



**149th GENERAL ASSEMBLY
FISCAL NOTE**

BILL:	HOUSE BILL NO. 170
AS AMENDED BY:	SA 1
SPONSOR:	Senator Bushweller
DESCRIPTION:	AN ACT TO AMEND TITLES 29 AND 30 OF THE DELAWARE CODE RELATING TO ANGEL INVESTOR JOB CREATION AND INNOVATION ACT .

Assumptions:

1. This Act shall take effect for qualified investments made in tax years beginning after December 31, 2017 and claimed on returns filed after December 31, 2018. This Bill sunsets December 31, 2022.
2. This Bill provides a refundable tax credit to "Angel Investors" or qualified "Angel Investor funds" equal to 25% of their investment, up to a maximum annual credit of \$250,000 to joint filing couples, \$125,000 to all other Angel investors or funds.
3. This Bill makes the total annual cap amount available to all investors or investor funds up to \$5 million.
4. This Bill also authorizes the Delaware Economic Development Office to create a special fund known as the Angel Investor Job Creation and Innovation Act Administration Fund, whereby investor application and other annual fees shall be deposited into this fund for personnel and administrative expenses related to administering this incentive.
5. Senate Amendment No. 1 requires a 6-month holding period before tax credits can be claimed by investors. Initial tax credits could not be taken until FY 2020.

Revenue Loss:

Fiscal Year 2018	\$ 0
Fiscal Year 2019	\$ 0
Fiscal Year 2020	\$ 5.0 million

Prepared by Art Jenkins
Office of the Controller General