: <input type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate 1. <input type="checkbox"/> Increase Costs 3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		
5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts		
Fund Sources Affected Affected Ch. 20 Appropriations <input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS		
Agency/Prepared By WEDC/ Tarna Gahan-Hunter (608) 267-9382	Authorized Signature Tarna Gahan-Hunter (608) 267-9382	Date 2/13/2012

Fiscal Estimate Narratives

WEDC 2/13/2012

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Description The angel investment and early stage seed investment tax credit programs					

Assumptions Used in Arriving at Fiscal Estimate

2011 SB 463 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