

PTC and ITC

- Production Tax Credit (PTC)
 - Section 45 of the Internal Revenue Code provides a production tax credit for wind and other renewable energy facilities. The amount of PTC available depends on when construction begins.
- Investment Tax Credit (ITC)
 - Section 48(a) of the Internal Revenue Code provides an investment tax credit for solar and other renewable energy property. The amount of ITC available depends on when construction begins.



PTC Phase-out for Wind Facilities

| If construction begins: | the PTC is reduced by: |
|-------------------------|---------------------------|
| Before 2017 | 0% |
| During 2017 | 20% |
| During 2018 | 40% |
| During 2019 | 60% |

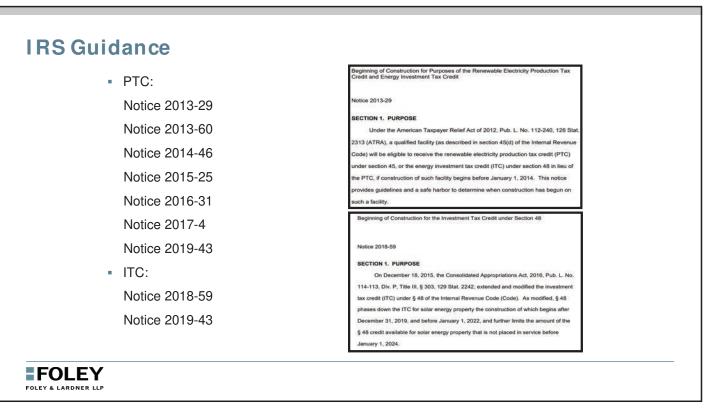


| If construction begins: | the PTC is | |
|----------------------------|-------------|--|
| Defere 0017 | reduced by: | |
| Before 2017 | 0% 20% | |
| During 2017 During 2018 | 40% | |
| During 2019 | 60% | |
| During 2020 | 40% | |
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ITC Phase-down for Solar Facilities

| If construction begins: | and is completed before: | the ITC percentage is: |
|-------------------------|--------------------------|------------------------|
| Before 2020 | 2024 | 30% |
| During 2020 | 2024 | 26% |
| During 2021 | 2024 | 22% |
| After 2021 | No end date | 10% |





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Title search: Qualifying Projects for PTC and ITC - Start of Construction

Also available as part of the eCourse 2020 Renewable Energy Law eConference

First appeared as part of the conference materials for the 15th Annual Renewable Energy Law session "Demonstrating the "Beginning of Construction" for Purposes of Qualifying for Renewable Energy Tax Credits"