



## **Braithwaite Global Inc.**

RESEARCH TAX CREDIT SERVICES

*Creating Value Through Know How*

### Take Advantage of Recent Changes to the RTC Program

The extension and modification of the RTC tax program in December 2006 has several aspects that should be carefully evaluated in light of your past claim method used and the anticipated future research expenditures.

**For example, taxpayers have now three credit calculation options:**

- i. **Regular Research Credit (RRC)**
- ii. **Alternative Incremental Research (AIRC)**
- iii. **New Alternative Simplified Credit (ASC)**

While the RRC calculation remains the same, the AIRC rate has been improved. The introduction of the ASC may benefit companies with a high base amount because of an increasing fixed-base percentage or significant rising revenue streams or a complex history of mergers, acquisitions, and dispositions. However, utilizing the ASC method implies an election to use that method for the taxation year for which it is first used and for all succeeding taxable years unless revoked with the consent of the Secretary. Braithwaite Global has the experience and the proprietary methodology to maximize your credit; determining the optimal claiming method while insuring a defensible Research Tax Credit claim.