

Specialty Tax Fact Sheet: Business Incentives and Credits

BUSINESS INCENTIVES AND CREDITS

Multi-State Tax Credits and Incentives Reviews

We assist companies with the identification, quantification and substantiation of multi-state benefits available including but not limited to the following:

Worker's Opportunity Tax Credit – A federal tax credit available to employers for hiring individuals from certain target groups who have consistently faced significant barriers to employment.

Research and Development – One of the most valuable credits leveraged by companies. Every year, the R&D credit yields billions of dollars in federal and state benefits to companies engaged in qualifying research. Thousands of companies take advantage of the credit across several industries. Some of the common industries that qualify for the R&D tax credit include, but are not limited to:

- Manufacturing & Fabrication
- Software Development
- Engineering
- Architecture
- Pharmaceutical
- Machining
- Aerospace & Defense
- Food Science
- Tool & Die Casting
- Foundries
- Automobile
- Chemical & Formula

New Employment Credit – The new employment credit is potentially larger than the old enterprise zone hiring credit, as the new maximum credit per employee is \$56,000 over five years versus \$36,000 over five years. This credit is available to a “qualified taxpayer” that hires a “qualified full-time employee” and pays or incurs “qualified wages” for work performed in a designated geographic area.

California Competes Tax Credit – An income tax credit available to businesses that want to come to California or stay and grow in California.

Section 199 Studies – DPAD (Domestic Production Activity Deduction) – One of the most lucrative tax deductions available. Our team of tax professionals have developed a cost-effective process to assist our clients in reducing their tax burden by performing the necessary deduction calculations in compliance with DPAD regulations.

IC-DISC (Interest Charge Domestic International Sales Corporation) – Provides a tax savings for qualifying U.S. exporters. The IC-DISC is tax exempt and pays dividends to the owner who is taxed at preferred rates upon distribution of dividend. Our team of tax professionals would be able to assess your situation to see if you qualify for IC-DISC benefits.



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State and local taxes can considerably impact a company's cash flow, effective tax rate and risk profile if not evaluated on a regular basis. Our team of expert state and local tax professionals have the technical knowledge and understanding to assess your Company's tax profile accurately and effectively. Our team's wealth of knowledge can efficiently assess your company's situation performing:

- Comprehensive review of your Company's tax position,
- Risk analysis to assess potential issues and opportunities,
- Planning opportunities to manage future growth and mitigate taxes

It is our goal to evaluate and make the appropriate recommendations pertaining to your unique situation.



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