

112TH CONGRESS  
1ST SESSION

# H. R. 1693

To amend the Internal Revenue Code of 1986 to make the research credit permanent and to increase the alternative simplified research credit.

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IN THE HOUSE OF REPRESENTATIVES

MAY 3, 2011

Mr. CARNEY introduced the following bill; which was referred to the  
Committee on Ways and Means

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## A BILL

To amend the Internal Revenue Code of 1986 to make the research credit permanent and to increase the alternative simplified research credit.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

3       **SECTION 1. SHORT TITLE.**

4       This Act may be cited as the “Research and Develop-  
5       ment Tax Credit Extension Act of 2011”.

6       **SEC. 2. RESEARCH CREDIT MADE PERMANENT; INCREASE**  
7                       **IN ALTERNATIVE SIMPLIFIED RESEARCH**  
8                       **CREDIT.**

9       (a) RESEARCH CREDIT MADE PERMANENT.—

1           (1) IN GENERAL.—Section 41 of the Internal  
2 Revenue Code of 1986 is amended by striking sub-  
3 section (h).

4           (2) CONFORMING AMENDMENTS.—

5           (A) Subsection (c) of section 41 of such  
6 Code is amended by striking paragraph (4).

7           (B) Paragraph (1) of section 45C(b) of  
8 such Code is amended by striking subparagraph  
9 (D).

10          (3) EFFECTIVE DATE.—The amendments made  
11 by this subsection shall apply to amounts paid or in-  
12 curred after December 31, 2011.

13          (b) INCREASE IN ALTERNATIVE SIMPLIFIED RE-  
14 SEARCH CREDIT.—

15           (1) IN GENERAL.—Subparagraph (A) of section  
16 41(c)(5) of such Code (relating to election of alter-  
17 native simplified credit) is amended by striking “14  
18 percent (12 percent in the case of taxable years end-  
19 ing before January 1, 2009)” and inserting “17 per-  
20 cent”.

21           (2) EFFECTIVE DATE.—The amendments made  
22 by this subsection shall apply to taxable years end-  
23 ing after December 31, 2010.

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