

110TH CONGRESS  
1ST SESSION

# H. R. 86

To amend the Internal Revenue Code of 1986 to expand and extend the incentives for alternative fuel vehicles and refueling property and to repeal the oil and gas production incentives added by the Energy Policy Act of 2005.

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## IN THE HOUSE OF REPRESENTATIVES

JANUARY 4, 2007

Mrs. BIGGERT (for herself, Mr. EHLERS, Mr. JOHNSON of Illinois, and Mr. KIRK) introduced the following bill; which was referred to the Committee on Ways and Means

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## A BILL

To amend the Internal Revenue Code of 1986 to expand and extend the incentives for alternative fuel vehicles and refueling property and to repeal the oil and gas production incentives added by the Energy Policy Act of 2005.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Oil and Gas-to-Alter-  
5 natives Swap (OGAS) Act of 2007”.

1 **SEC. 2. REPEAL OF OIL AND GAS PRODUCTION INCENTIVES**

2 **ADDED BY THE ENERGY POLICY ACT OF 2005.**

3 (a) REPEAL OF CREDIT FOR FACILITIES PRODUCING  
4 COKE OR COKE GAS.—

5 (1) IN GENERAL.—Section 29 of the Internal  
6 Revenue Code of 1986 (after the repeal made by  
7 subsection (b)) is amended by striking subsection  
8 (h).

9 (2) EFFECTIVE DATE.—The amendment made  
10 by paragraph (1) shall apply to fuel sold after the  
11 date of the enactment of this Act.

12 (b) REPEAL OF MODIFICATION OF CREDIT FOR PRO-  
13 DUCING FUEL FROM NONCONVENTIONAL SOURCE.—Sec-  
14 tion 1322 of the Energy Policy Act of 2005, and the  
15 amendments made by such section, are hereby repealed;  
16 and the Internal Revenue Code of 1986 shall be applied  
17 and administered as if such section and amendments had  
18 never been enacted.

19 (c) REPEAL OF AMORTIZATION OF GEOLOGICAL AND  
20 GEOPHYSICAL EXPENDITURES.—

21 (1) IN GENERAL.—Section 167 of such Code is  
22 amended by striking subsection (h).

23 (2) CONFORMING AMENDMENT.—Paragraph (3)  
24 of section 263A(c) of such Code is amended by  
25 striking “167(h),”.

1           (3) EFFECTIVE DATE.—The amendments made  
2           by this subsection shall apply to amounts paid or in-  
3           curred after the date of the enactment of this Act  
4           in taxable years ending after such date.

5 **SEC. 3. EXPANSION AND EXTENSION OF INCENTIVES FOR**  
6                           **ALTERNATIVE FUEL VEHICLES AND REFUEL-**  
7                           **ING PROPERTY.**

8           (a) REPEAL OF LIMITATION ON NUMBER OF NEW  
9           QUALIFIED HYBRID AND ADVANCED LEAN-BURN TECH-  
10          NOLOGY VEHICLES ELIGIBLE FOR CREDIT.—

11           (1) IN GENERAL.—Section 30B of such Code is  
12          amended by striking subsection (f) and by redesignig-  
13          nating subsections (g), (h), (i), and (j) as sub-  
14          sections (f), (g), (h), and (i), respectively.

15           (2) CONFORMING AMENDMENTS.—

16           (A) Paragraph (25) of section 38(b) of  
17          such Code is amended by striking “section  
18          30B(g)(1)” and inserting “section 30B(f)(1)”.

19           (B) Paragraph (3) of section 55(e) of such  
20          Code is amended by striking “30B(g)(2)” and  
21          inserting “30B(f)(2)”.

22           (C) Paragraph (36) of section 1016(a) of  
23          such Code is amended by striking “section  
24          30B(h)(4)” and inserting “section 30B(g)(4)”.

1           (D) Subsection (m) of section 6501 of such  
2           Code is amended by striking “30B(h)(9)” and  
3           inserting “30B(g)(9)”.

4           (b) EXTENSION OF TERMINATION DATE ON AVAIL-  
5           ABILITY OF CREDITS FOR CERTAIN VEHICLES.—Sub-  
6           section (i) of section 30B of such Code, as redesignated  
7           by subsection (a), is amended—

8           (1) by striking “December 31, 2010” in para-  
9           graph (2) (relating to new advanced lean burn tech-  
10          nology motor vehicles and certain new qualified hy-  
11          brid motor vehicles) and inserting “December 31,  
12          2012”,

13          (2) by striking “December 31, 2009” in para-  
14          graph (3) (relating to other new qualified hybrid  
15          motor vehicles) and inserting “December 31, 2012”,  
16          and

17          (3) by striking “December 31, 2010” in para-  
18          graph (4) (relating to new qualified alternative fuel  
19          vehicles) and inserting “December 31, 2012”.

20          (c) RATE OF CREDIT FOR ALTERNATIVE FUEL VEHI-  
21          CLE REFUELING PROPERTY INCREASED FROM 30 TO 60  
22          PERCENT.—

23          (1) IN GENERAL.—Subsection (a) of section  
24          30C of such Code is amended by striking “30 per-  
25          cent” and inserting “60 percent”.

1           (2) EFFECTIVE DATE.—The amendment made  
2           by this subsection shall apply to property placed in  
3           service after the date of the enactment of this Act.

4           (d) 3-YEAR EXTENSION OF CREDIT FOR ALTER-  
5 NATIVE FUEL VEHICLE REFUELING PROPERTY.—Para-  
6 graph (2) of section 30C(g) of such Code is amended by  
7 striking “December 31 2009” and inserting “December  
8 31, 2012”.

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