

<b>State</b>	<b>Percentage of federal (some of unique rules)</b>	<b>Notes:</b>
Alabama	N/A	
Alaska	18% of federal	
Arizona	24% of the first \$2.5 million of QREs 15% of amounts over \$2.5 million	\$2.5 million cap
Arkansas	20% of federal (plus additional credits)	
California	15% of CA QREs (slightly modified fed)	
Colorado	3% of CO expenditures	enterprise zones only
Connecticut	20% QREs; 25% for CT orgs, 1% - 6%	
Delaware	10% QREs or 50% of fed apportioned to DE	\$5 million cap
Florida	10% of federal	\$9 million cap
Georgia	10% of federal	
Hawaii	N/A	
Idaho	5% federal QRE; 5% research	
Illinois	6.5% of federal	
Indiana	15% of the first \$1 million QREs 10% above \$1 million	
Iowa	6.5% of federal	
Kansas	6.5% of federal	
Kentucky	5% of federal	
Louisiana	based on number of employees	
Maine	5% of QREs and 7.5% of instate research	
Maryland	3% of QREs and 10% of instate research	\$6 million cap
Massachusetts	10% federal QREs and 15% of research	
Michigan	N/A	
Minnesota	10% of the first \$2 million of QREs 2% of amounts over \$2 million	
Mississippi	based on number of employees	
Missouri	N/A	
Montana	State specific - no tax for first 5 years	
Nebraska	15% of QRE and 35% for instate research	
Nevada	N/A	
New Hampshire	10% of federal for manufacturing only	\$1 million cap
New Jersey	10% of QREs and 10% for instate research	
New Mexico	state specific	
New York	50% federal QRE and 3% instate research	must apply to Excelsior Jobs Program; prior credit was 9% for emerging tech
North Carolina	1.25% for less than \$50 million QRE 2.25% for \$50-\$200 million 3.25% for more than \$200 million 20% for instate research	
North Dakota	25% first \$100K 8% over \$100K	
Ohio	7% of federal QREs	\$150K cap per taxpayer
Oklahoma	state specific 500 per employee	

Oregon	5% of QREs OR OR specific option	\$1 million cap per taxpayer
Pennsylvania	10% of federal QREs; 20% for small businesses	\$55 million cap
Rhode Island	22.5% of first \$111,111 and 16.9% over	
South Carolina	5% of QRE	
South Dakota	N/A	
Tennessee	N/A	
Texas	N/A	
Utah	5% of QREs and 7.5% of research	
Vermont	30% of federal	
Virginia	15% of the first \$167K and 20% of reseach instate	\$5 million cap
Washington	state specific	\$2 million per taxpayer
West Virginia	3% of all QRE or 10% over base amount (not fed)	\$2 million cap
Wisconsin	5% of federal - 10% for special circumstances	
Wyoming	N/A	

Primary source: Overview of R&D - TX LBB

Prepared by JFO/st