

THE MILLER GROUP.

Resource Information Xchange, llc

Federal and State Tax Specialists

Research & Development Tax Incentives for the Telecommunications Industry.

Is your company fully aware of the opportunities that are waiting to be claimed through the Research and Development Tax Incentives?



- Every successful company is eligible for the Research Tax Credit of some amount. This is especially true for smaller companies with ever-increasing revenue and expanding markets.
- Many common business innovations meet the qualification standards of the IRC § 41 and are eligible for the Research Tax Credit. Creating new and improved products, developing new processes, implementing new manufacturing systems & writing software for internal use are just some of the expenses that qualify for the R&D Tax Credit.
- Federal tax credits provide permanent benefits to drive down tax rates and generate cash flow. You may also be entitled to state and global incentives, depending on where activities are performed.
- It is essential that companies examine their Research Tax Credits potential as soon as possible to avoid losing dollars from previous tax years.
- Significant Planning Opportunities exist that maximize the Research Tax Credit potential in the future. The Miller Group's R&D Tax Specialists are here to provide the help you need.

CALL THE MILLER GROUP TODAY FOR A FREE CONSULTATION AT 206.855.1700

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Your Opportunity:

Internal Use Software development that meets the additional innovation standard may also qualify for R&D incentives and, therefore, represents another opportunity to impact your net R&D costs.

Examples of initiatives that may be eligible for R&D tax incentives include:

- Replacement of legacy services (platforms, network infrastructure, etc.) with newer technology approaches (e.g., VoIP)
- Enhanced security infrastructure that supports broader network services access
- Intranet and Internet software development where scale and complexity present technological challenges
- Sizeable and complex projects to re-platform or consolidate technology behind multiple business lines
- New functionality that establishes a competitive advantage
- Advances in calculation engines, artificial intelligence, predictive modeling, statistical analysis, and data warehousing
- Storage and retrieval techniques to solve prohibitive transactional volume limits
- Software development resulting in a patent

Determining the cost of R&D is often difficult, as few companies have a project accounting system that captures many of the costs for support provided by personnel who collaborate on R&D. The typical project tracking system would not include all contractor fees, director support costs, and salaried personnel who participate in the research effort.

The wireless component of the industry also has R&D incentive opportunities associated with fraud detection, number portability, and new services such as video, music, SMS, chat, and improved roaming plans. Mergers and acquisitions present challenges in substantiating research credits. Merged companies must establish their base period regardless of the information obtained from the acquired company. This complex process requires aggregation of historical data from former entities into a single calculation.

The Miller Group Approach: The Miller Group is exclusively dedicated to R&D tax issues and specialize in particular industries, including the telecommunications industry. Our focus provides us with an unusual depth of experience. We also work in an efficient and nonintrusive manner so that you can stay focused on business.

R&D Tax Credit Projects: Introductory tax credit potential analysis studies may be performed, but are often unnecessary. In a full project, The Miller Group performs extensive field work, collect supporting records and create comprehensive documentation to support maximum, durable tax filings. We provide support under review by IRS or State tax authorities.

Our goal is to provide the maximum allowable tax credits with the minimum impact on critical day to day operations. Our approach establishes a process that your tax function can replicate and use to reduce future tax compliance costs and burden (see RIX Technology).

We Offer: Extensive experience providing services to privately owned companies as well as Fortune 500 companies.

Deep technical knowledge in this complex area. RIX Technology. A proprietary (patent pending) software product for tax credit documentation approved by the IRS.

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