



# Investment Tax Credits

## Summary of Seed Capital Investment Credit

- Credit is equal to 45% of the investment
- No more than \$112,500 of the credit may be used in any year
- Unused credits may be carried forward 4 years
- Only the first \$500,000 of investments in the business are eligible
- Total credits allowed for investments made in ALL certified businesses in any calendar year is limited to \$3.5 million
- Investment in the business must be at risk for at least three years



# Investment Tax Credits

## Summary of Angel Fund Investment Credit

- Credit is equal to 45% of the investment
- Maximum of \$45,000 per year
- Unused credits may be carried forward 4 years
- Angel fund may not invest in any enterprise if any one angel fund investor owns more than 49% of the business
- Investors in one angel fund are limited to a total of \$5 million in aggregate credits for the life of the fund

### Certification Requirements

- Organized to invest in at least three non-publicly traded early stage companies
- Consist of at least six accredited investors
- Have no more than 25% of its capital assets owned by one investor
- Have at least \$500,000 in commitments from accredited investors
- Be member-managed