

# 2015 JOINT COMMITTEE ON TAX CREDITS

## 78th Legislative Assembly

### Public University Venture Development Fund Tax Credits

Tax Expenditure 1.420  
2016 Expiring Tax Credits: pages 71-74

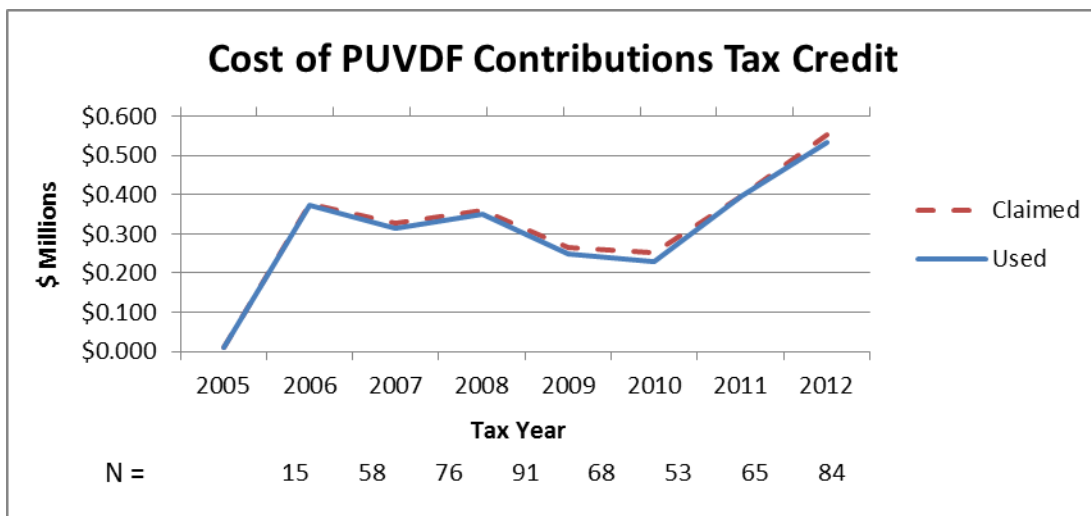
#### *Current Law*

1. Taxpayers who contribute to a Public University Venture Development Fund are allowed a tax credit equal to the 60% of the contribution. The credit is taken equally over three years up to \$50,000 per year with no carryforward.

#### *Proposed Changes*

1. Extend the contribution tax credit through tax year 2023.
2. Increase annual taxpayer credit cap from \$50,000 to \$1 million
3. Create a 3-year carryforward
4. Increase the program cap from \$8.4 million to \$25 million
5. Codify the tax credit allocation process among the universities
6. Move the reporting requirement from the individual universities to the Higher Education Coordinating Commission

#### *Historical Use and Revenue Impact*



Policy	Bill Number	Revenue Impact \$M		
		2015-17	2017-19	2019-21
Sunset Extension	SB 44, HB 2569	\$0	-\$0.3	-\$0.7
Policy Changes		-\$0.8	-\$1.3	-\$0.9
<b>Total</b>		<b>-\$0.8</b>	<b>-\$1.6</b>	<b>-\$1.6</b>

*Policy Considerations*

1. Annual taxpayer cap of \$600,000 in tax credits / \$1 million in contributions?
2. Annual program cap of \$15 million in tax credits / \$25 million in contributions?