

April 12, 1999

S 811. ALTERNATIVE R&D CREDIT. TO PERMIT AN ALTERNATIVE COMPUTATION OF THE STATE TAX CREDIT FOR RESEARCH AND DEVELOPMENT. Adds GS 105-129.16A to allow taxpayer to claim alternative tax credit for research and development equal to 1% of taxpayer's qualified research expenses incurred in NC during taxable year that are part of taxpayer's business activities. Amends GS 105-129.17 to provide that research and development credit may not exceed tax against which it is claimed for the taxable year, reduced by the sum of all other credits allowed and to allow taxpayer to carry forward unused portion of credit for 15 years. Effective for taxable years beginning on or after Jan. 1, 1999.

Intro. by Reeves.

Ref. to Finance

GS 105