

109<sup>TH</sup> CONGRESS  
2<sup>D</sup> SESSION

# H. R. 5317

To amend the Internal Revenue Code of 1986 to increase the incentives for E-85 fuel vehicle refueling property.

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## IN THE HOUSE OF REPRESENTATIVES

MAY 9, 2006

Mr. HAYES (for himself, Mrs. KELLY, Mr. MCHENRY, and Mr. WILSON of South Carolina) 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 increase the incentives for E-85 fuel vehicle refueling property.

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 “E-85 Investment Act  
5 of 2006”.

6 **SEC. 2. INCREASE IN INCENTIVES FOR ALTERNATIVE FUEL**  
7 **VEHICLE REFUELING PROPERTY RELATING**  
8 **TO E-85.**

9 (a) INCREASE IN CREDIT PERCENTAGE.—Subsection  
10 (a) of section 30C of the Internal Revenue Code of 1986

1 (relating to credit allowed) is amended by inserting “(75  
2 percent in the case of property relating to ethanol de-  
3 scribed in subsection (c)(1)(A))” after “30 percent”.

4 (b) PHASEOUT OF CREDIT PERCENTAGE.—Sub-  
5 section (b) of section 30C of such Code (relating to limita-  
6 tion) is amended to read as follows:

7 “(b) LIMITATIONS.—

8 “(1) IN GENERAL.—The credit allowed under  
9 subsection (a) with respect to any alternative fuel  
10 vehicle refueling property shall not exceed—

11 “(A) \$30,000 in the case of a property of  
12 a character subject to an allowance for depre-  
13 ciation, and

14 “(B) \$1,000 in any other case.

15 “(2) PHASEOUT OF CREDIT RELATING TO ETH-  
16 ANOL.—In the case of any qualified alternative fuel  
17 vehicle refueling property relating to ethanol de-  
18 scribed in subsection (c)(1)(A) placed in service after  
19 December 31, 2012, the limit otherwise applicable  
20 under paragraph (1) shall be reduced by—

21 “(A) 25 percent in the case of any alter-  
22 native fuel vehicle refueling property placed in  
23 service in calendar year 2013, and

1           “(B) 50 percent in the case of any alter-  
2           native fuel vehicle refueling property placed in  
3           service after calendar year 2014.”.

4           (c) EXTENSION OF CREDIT.—Subsection (g) of sec-  
5           tion 30C of such Code (relating to termination) is amend-  
6           ed by striking “and” at the end of paragraph (1), by re-  
7           designating paragraph (2) as paragraph (3), and by in-  
8           serting after paragraph (1) the following new paragraph:

9           “(2) in the case of property relating to ethanol,  
10          after December 31, 2016, and”.

11          (d) EFFECTIVE DATE.—The amendments made by  
12          this section shall apply to property placed in service after  
13          the date of the enactment of this Act in taxable years end-  
14          ing after such date.

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