

Nebraska Department of Economic Development

Angel Investment Tax Credit

Qualified Fund Checklist

NOTE: TAX CREDITS MAY ONLY BE UTILIZED BY NEBRASKA RESIDENTS. ONLY QUALIFIED FUND INVESTORS WHO ARE NEBRASKA RESIDENTS AND WHO ARE OTHERWISE ELIGIBLE TO UTILIZE AN ALLOCATION OF TAX CREDITS WILL BE ALLOCATED ANY PORTION OF ANGEL INVESTMENT TAX CREDITS ALLOCATED IN RESPECT OF A QUALIFIED FUND.

Before completing a Qualified Fund Certification Application, investor funds (“Funds”) should complete this checklist to determine whether they might qualify for certification and an allocation of tax credits under the Nebraska Department of Economic Development Angel Investment Tax Credit Program. If a Fund can answer “Yes” to each question, the Fund *may* qualify.

1. Does the Fund intend to invest in one or more qualified small businesses as defined by the Nebraska Angel Investment Tax Credit Act (“Act”)? Yes or No
2. Does the Fund have at least three separate investors/owners who have applied for and received certification as “qualified investors” under the Act for the calendar year in which the Fund will make its qualified investment? Yes or No
3. Is the Fund constituted solely of equity investments, notes that pay interests or other fixed amounts, or some combination of both? Yes or No
4. Will the Fund’s investment in the qualified small business be at least \$50,000? Yes or No
5. No investor/owner of the Fund who will be allocated a portion of any tax credits received by the Fund under the Program receives more than forty-nine percent of its gross annual income from the qualified small business in which the Fund will invest and apply for tax credits under the Program? True (Yes) or False (No)