

110TH CONGRESS
1ST SESSION

H. R. 498

To amend the Internal Revenue Code of 1986 to repeal the oil and gas tax subsidies enacted in the Energy Policy Act of 2005, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 16, 2007

Mr. WYNN introduced the following bill; which was referred to the Committee on Ways and Means, and in addition to the Committees on Science and Technology, Oversight and Government Reform, and Energy and Commerce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To amend the Internal Revenue Code of 1986 to repeal the oil and gas tax subsidies enacted in the Energy Policy Act of 2005, and for other purposes.

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 “Energy Policy Rein-
5 vestment Act of 2007”.

1 **SEC. 2. REPEAL OF TAX SUBSIDIES FOR OIL AND GAS EN-**
2 **ACTED BY THE ENERGY POLICY ACT OF 2005.**

3 (a) TEMPORARY EXPENSING FOR EQUIPMENT USED
4 IN REFINING OF LIQUID FUELS.—

5 (1) IN GENERAL.—Section 179C of the Internal
6 Revenue Code of 1986 is amended by adding at the
7 end the following new subsection:

8 “(i) TERMINATION.—This section shall not apply to
9 production in taxable years ending after the date of the
10 enactment of this subsection.”.

11 (2) CONFORMING AMENDMENTS.—Paragraph
12 (1) of section 179C(e) of such Code is amended—

13 (A) in subparagraph (B) by striking “and
14 before January 1, 2012”, and

15 (B) by inserting “and” at the end of sub-
16 paragraph (D), by striking “, and” at the end
17 of subparagraph (E) and inserting a period,
18 and by striking subparagraph (F).

19 (b) NATURAL GAS DISTRIBUTION LINES.—Section
20 168(e)(3)(E)(viii) of such Code is amended by striking
21 “January 1, 2011” and inserting “the date of the enact-
22 ment of the Energy Policy Reinvestment Act of 2007”.

23 (c) NATURAL GAS GATHERING LINES.—Section
24 168(e)(3)(C)(iv) of such Code is amended by inserting “,
25 and before the date of the enactment of the Energy Policy
26 Reinvestment Act of 2007” after “April 11, 2005”.

1 (d) DETERMINATION OF SMALL REFINER EXCEP-
2 TION TO OIL DEPLETION DEDUCTION.—Paragraph (4) of
3 section 613A(d) of such Code is amended to read as fol-
4 lows:

5 “(4) CERTAIN REFINERS EXCLUDED.—If the tax-
6 payer or a related person engages in the refining of crude
7 oil, subsection (c) shall not apply to such taxpayer if on
8 any day during the taxable year the refinery runs of the
9 taxpayer and such person exceed 50,000 barrels.”.

10 (e) AMORTIZATION OF GEOLOGICAL AND GEO-
11 PHYSICAL EXPENDITURES.—Section 167(h) of such Code
12 is amended by adding at the end the following new para-
13 graph:

14 “(5) TERMINATION.—This subsection shall not
15 apply to any expense paid or incurred in any taxable
16 year ending after the date of the enactment of this
17 paragraph.”.

18 (f) EFFECTIVE DATE.—The amendments made by
19 this section shall apply to taxable years ending after the
20 date of the enactment of this Act.

21 **SEC. 3. ADVANCEMENT OF HYDROGEN AND FUEL CELL**
22 **TECHNOLOGY.**

23 Additional revenues received by the United States as
24 a result of the amendments made by section 2 shall be
25 retained in an account in the Treasury and shall be avail-

1 able, to the extent provided in advance in appropriations
2 Acts, for—

3 (1) carrying out hydrogen and fuel cell tech-
4 nology programs under the authority of the Assist-
5 ant Secretary for Energy Efficiency and Renewable
6 Energy of the Department of Energy, with priority
7 given to programs that have been previously under-
8 funded; and

9 (2) carrying out sections 782 and 783 of the
10 Energy Policy Act of 2005 (42 U.S.C 16122,
11 16123).

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