

DID YOU KNOW?

- Certain design, preconstruction, estimating, and upfront activities for construction projects may qualify for sizable federal and state R&D tax credits.
- While contractual language is a relevant factor, qualifying activities under contracts with clients can also qualify in many cases.
- BRAYN's expertise includes industry standard time tracking and job costing software, which provides for efficient cost analysis and excellent substantiation.
- The R&D tax credit is based on "qualified research expenses" (QREs) - for every dollar spent on QREs, you can earn up to 8.0% in federal tax credits! Additionally, over 40 states offer similar R&D tax incentives that can double benefits in some cases.

EXAMPLE QUALIFIED ACTIVITIES:

- Engineering of foundational, structural, mechanical, and electrical building sub-systems
- Development of construction techniques for improved construction efficiency and implementation performance
- Value engineering assessments to reduce cost while achieving constructible building and infrastructure designs
- Building sub-system design, coordination, and clash detection using BIM or CAD modeling to ensure a reliable and efficient construction process

MECHANICAL CONTRACTOR CASE STUDY:

Item	Average Annual Amount
Gross Revenues	\$50,000,000
Total Payroll	\$28,800,000
Qualified Research Expenses (QREs)	\$1,760,000
Net Federal Credits	\$110,000
Net State Credits	\$54,000
Total Net Federal and State Credits	\$164,000

"BRAYN really understands the design and construction industry and I consider them a trusted advisor and highly recommend them to other businesses seeking support in claiming specialty tax credits and incentives, such as R&D tax credits."

~President & Founder, Casco Contractors, Inc.

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