



## Reduce Cash Tax Through Renewable Energy Investments

**Entire cash investment is recovered through tax benefits, plus a significant determinable return.**

With an estimated 50% of available credits and incentives going unclaimed each year, taxpayers are missing a tremendous opportunity to reclaim dollars available to them. Many taxpayers do not have the tax base required to monetize these tax benefits. This deficiency creates an opportunity for outside investors to recognize these tax benefits and reduce their cash tax liability.

Ryan can help your business navigate available tax equity opportunities with tax technical consulting throughout the lifecycle of the project. Ryan's tax experts assist in modeling the tax technical requirements of the structure in pretransaction diligence to show potential benefits, returns, and cash distributions and provide all tax compliance throughout the tax equity investment in a turnkey service model.

### **Locking in Maximum Value**

Qualifying energy property under IRC Section 48 is eligible for the investment tax credit (ITC) and tax depreciation when the property is placed in service. To the extent a developer or any other taxpayer wishing to pursue solar as an alternative energy source cannot utilize the tax benefits made available under Section 48, these benefits can be monetized through strategic and environmentally friendly tax equity investments. Ryan provides tax consulting for these investments throughout the entire lifecycle of the project.

Tax equity is a key tool for financing U.S. renewable energy projects. Utilizing a special purpose entity, a tax equity investor funds approximately 30% of the capital expenditure of a solar project, with the remaining 70% being funded by the project developer. In return, a tax equity investor receives 99% of the tax benefits from the underlying project and preferential cash distributions throughout the life of the investment. This effectively allows an investor to turn funds previously earmarked to satisfy federal tax liabilities into a profit-generating asset.

### **Ryan's Turnkey Implementation Strategy**

Ryan provides a turnkey solution as an extension of your company's tax department. Our team of investment tax credit experts helps businesses model the potential tax benefits of ITC-qualified investments and manages all aspects of tax compliance for the life of the project. Our full-service approach provides pretransaction diligence and tax consulting throughout implementation and coordinates compliance requirements for every investment.



#### **Award-Winning Tax Services**

For additional information

1.855.RYAN.TAX

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