



DELAWARE FORM

DIVISION OF REVENUE BUS-RDC

APPLICATION AND COMPUTATION SCHEDULE FOR CLAIMING DELAWARE RESEARCH AND DEVELOPMENT TAX CREDITS FORMERLY 2071AC 0007



Form BUS-RDC must be completed and submitted on or before September 15th after the end of the taxable year during which the qualified research & development expenses were made.

PART

A

NAME & ADDRESS

1. FEDERAL EMPLOYER IDENTIFICATION NUMBER

SOCIAL SECURITY NUMBER

TAX PERIOD END DATE

mm-dd-yyyy

2. NAME OF APPLICANT

3. ADDRESS

STATE

ZIP CODE

4. DELAWARE ADDRESS (if different from above).

STATE

ZIP CODE

5. CONTACT PERSON

TELEPHONE NUMBER

FAX NUMBER

EMAIL ADDRESS

PART

B

DELAWARE RESEARCH & DEVELOPMENT ELECTION AND COMPUTATION

Select a method to compute the Delaware Research & Development Credit. Only one method may be selected to compute the credit. The method used to compute the Delaware Research & Development Credit is an annual election. The election is independent of the method used to compute the Federal Research & Development Credit. **Please attach a copy of Federal Form 6765 to this application. If a consolidated corporate income tax return is filed, please attach a proforma form 6765 for the corporate applicant.**

METHOD A Ten percent of the excess of the taxpayer's total Delaware qualified research and development expenses for the taxable year over the taxpayer's Delaware base amount.

1. Total Delaware qualified R&D expenses for the 4 years preceding the credit year		
2. Total Delaware gross receipts for the 4 years preceding the credit year		
3. Delaware Fixed Based Percentage. Divide Line 1 by Line 2		
4. Average annual gross receipts for the 4 years preceding the credit year		
5. Delaware Base Amount. Multiply Line 3 by Line 4		
6. Total Delaware qualified R&D expenses for the credit year		
7. Subtract Line 5 from Line 6		
8. Multiply Line 6 by 50%		
9. Enter the smaller of Line 7 or Line 8		
10. Delaware R&D Credit: Multiply Line 9 by 10%		

METHOD B Fifty percent of Delaware's apportioned share of taxpayer's federal research and development tax credit calculated using the alternative incremental credit method under Section 41(c)(4) of the Internal Revenue Code of 1986, using federal definitions and methodology.

1. Federal Alternative Incremental Credit from Line 39, Federal Form 6765		
2. Delaware qualified R&D expenses for the credit year		
3. Total qualified R&D expenses for the credit year		
4. Divide Line 2 by Line 3		
5. Multiply Line 1 by Line 4		
6. Delaware R&D Credit: Multiply Line 5 by 50%		



If the business entity for which the credit has been approved is:

- C CORPORATION** - Enter the Delaware R&D Credit on Form BUS-CRS Delaware Income Tax Credit Schedule, Line 10
- S CORPORATION** - Multiply the Delaware R&D Credit by the percentage of stock owned by each shareholder. Enter the result on Form BUS-CRS Delaware Income Tax Credit Schedule, Line 10.
- PARTNERSHIP** - Multiply the Delaware R&D Credit by the percentage ownership of each partner. Enter the result on Form BUS-CRS, Delaware Income Tax Credit Schedule, Line 10.
- INDIVIDUAL & SOLE PROPRIETOR** - Enter the Delaware R&D Credit on Form PIT-CRS, Delaware Income Tax Credit Schedule, Line 10.

MAIL COMPLETED FORM TO:
Delaware Division of Revenue
820 North French St.
P.O. Box 8763
Wilmington, DE 19899-8763

NAME

TITLE

DATE