



IEDA Legislative Annual Report

Renewable Chemical Production Tax Credit

The Renewable Chemicals Production Tax Credit Program (program) was established in 2016 (See *Iowa Code* sections 15.316 through 15.322). IEDA’s rules for administering the program can be found at 261 IAC Chapter 81. The program provides a tax credit equal to \$0.05 per pound of specified building block chemicals produced, up to \$1 million. It addresses the unique opportunity to advance Iowa’s economy by focusing on the development of biomass as feedstock for production of renewable chemicals.

IEDA accepts applications each year from February 15 to March 15 for chemicals produced in the prior calendar year.

The allocation for the program was updated by 2025 Iowa Acts, Senate File 657. The program now shares an allocation of \$10 million per fiscal year with the sustainable aviation fuel production tax credit created by the same legislation. The previous allocation for the program was \$5 million.

The process to add molecules to the list of “building block chemicals” is set out at 261 IAC 81.8. IEDA approved no additional chemicals in Fiscal Year 2024.

IEDA issued one tax credit in Fiscal Year 2024 for chemicals produced in 2023:

- AgCertain Boone, LLC. The business qualified as an eligible business by locating in the state after April 6, 2016, and is eligible for a maximum tax credit of \$1 million.

Awardee	Awardee City	Awardee County	Award Amount
Ag Certain Boone, LLC	Boone	Boone	\$1,000,000

IEDA cannot report on the remainder of the information described in section 15.320(2) for tax credits issued in 2024. Such information cannot be reported in “aggregate form” and would be attributable to one facility. Pursuant to section 15.318(5)(a), any information or record in the possession of the authority with respect to the program, except the identity of a tax credit recipient and the amount of the tax credit, shall be presumed by the authority to be a trade secret protected under *Iowa Code* chapter 550 or common law and shall be kept confidential by the authority unless otherwise ordered by a court.

