



Legislative Fiscal Bureau

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May 27, 2015

Joint Committee on Finance

Paper #322

Clarification of the Economic Development Tax Credit Statutes (General Fund Taxes -- Income and Franchise Taxes)

CURRENT LAW

The Wisconsin Economic Development Corporation may reallocate unused nonrefundable angel and early stage seed tax credits in any calendar year to persons eligible for the refundable jobs tax credit, subject to a 14-day passive review by the Joint Committee on Finance. The reallocated amounts are not subject to the \$10 million annual limit on jobs tax credit claims. Unused angel and early stage seed tax credits cannot be reallocated to any other credit. However, the economic development tax credit statutes incorrectly refer to reallocations of unused angel and early stage seed tax credits.

GOVERNOR

No provision.

MODIFICATION

Delete the reference to reallocations of unused angel and early stage seed credits in the economic development tax credit statutes.

Explanation: According to the Legislative Reference Bureau, the incorrect reference was the result of a drafting error that was included in Substitute Amendment 1 to 2009 Senate Bill 409 (2009 Act 265). This modification clarifies that unused angel and early stage seed tax credits may not be reallocated to the economic development tax credit.

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