

Guidelines for ETC-40 Ethanol or Biodiesel Production Credit

per Section 12-6-3600, SC Code of Laws

Tax credit for ethanol and biodiesel production

- Applicant must verify when production facility was first placed in service and the date of the first month for which claim was made.
- Applicant must verify that it operated at 25% of its nameplate capacity for a 6-month period prior to December 2011.
- Applicant must provide the documentation of nameplate capacity, either through certification from manufacturer (including model number, if applicable) or certification by a Professional Engineer (P.E.)
- Applicant must provide photo of equipment.
- Applicant must certify under penalty of perjury that the applicant qualifies for the credit per Section 12-6-3600 – in particular, must certify that they are a plant at which all fermentation, distillation and dehydration takes place. (Credit is not allowed for ethanol or biodiesel produced or sold for use in the production of distilled spirits.)
- Applicant must calculate and request the dollar amount they believe they are eligible to receive and provide explanation.
- Applicant must allow South Carolina Energy Office to come for a site visit to verify application.
- Applicant must provide documentation of the production of ethanol or biodiesel being claimed. This verification documentation can be in the form of an official internal business ledger, invoices (if applicable), motor fuel tax receipts (if applicable), printouts from or photos of dispensing equipment indicating amounts dispensed (e.g., meters).

