

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

# H. R. 6354

To amend the Internal Revenue Code of 1986 to increase the credit for biodiesel used as a fuel.

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IN THE HOUSE OF REPRESENTATIVES

DECEMBER 5, 2006

Mr. BURGESS 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 credit for biodiesel used as a fuel.

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. INCREASE IN PER GALLON RATE FOR BIO-**

4 **DIESEL CREDIT.**

5 (a) INCOME TAX CREDIT.—Paragraphs (1)(A) and  
6 (2)(A) of section 40A(b) of the Internal Revenue Code of  
7 1986 (defining biodiesel mixture credit and biodiesel cred-  
8 it) are both amended by striking “50 cents” and inserting  
9 “\$1.00”.

1 (b) EXCISE TAX CREDIT.—Paragraph (2) of section  
2 6426(c) of such Code (relating to biodiesel mixture credit)  
3 is amended to read as follows:

4 “(2) APPLICABLE AMOUNT.—The applicable  
5 amount is \$1.00.”.

6 (c) CONFORMING AMENDMENTS.—

7 (1) Section 40A(b) of such Code is amended by  
8 striking paragraph (3) and redesignating paragraphs  
9 (4) and (5) as paragraphs (3) and (4), respectively.

10 (2) Section 40A(d)(3)(C)(ii) of such Code is  
11 amended by striking “subsection (b)(5)(B)” and in-  
12 serting “subsection (b)(4)(B)”.

13 (3) Paragraphs (2) and (3) of section 40A(e) of  
14 such Code are both amended by striking “subsection  
15 (b)(5)(C)” and inserting “subsection (b)(4)(C)”.

16 (4) Section 40A(f)(2) of such Code is amended  
17 to read as follows:

18 “(2) EXCEPTION.—Subsection (b)(4) shall not  
19 apply with respect to renewable diesel.”.

20 (d) EFFECTIVE DATES.—

21 (1) IN GENERAL.—Except as provided by para-  
22 graph (2), the amendments made by this section  
23 shall apply with respect to fuel sold or used in tax-  
24 able years beginning after the date of the enactment  
25 of this Act.

1           (2) EXCISE TAX.—The amendment made by  
2           subsection (b) shall apply with respect to any sale,  
3           use, or removal after the date of the enactment of  
4           this Act.

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