

**FISCAL NOTE**  
Requested by Legislative Council  
03/25/2011

Amendment to: Engrossed  
SB 2248

**1A. State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2009-2011 Biennium		2011-2013 Biennium		2013-2015 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures						
Appropriations						

**1B. County, city, and school district fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

2009-2011 Biennium			2011-2013 Biennium			2013-2015 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

**2A. Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

Engrossed Senate Bill 2248 with House Amendments makes a number of changes to the angel fund investment income tax credit law, including expanding the law to allow passthrough entities to qualify for the credit and providing for new reporting and disclosure requirements.

**B. Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Engrossed Senate Bill 2248 with House Amendments changes the angel fund investment income tax credit law to (1) allow the credit to passthrough entities, (2) define what is meant by early-stage and mid-stage businesses, (3) require angel funds to provide to the tax commissioner information about the investments made in angel funds by investors, (4) limit investor eligibility for the credit to taxpayers who own directly or indirectly less than 50 percent of any business in which the angel fund invests its funds, and (5) allow the tax commissioner, upon written request, to disclose the identity and credit amount claimed by an investor, and the identity of the angel fund in which the investment was made.

These changes to the angel fund investment income tax law will potentially decrease state general fund revenues, but the amount of the potential decrease cannot be determined because it is not known to what extent the changes will contribute to increased investment activity during the 2011-13 biennium.

**3. State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

**A. Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

**B. Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

**C. Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency*

*and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

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