



STATE OF SOUTH CAROLINA  
DEPARTMENT OF REVENUE  
**RENEWABLE FUELS  
CREDITS**  
Attach to your Income Tax Return

Name As Shown On Tax Return

SS No. or Fed. EI No.

**Production property credit**

- 1. Enter the amount of distribution or dispensing property credit allocated by the State Energy Office (attach form) ..... 1. \$ \_\_\_\_\_
- 2. Line 1 divided by 7. This credit must be taken in 7 equal annual installments ..... 2. \$ \_\_\_\_\_
- 3. Amounts carried forward from prior years ..... 3. \$ \_\_\_\_\_
- 4. Add lines 2 and 3 ..... 4. \$ \_\_\_\_\_

**Distribution and dispensing property credit**

- 5. Enter the amount of production facility credit allocated by the State Energy Office (attach form) ..... 5. \$ \_\_\_\_\_
- 6. Line 5 divided by 3. This credit must be taken in 3 equal annual installments ..... 6. \$ \_\_\_\_\_
- 7. Amounts carried forward from prior years ..... 7. \$ \_\_\_\_\_
- 8. Add lines 6 and 7 ..... 8. \$ \_\_\_\_\_

**Total credit**

- 9. Add lines 4 and 8 ..... 9. \$ \_\_\_\_\_
- 10. Enter your current year tax liability ..... 10. \$ \_\_\_\_\_
- 11. Enter the lesser of line 9 or line 10. This is your credit for the current year. Enter this amount on the appropriate tax credit schedule ..... 11. \$ \_\_\_\_\_

**General Instructions**

NOTE: The Code section providing these credits was amended effective May 29, 2008.

For property and facilities placed in service after 2006 and before 2020, Code Section 12-6-3610 provides corporate or individual income tax credits to taxpayers that:

- (A) purchase or construct and install and place in service in this State property that is used for distribution or dispensing renewable fuel at a new or existing commercial fuel distribution or dispensing facility; or
- (B) construct and place in service in this State a commercial facility for the production of renewable fuel.

**Facility for Production of Renewable Fuel**

The amount of credit for constructing and placing in service in this State a commercial facility for the production of renewable fuel is 25% of the cost to the taxpayer of constructing or renovating a building and equipping the facility for the purpose of producing renewable fuel. Production of renewable fuel includes intermediate steps such as milling, crushing and handling of feedstock and the distillation and manufacturing of the final product.

A taxpayer may not claim this credit and also claim either the TC-8 Corporate Headquarters Credit or the TC-22 Certified Historic Structure Credit with respect to the same costs of constructing and installing a facility.

The credit must be taken in 7 equal annual installments beginning with the tax year in which the facility is placed in service. In any of the 7 years, if the facility is disposed of or taken out of service, the credit expires and the taxpayer may not use any remaining installment of the credit. An installment may be carried forward for 10 years.

For this credit, "renewable fuel" means liquid nonpetroleum-based fuels that may be placed in motor vehicle fuel tanks and used as a fuel in a highway vehicle. It includes all forms of fuel commonly or commercially known or sold as biodiesel and ethanol.

### **Property Used for Distribution or Dispensing Renewable Fuel**

The amount of credit for purchasing or constructing and installing and placing in service in this State property that is used for distribution or dispensing renewable fuel at a new or existing commercial fuel distribution or dispensing facility is 25% of the cost to the taxpayer of purchasing, constructing and installing the property.

Eligible property includes pumps, storage tanks, and related equipment that is directly and exclusively used for distribution, dispensing or storing renewable fuel. Qualifying equipment used to store, distribute or dispense renewable fuel must be labeled for this purpose and clearly identified as associated with renewable fuel.

The credit must be taken in 3 equal annual installments beginning with the tax year in which the property is placed in service. In any of the 3 years, if property directly and exclusively used for distributing, dispensing or storing renewable fuel is disposed of or taken out of service and not replaced, the credit expires and the taxpayer may not use any remaining installment of the credit. An installment of credit may be carried forward for 10 years.

For this credit, "renewable fuel" means E70 or greater ethanol fuel dispensed at the retail level for use in motor vehicles and pure ethanol or biodiesel fuel dispensed by a distributor or facility that blends these nonpetroleum liquids with gasoline fuel or diesel fuel for use in motor vehicles.

### **Certification by the State Energy Office**

Each taxpayer must submit a request for credit to the State Energy Office by January 31st for all qualifying property or a qualifying facility, as applicable, placed in service in the previous calendar year. The Office's form for requesting credit is available at [energy.sc.gov](http://energy.sc.gov) or by calling 800.851.8899. The Office will notify the taxpayer that it qualifies for the credit and the amount of credit allocated to the taxpayer by March 1st of that year. The taxpayer may claim the allocated amount of credit for its tax year that includes December 31st 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.

### **The period from July 1, 2008 through December 31, 2009**

For the fiscal year beginning July 1, 2008, the credit is based on the 18-month period from July 1, 2008 through December 31, 2009. The taxpayer must apply to the State Energy Office by January 31, 2010. The credit for that period applies to its tax year that includes the date December 31, 2009.

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

### **Social Security Privacy Act Disclosure**

It is mandatory that you provide your social security number on this tax form if you are an individual taxpayer. 42 U.S.C 405(c)(2)(C)(i) permits a state to use an individual's social security number as means of identification in administration of any tax. SC Regulation 117-201 mandates that any person required to make a return to the SC Department of Revenue shall provide identifying numbers, as prescribed, for securing proper identification. Your social security number is used for identification purposes.

### **The Family Privacy Protection Act**

Under the Family Privacy Protection Act, the collection of personal information from citizens by the Department of Revenue is limited to the information necessary for the Department to fulfill its statutory duties. In most instances, once this information is collected by the Department, it is protected by law from public disclosure. In those situations where public disclosure is not prohibited, the Family Privacy Protection Act prevents such information from being used by third parties for commercial solicitation purposes.