General Assembly

Committee Bill No. 6353

January Session, 2001

LCO No. **4873**

Referred to Committee on Energy and Technology

Introduced by:
(ET)

AN ACT CONCERNING TAX INCENTIVES FOR RESEARCH AND DEVELOPMENT OF SUPERCONDUCTIVITY TECHNOLOGY.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

Subdivision (1) of subsection (b) of section 12-217n of the general statutes is repealed and the following is substituted in lieu thereof:

(1) "Research and development expenses" means (A) research or experimental expenditures deductible under Section 174 of the Internal Revenue Code of 1986, as in effect on May 28, 1993, determined without regard to Section 280C(c) thereof or any elections made by a taxpayer to amortize such expenses on its federal income tax return that were otherwise deductible, and basic research payments as defined under Section 41 of said Internal Revenue Code to the extent not deducted under said Section 174, provided: **[**(A)**]** (i) Such expenditures and payments are paid or incurred for such research and experimentation and basic research conducted in this state; and **[**(B)**]** (ii) such expenditures and payments are not funded, within the meaning of Section 41(d)(4)(H) of said Internal Revenue Code, by any grant, contract, or otherwise by a person or governmental entity other than the taxpayer unless such other person is included in a combined

17 return with the person paying or incurring such expenses; and (B)
18 research or experimental expenditures related to superconductivity
19 technology.

ET *Joint Favorable C/R* FIN