

RIX TECHNOLOGY, LLC.

R&D Tax Specialists Tax Automation Services

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?



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.

CALL RIX® TECHNOLOGY TODAY FOR A FREE CONSULTATION AT 206.855.1700

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RIX® Technology: The Smarter Technological Solution

RIX® (for Resource Information Xchange) is an interactive, web-based information management system that provides easy-to-use, activity-based information requests, facilitates uploading and storage of relevant contemporaneous documentation, and streamlines the review & analysis of information gathered. The primary functions of the application provide an interactive Research Credit knowledge exchange for the taxpayer, allow remote reporting of Research Credit data by the taxpayer, analyze, test and document qualified activity and financial information; and facilitate remote Research Credit review by the IRS. RIX® Technology provides a valuable conduit for the client to ask real-world questions when they occur and evaluate the credit worthiness of individual activities or projects to maximize tax credits.

Our Approach

The RIX Technology R&D team is a national practice of highly experienced tax professionals specializing in R&D tax incentives. Our R&D professionals are exclusively dedicated to R&D tax issues and specialize in particular industries, including aerospace and defense. Our focus provides us with an unusual depth of experience. We also work in an efficient and non-intrusive manner so that you can stay focused on business.

Why RIX® Technology?

Continuous, regular, contemporaneous reports with RIX® Technology result in more inclusive identification of activities, greater accuracy in related expenditures and clarity of information. Companies using RIX® see increased credit amounts, simplified documentation and review and limited reduction of tax credits under IRS review.

- Simple access to Research Tax Credit benefits
- Expansion of Research Credit opportunity (more tax dollars returned)
- Reduced total cost for Research Credit benefits (less internal effort, shorter filing periods, smaller fees)
- Durable Research Credits (certainty under review)
- Efficient Research Credit data collection
 - Reduction of personnel time for data collection
 - Minimal training requirements
 - Reduced impact of personnel turnover on Research Credit data collection
 - Improved continuity of records
 - Minimal personnel participation in examinations by taxing authorities
- Interactive Q&A and FAQ data
- Increased Research Tax Credits from improved recordkeeping
- Simplified IRS audit process
- SOX benefits
 - Systematic process
 - Improved recordkeeping
 - Greater certainty of Research Credit retention under IRS review
- Availability of accurate management metrics for R&D efforts
- Greater internal visibility of Intellectual Property information
- Forum for periodic posting of critical information to operational personnel