

# Tax breaks for innovative start-ups

An overview on the new Cantonal measures

June 2018

# Three new tools...

... for  
investors



- 1 Separated taxation at an income tax rate of 1% of the part of the taxable income of the individual which is equal to the amount invested from the same individual in the innovative start-up**  
(art. 37c LT)

... for  
innovative  
start-ups

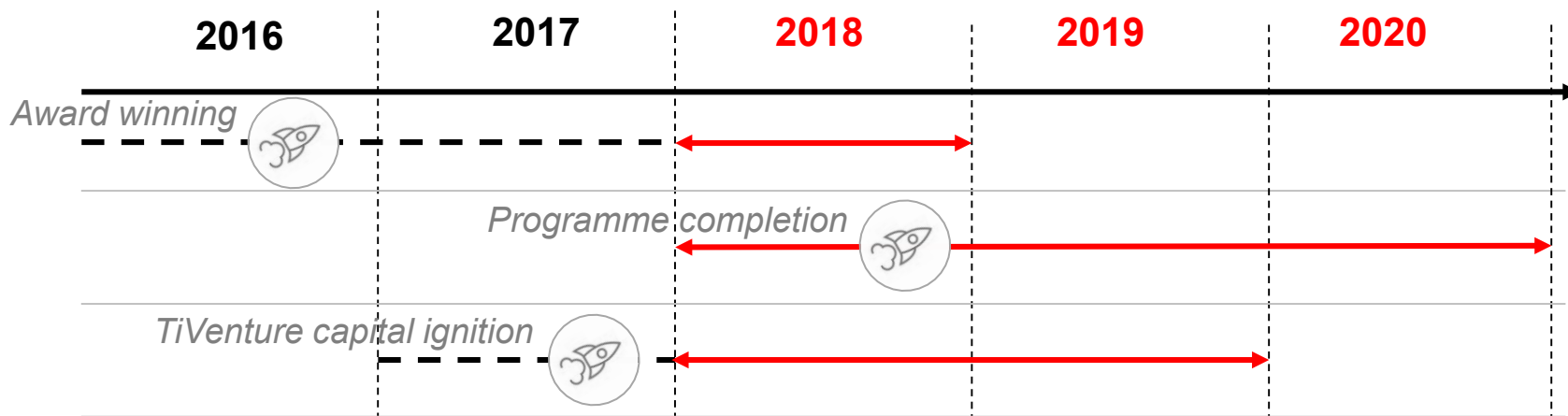


- 2 Gift tax exemption**  
(art. 155 par. 4 Ticino Cantonal tax Law)
- 3 Reduced capital tax at 0.01‰**  
(art. 87 par. 1bis Ticino Cantonal tax Law)

# Eligibility criteria

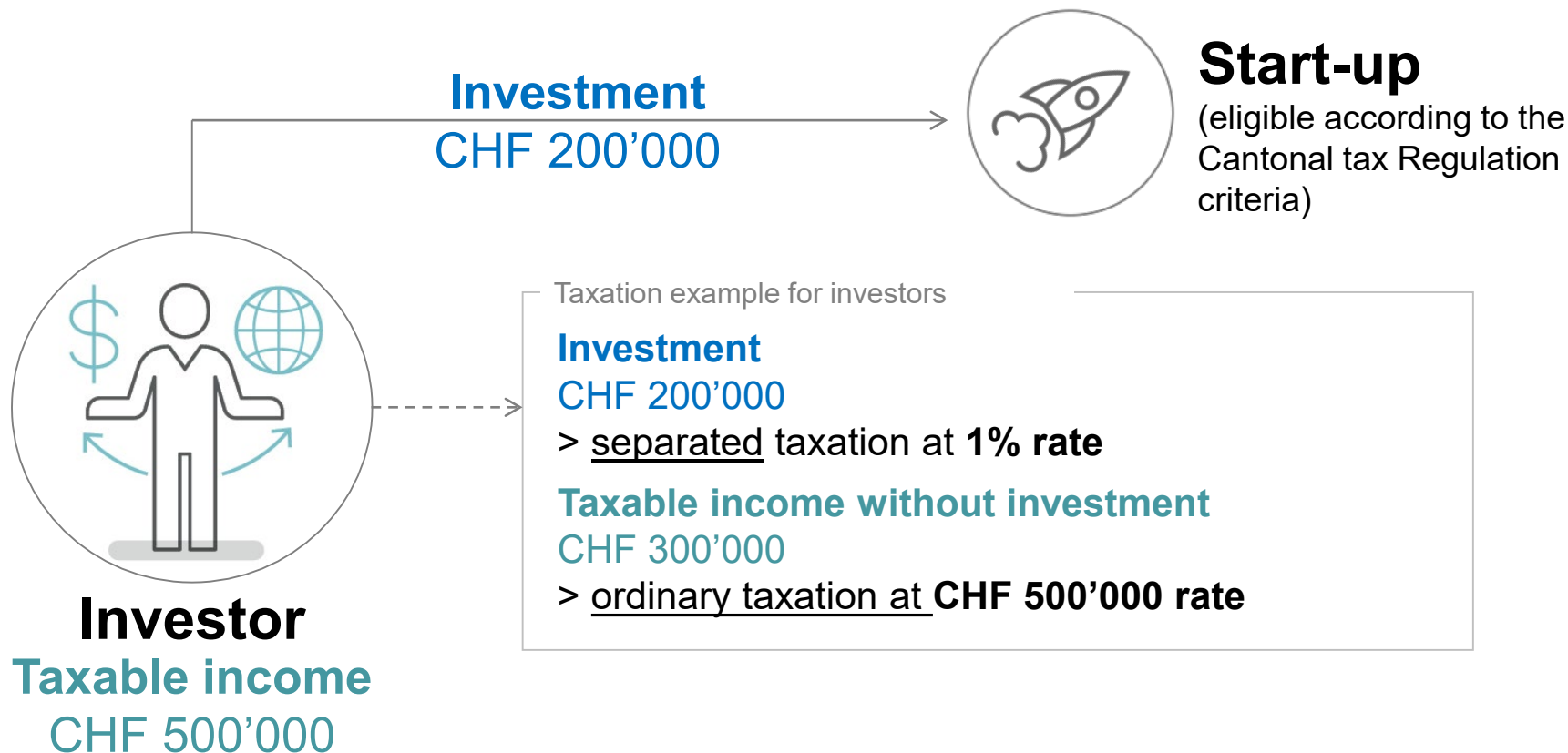
**3 fiscal periods after** (2018 is the first possible fiscal period):

- the win of one of the **prizes** according to art. 5a par. 1 of the Ticino Cantonal tax Regulation;
- The fulfilment of one of the **programmes** according to art. 5a of the Ticino Cantonal tax Regulation;
- **TiVenture SA** invests as shareholder in the start up company.



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Separated taxation at an income tax rate of 1% of the part of the taxable income of the individual which is equal to the amount invested from the same individual in the innovative start-up



# 1 Criteria for a separated taxation at 1%

- 1) Total **minimum** investment **CHF 50'000**
- 2) **Maximum** tax privilege granted on **80%** of the taxable income of the **individual** and in any case **not exceeding CHF 800'000** per fiscal year

Examples of separated taxation

Investor	1	2	3	4	5
Investment	Taxable income CHF 250'000	Taxable income CHF 220'000	Taxable income CHF 300'000	Taxable income CHF 260'000	Taxable income CHF 1'200'000
Start-up A	CHF 20'000	CHF 20'000			
Start-up B	CHF 30'000	CHF 10'000	CHF 80'000	CHF 230'000	CHF 850'000
<b>TOTAL</b>	<b>CHF 50'000</b>	<b>CHF 30'000</b>	<b>CHF 80'000</b>	<b>CHF 230'000</b>	<b>CHF 850'000</b>
<i>Min. CHF 50'000</i>	✓	✗	✓	✓	✓
<i>80% taxable income</i>	CHF 200'000	CHF 176'000	CHF 240'000	CHF 208'000	CHF 960'000
Separated taxation	<b>Yes</b>	<b>No</b>	<b>Yes</b>	<b>Yes</b>	<b>Yes</b>
Amount	CHF 50'000		CHF 80'000	CHF 208'000	<b>CHF 800'000</b>

## 2 Gift tax exemption



## 3 Capital tax at 0.01‰



### Start-up

(eligible according to the Cantonal tax Regulation criteria)

Example of taxation for start-ups

**Taxable capital**

> privileged tax rate

**Capital tax**

**tot. CHF 1'000'000**

**0,01‰**

**CHF**

**10**

# Procedure

Companies can ask for an innovative certification to the **Ufficio dell'amministrazione e del controlling (UAC)** if they cumulatively fulfil:

**At least of the requirements** listed in art. 5a par. 1 and can bring prove of it.



Prove to be already legally registered as a company.



# Procedure

The application must be accompanied by:

1.

The certificate issued by **TiVenture SA** or **the programmes/prizes organizers**, stating that the requirements listed at art. 5a par. 1 were fulfilled and on which date.

2.

TiVenture SA or the programmes/prizes organizers **contact information** in order for the UAC to be able to contact them for further explanations (contact person, phone, email, etc.).

3.

The **company registration excerpt** issued by Cantonal Companies register of the Canton of Ticino.