

Drive American Innovation Through Federal Tax Incentives

The 45Z Clean Fuel Production Tax Credit provides a tax credit for low emissions fuels that have a carbon intensity (CI) score below a baseline level (50 kgCO₂e/MMBTU). This incentive is critical to ensure we maintain our dominant position as the world's top biofuel producer, provide new income opportunities for growers in an ailing farm economy, and ensure U.S. leadership in liquid fuels for light-duty vehicles, heavy-duty trucks, sustainable aviation fuel (SAF), and marine vessels.

This pro-growth tax policy will unlock billions of dollars in new investments in U.S. clean energy innovation.

OUR REGULATORY ASKS

ASK Ask Treasury to keep current 45Z tax notice intact, making a few modest changes:

- » Provide additional prevailing wage flexibility.
 - » Geographic flexibility for job classifications.
 - » Allow yearly (instead of quarterly) compliance.
- » Allow the use of USDA's proposed farm practices in conjunction with the GREET model's feedstock carbon intensity calculator to calculate credit value.
- » Clarify that exported undenatured ethanol is eligible for the credit.
- » Fix "qualifying sale" regulation to include midstream ethanol sales.
- » Clarify modeling for plants that produce non-fuel ethanol.
- » Change 45ZCF-GREET User Manual to allow utilizing biogenic carbon for food and beverage uses to count as a CI reducing practice.
- » Finish Provisional Emissions Rate (PER) regulation.

SOARING POTENTIAL

With the right policy certainty, the 45Z credit could:

- Add \$21 billion to the U.S. economy.
- Support 192,000 new jobs.
- Generate \$13.4 billion in household income.
- Provide farmers with a 10% premium price on low-carbon corn used at an ethanol plant.