



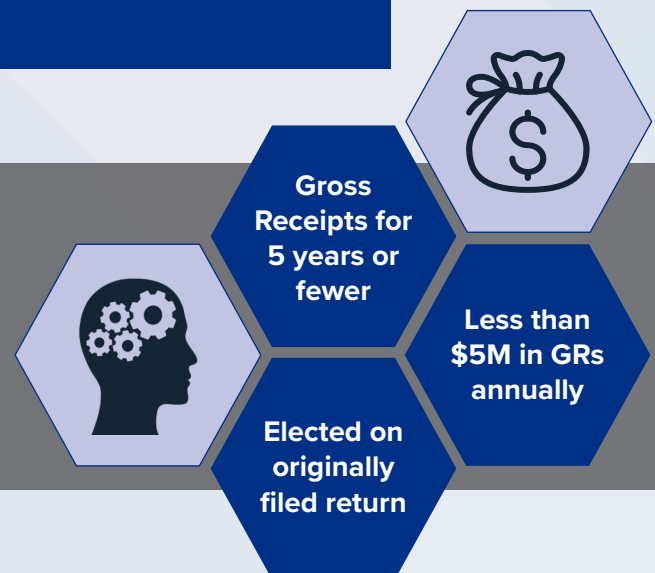
R&D Tax Credit for Transportation & Logistics

The Credit for Increasing Research Activities (IRC Section 41) or the R&D Tax Credit, as it is more commonly known, has been around since 1981. While the methodologies for calculating and documenting the credit have evolved through the years, the R&D Tax Credit remains a great benefit to the taxpayers that are eligible for this incentive. With the PATH Act of 2015 making the R&D Tax Credit permanent and enabling eligible start-up companies to off-set payroll taxes, some taxpayers do not even have to be in a taxable position to benefit from the credit!

Example Qualifying R&D Tax Credit Activities for Transportation & Logistics Includes:

- » Developing new or improved software technologies
- » Programming software source code
- » Custom development to expand the features and functionality of a transportation management system (TMS) or warehouse management system (WMS)
- » Building custom APIs to connect TMS, WMS and/or other software components including databases
- » Evaluating and establishing functional specifications
- » Conducting unit, integration, functional, performance and regression testing
- » Developing new or improved loading equipment, conveyor systems or other technologies to improve warehouse efficiency

New businesses and start-up companies may be eligible to apply the R&D Tax Credit against their payroll taxes for up to five years. Eligible companies can claim a payroll-tax offset of up to \$500,000 annually.



If you'd like more information or if you have any questions, please contact a member of the R&D team:
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