

MINNESOTA'S ANGEL TAX CREDIT



Minnesota's Angel Tax Credit stimulates private investment in emerging businesses and encourages job creation. It provides tax incentives to investors or funds that invest in startup businesses that are focused on high technology or new proprietary technology.

KEY FEATURES OF THE ANGEL TAX CREDIT INCLUDE:

- A 25 percent tax credit for investments in small, emerging businesses.
- A maximum credit of \$125,000 per person per year (\$250,000 if married filing jointly).
- A state refund if credits exceed tax liability.
- Focus on high-tech businesses or these with a proprietary product, process or service in select industries.

Investors, funds and businesses must be certified by the Minnesota Department of Employment and Economic Development (DEED) in order to participate in the program.

Since the program's inception in 2010, more than 430 start-up businesses have received over \$418 million in investment.

NEW FOR 2019:

- \$10 million in credits available in 2019 and 2021.
- \$5 million reserved for minority and women owned & managed businesses, and businesses located in Greater Minnesota.
- Minimum qualifying investment is \$7,500 for investing in women/minority/veteran & Greater Minnesota businesses; for non-targeted businesses it is \$10,000 for investors and \$30,000 for funds.
- Penalty for late filed annual reports reduced to \$100 from \$500, but failure to file may result in forfeiture of the credit.

HOW TO APPLY:

Apply online and find complete program information at: mn.gov/deed/angelcredit

NEED ASSISTANCE?

Contact us at angel.credit@state.mn.us or call the **Angel Hotline 651-259-7599**

