



2015 SENATE BILL 451

December 11, 2015 - Introduced by Senator DARLING, cosponsored by Representatives NEYLON, KRUG, DOYLE, EDMING, T. LARSON, MURPHY, ROHRKASTE, TITTL and R. BROOKS. Referred to Committee on Revenue, Financial Institutions, and Rural Issues.

1 **AN ACT** *to create* 16.295 (10) of the statutes; **relating to:** allowing taxpayers to
2 claim early stage seed investment credits for investments in the fund of funds.

Analysis by the Legislative Reference Bureau

This bill allows a taxpayer to claim an early stage seed investment credit based on the taxpayer's investment through the state's fund of funds investment program in a qualified new business venture. Currently, a taxpayer may claim an early stage seed investment credit equal to 25 percent of the taxpayer's investment paid to a fund manager that the fund manager invests in a certified new business venture.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

3 **SECTION 1.** 16.295 (10) of the statutes is created to read:
4 16.295 (10) EARLY STAGE SEED INVESTMENT CREDITS. Funds invested by the
5 investment manager under sub. (5) in venture capital funds managed by investment
6 fund managers certified under s. 238.15 (2) or s. 560.205 (2), 2009 stats., may be used

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SECTION 1

1 as the basis for claiming the early stage seed investment credits under s. 71.07 (5b),
2 71.28 (5b), 71.47 (5b), or 76.638.

3 **SECTION 2. Initial applicability.**

4 (1) This act first applies to taxable years beginning after December 31, 2015.

5 (END)