

# 2009 MICHIGAN Venture Capital Deduction Schedule

Issued under authority of Public Act 281 of 1967.

Type or print in blue or black ink. Print numbers like this: 0123456789 - NOT like this: 0147

Attach to Form MI-1040.

Attachment 17

▶ 1. Filer's First Name	M.I.	Last Name	▶ 2. Filer's Social Security Number (Example: 123-45-6789)
If a Joint Return, Spouse's First Name	M.I.	Last Name	▶ 3. Spouse's Social Security Number (Example: 123-45-6789)

## PART 1: Initial Equity Investment and Sale of Investment

4. Name of Qualified Business	5. Federal Employer Identification Number (EIN)
Address (No., Street)	▶ 6. Initial Equity Investment Amount (Whole Dollars Only)
City or Town	State ZIP Code
7. Date of Investment	▶ 8. Date of Sale

## PART 2: Reinvestment Information

9. Name of Qualified Business	10. Federal Employer Identification Number (FEIN)
Address (No., Street)	▶ 11. Date of Reinvestment (MM-DD-YYYY)
City or Town	State ZIP Code

## PART 3: Venture Capital Deduction Calculation

12. Reinvestment Amount	00
13. Adjusted basis from Initial Equity Investment per Internal Revenue Code	00
14. Subtract line 13 from line 12	00
IF LINE 14 IS A NEGATIVE NUMBER, STOP HERE. YOU ARE NOT ELIGIBLE FOR A VENTURE CAPITAL DEDUCTION.	
15. Enter Gain from Sale of Initial Equity Investment	00
CARRY THE LESSER OF LINE 14, IF GREATER THAN ZERO, OR LINE 15 TO YOUR SCHEDULE 1, LINE 19.	

### Line-by-Line Instructions

Lines not listed are explained on the form.

**Lines 1, 2 and 3:** Enter your name(s) and Social Security number(s). If you are married, filing separate claims, enter both Social Security numbers, but do not enter your spouse's name.

#### Part 1

**Line 4:** Enter name and address of the Qualified Business. Attach U.S. *Schedule D* and Certificates of Qualified Business.

**Line 6:** Enter the amount of initial equity investment. To qualify for this deduction, the initial equity investment in a qualified business must be at least \$100,000.

**Lines 7 and 8:** Enter date of investment and date of sale (date format: MM-DD-YYYY). **Note:** The reinvestment must occur within one year of the date of the sale.

If the date of the sale is in one tax year and the reinvestment is in the subsequent tax year, you will claim the credit on the tax return filed for the year of the sale. Therefore, you must amend the tax return to claim the credit if previously filed.

#### Part 2

**Line 9:** Enter the name and address of the Qualified Business. Attach U.S. *Schedule D* and Certificates of Qualified Business.

#### Part 3

**Line 13:** Enter the adjusted basis from U.S. *Schedule D*.

**Lines 14 and 15:** The maximum amount that can be deducted is the gain on line 15. If all the gain and basis is reinvested, then line 14 and line 15 will be equal. But if less than the whole amount is reinvested, then line 14 will be less than line 15 and line 14 will be the deduction. Carry the lesser of line 14, if greater than zero, or line 15 to your Schedule 1, line 19.