

# SOURCE INVESTMENT AND PRODUCTION ADVISORS TAX CREDIT SERVICES

Source Advisors provides Investment Tax Credits & Production Tax Credits services that work together to lower the costs of installing and operating new clean energy power sources. These tax credits are intended to encourage more investments in clean energy systems over the next few years.

## WHAT ARE INVESTMENT TAX CREDITS (ITC)?

ITC is a federal tax incentive in the United States designed to encourage investment in specific sectors by reducing tax liability for businesses that invest in qualifying property or projects.

This tax credit is commonly used to incentivize renewable energy, energy efficiency, and certain types of infrastructure projects.

The Investment Tax Credit is a powerful financial incentive for businesses and individuals to invest in renewable energy, affordable housing, and infrastructure projects. By linking enhanced credit rates to labor standards like prevailing wages, policymakers aim to ensure fair wages for workers while promoting sustainable and equitable economic growth.

## WHO CAN BENEFIT FROM INVESTMENT TAX CREDITS?

### BUSINESSES

ITC allows businesses to reduce their federal tax liability by a percentage of the cost of their investment in renewable energy projects. Businesses can monetize their tax credits by transferring them to unrelated taxpayers for cash payments.

### NONPROFITS

Nonprofits and certain government entities including state and local governments can utilize the direct pay option which allows them to receive the ITC as a cash payment from the IRS.

## SOURCE ADVISORS ITC SERVICE OFFERINGS:

IRC Tax Provision	Description	Eligible for Transferability	Eligible for Direct Pay
<b>§30C</b>	Alternative Fuel Vehicle Property Credit	✓	✓
<b>§48C</b>	Advanced Energy Project Credit	✓	✓
<b>§48</b>	Energy Investment Credit	✓	✓
<b>§48E</b>	Clean Electricity Investment Credit (technology-neutral ITC)	✓	✓
<b>§45W</b>	Commercial Clean Vehicle Credit	✗	✓

## WHAT ARE PRODUCTION TAX CREDITS (PTC)?

The Production Tax Credits (PTC) is a government incentive designed to encourage the production of renewable energy.

PTCs incentivize the production of renewable energy sources like wind, solar, and geothermal. This helps reduce your overall taxes and makes it less expensive for you to produce clean energy.

The goal of the PTCs is to boost economic growth, promote clean energy production, reduce carbon emissions, and ultimately enhance national energy security.



## SOURCE ADVISORS PTC SERVICE OFFERINGS:

IRC Tax Provision	Description	Eligible for Transferability	Eligible for Direct Pay
<b>\$45</b>	Electricity Produced from Certain Renewable Source	✓	✓
<b>\$45Q</b>	Credit for Carbon Oxide Sequestration	✓	✓
<b>\$45U</b>	Zero-Emission Nuclear Power Production Credit	✓	✓
<b>\$45V</b>	Clean Hydrogen Production Tax Credit	✓	✓
<b>\$45X</b>	Advanced Manufacturing Production Credit	✓	✓
<b>\$45Y</b>	Clean Electricity Production Credit (technology-neutral PTC)	✓	✓
<b>\$45Z</b>	Clean Fuel Production Tax Credit	✓	✓

## THE SOURCE ADVISORS PROCESS

