

APPLICATION FOR BIOMASS RESOURCE CREDIT

Under Code Section 12-6-3620

2013

Name as Shown on Tax Return	Fed EI No.
Mailing Address	Contact Person
STREET	Contact Person's Title
CITY COUNTY STATE ZIP	Telephone Number
Physical Address	()
STREET	Fax Number
CITY COUNTY STATE ZIP	()
	Email

1. Has the taxpayer applied for and/or received the biomass resource credit under S.C. Code 12-6-3620 in prior tax years? If yes, please list the tax years and the amount of the credit received.

2. Give a description of the project including:
- what the energy will be used for;
 - duration the equipment is expected to be used at the facility;
 - name and location of company installing the equipment;
 - name and location(s) where the equipment will be installed; and
 - type of biomass feedstock
 - did the facility maintain an average of 90 percent biomass feedstock over the tax year?

Be as specific as possible and attach additional pages if necessary.

3. List purchase price of equipment and installation costs needed to create heat, power, steam, electricity, or another form of energy for commercial use from a fuel consisting of at least 90% biomass resource. Include:
- name, type, and cost of the equipment;
 - manufacturer of equipment;
 - length of warranty for equipment (if applicable);
 - what state or country the equipment will be purchased from;
 - for electricity production how many MW capacity the system will produce and on average how many kWh will produce per year. For thermal energy how many therms the system will produce

and on average how many decatherms the system will produce per year. For any equipment that is displacing electricity or thermal energy, how many units of energy is it displacing;

- cost for labor and installation charges;
- cost for shipping; and
- other relevant costs (if applicable).

Attach documentation such as invoices, paid receipts, and spreadsheets. Be as specific as possible and attach additional pages if necessary. The SC Energy Office maintains the right to schedule a site visit prior to approval.

For assistance with this form, contact the State Energy Office at (803) 737-8030.

Under penalty of perjury, I certify that all equipment for which the credit is requested is used to create energy from a fuel consisting of at least 90% biomass resource and used exclusively for that purpose, per SC Code of Law Section 12-6-3620. I also certify that any tax credits applied for or received for this facility have been listed in the application. Please note that this certification is subject to verification by an audit.

Date

Signature of Officer (or other appropriate official)

Print Officer's Name

**Mail To: State Energy Office
ATTN: Renewable Energy
1200 Senate Street
408 Wade Hampton Building
Columbia, SC 29201**

Title

NOTE: All claims generated between January 1, 2013 and December 31, 2013 must be received by **January 31, 2014**. The State Energy Office will send the Department of Revenue the maximum amount the taxpayer may claim. The State Energy Office will then notify each taxpayer of the maximum amount of credit allowed. Any unused part of the actual credit amount can be carried forward for up to 15 years.

General Information

Section 12-6-3620. For taxable years beginning after 2007, and ending before taxable year 2020, there is allowed a credit against the income tax imposed pursuant to Section 12-6-530 or license fees imposed pursuant to Section 12-20-50, or both, for twenty-five percent of the costs incurred by a taxpayer for the purchase and installation of equipment used to create heat, power, steam, electricity, or another form of energy for commercial use from a fuel consisting of no less than ninety percent biomass resource. Costs incurred by a taxpayer and qualifying for the credit allowed by this section must be certified by the State Energy Office. The State Energy Office may consult with the Department of Agriculture and the South Carolina Institute for Energy Studies on standards for certifying the costs incurred by the taxpayer. The credit may be claimed in the year in which the equipment is placed in service and may be claimed for all expenditures incurred for the purchase and installation

of the equipment. A taxpayer may use up to six hundred fifty thousand dollars of credit for a single taxable year. The tax credit is nonrefundable but unused credits may be carried forward for fifteen years.

To obtain the maximum amount of credit available to a taxpayer, a taxpayer must submit a request for credit to the State Energy Office by January thirty-first for all qualifying equipment placed in service in the previous calendar year and the State Energy Office must notify the taxpayer that it qualifies for the credit and the amount of credit allocated to the taxpayer by March first of that year. A taxpayer may claim the maximum amount of the credit for its taxable year which contains the December thirty-first of the previous calendar year. The Department of Revenue may require any documentation that it deems necessary to administer the credit.

Attach the State Energy Office letter of certification or keep with your tax records if filing electronically.

NOTE: If a facility stops using biomass resources as at least 90% of its primary fuel source, any unused credit is suspended until the facility resumes using biomass resources as at least 90% of its fuel source. A suspension of unused credit does not extend the 15-year carryforward period.

Definitions:

A “biomass resource” is defined as noncommercial wood, by-products of wood processing, demolition debris containing wood, agricultural waste, animal waste, sewage, landfill gas, and other organic materials, not including fossil fuels.

A “commercial use” is a use intended to generate profit.

The State Energy Office reserves the right to request more information from the taxpayer if deemed necessary.