

H.B. 52

RESEARCH ACTIVITIES TAX CREDITS AMENDMENTS

Representative **John Dougall** proposes the following amendments:

1. *Page 2, Lines 37 through 45:*

37 (1) (a) A taxpayer meeting the requirements of this section may claim the following
38 nonrefundable tax credits:

39 (i) a research tax credit of ~~{7%}~~ 5% of the taxpayer's qualified research expenses for the
40 current taxable year that exceed the base amount provided for under Subsection (4);

41 (ii) a tax credit for ~~[payments]~~ a payment to a qualified ~~[organizations]~~ organization for
42 basic research as provided in Section 41(e), Internal Revenue Code, of ~~{7%}~~ 5% for the current
43 taxable year that exceed the base amount provided for under Subsection (4); and

44 (iii) a tax credit equal to ∴

(A) for the taxable year beginning on or after January 1, 2008, but beginning on or before
December 31, 2008, 5% of the taxpayer's qualified research expenses for the

45 current taxable year ~~{-}~~ ∴

(B) for the taxable year beginning on or after January 1, 2009, but beginning on or before
December 31, 2009, 6.3% of the taxpayer's qualified research expenses for the current taxable year; or

(C) for taxable years beginning on or after January 1, 2010, 9.2% of the taxpayer's qualified
research expenses for the current taxable year.

2. *Page 8, Lines 223 through 232:*

223 (1) (a) A claimant, estate, or trust meeting the requirements of this section may claim
224 the following nonrefundable tax credits:

225 (i) a research tax credit of ~~{7%}~~ 5% of the claimant's, estate's, or trust's qualified research
226 expenses for the current taxable year that exceed the base amount provided for under
227 Subsection (3);

228 (ii) a tax credit for ~~[payments]~~ a payment to a qualified ~~[organizations]~~ organization for
229 basic research as provided in Section 41(e), Internal Revenue Code of ~~{7%}~~ 5% for the current
230 taxable year that exceed the base amount provided for under Subsection (3); and

231 (iii) a tax credit equal to ∴

(A) for the taxable year beginning on or after January 1, 2008, but beginning on or before
December 31, 2008, 5% of the claimant's, estate's, or trust's qualified research

232 expenses for the current taxable year ~~{-}~~ ∴

(B) for the taxable year beginning on or after January 1, 2009, but beginning on or before
December 31, 2009, 6.3% of the claimant's, estate's, or trust's qualified research expenses for the current

taxable year; or

(C) for taxable years beginning on or after January 1, 2010, 9.2% of the claimant's, estate's, or trust's qualified research expenses for the current taxable year.