

HOUSE RESEARCH

Bill Summary

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Overview

Changes the small business investment credit (“angel credit”) allocation from \$15 million to an unspecified amount for tax years 2015 and 2016.

Section

1 **Small business investment credit.** Changes the annual allocation for the angel investment credit from \$15 million to an unspecified amount for tax years 2015 and 2016.

Background. The angel investment credit provides qualified investors in certified small businesses with a refundable income tax credit equal to 25 percent of their investments up to a maximum of \$125,000 (\$250,000 for married joint filers). The credit took effect for tax year 2010 and sunsets after tax year 2016.