

Legislative Alert

ADVANCED ENERGY MANUFACTURING TAX CREDIT (48C)

The professionals at Atlas Insight are industry leaders in the field of corporate site selection and incentive procurement. Our managing partners have extensive experience in all corporate sectors, and have consulted on many sensitive projects for some of the world's largest corporations. We strive for excellence in every client we serve.

For more information, please contact:

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Atlas Insight assists companies from all industry sectors and geographies to negotiate and secure tax credits and incentives for business investment and job creation; and choose locations for all types of business facilities that meet the long-term needs of those operations, while helping to achieve overall corporate goals.

Details of New Legislation:

American Reinvestment and Recovery Act of 2009 (ARRA) authorized DOT to award \$2.3 billion in tax credits for qualified investments in advanced energy projects, to support new, expanded, or re-equipped domestic manufacturing facilities. The Advanced Energy Manufacturing Tax Credit (MTC) is also referred to as Section 48C. The MTC provides a 30% credit for investments in new, expanded, or re-equipped advanced energy manufacturing projects.

Projects will receive tax credits based on the expected commercial viability of their project and competitive rankings based on: expected job creation, reduction of air pollutants and greenhouse gas emissions, technological innovation as well as the ability to have the project up and running quickly. Technology, geographic & project size diversity, and regional economic development will also be considered when rating projects.

The following advanced energy facilities, for which manufacturing projects would be eligible, are:

- Technologies that create energy from renewable resources (sun, wind, geothermal and other renewable resources)
- Energy storage technologies (fuel cells, microturbines or other energy storage systems used in electric vehicles)
- Advanced transmission technologies that support renewable generation
- Renewable fuel refining or blending technologies
- Energy conservation technologies (advanced lighting, smart grid)
- Plug-in electric vehicles & vehicle components (motors, generators)
- Property to capture and sequester carbon dioxide
- Other property designed to reduce greenhouse gas emissions

Recommended Action:

If you fit into any of the above project categories – especially for our solar, wind and other advanced energy components manufacturers – please contact us as soon as possible so that we can start on your 48C Preliminary Applications. There is a short window to apply: preliminary applications are due by September 16, 2009, followed by final applications being due by October 16, 2009.