

117TH CONGRESS
1ST SESSION

H. R. 3538

To amend the Internal Revenue Code of 1986 to enhance the carbon oxide sequestration credit.

IN THE HOUSE OF REPRESENTATIVES

MAY 25, 2021

Mr. RYAN (for himself, Mr. GONZALEZ of Ohio, Mrs. BUSTOS, Mr. WALBERG, Mr. VEASEY, Mr. MCKINLEY, Ms. WILD, and Mr. ARMSTRONG) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to enhance the carbon oxide sequestration credit.

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 “Coordinated Action
5 To Capture Harmful Emissions Act”.

1 **SEC. 2. ENHANCEMENT OF CARBON OXIDE SEQUESTRA-**
2 **TION CREDIT.**

3 (a) INCREASE IN APPLICABLE DOLLAR AMOUNT.—

4 Subparagraph (A) of section 45Q(b)(1) of the Internal
5 Revenue Code of 1986 is amended to read as follows:

6 “(A) IN GENERAL.—For any taxable year
7 beginning in a calendar year after 2021, the ap-
8 plicable dollar amount shall be an amount equal
9 to—

10 “(i) for purposes of paragraph (3) of
11 subsection (a), an amount equal to the
12 product of \$85 and the inflation adjust-
13 ment factor for such calendar year deter-
14 mined under section 43(b)(3)(B) for such
15 calendar year, determined by substituting
16 ‘2020’ for ‘1990’, and

17 “(ii) for purposes of paragraph (4) of
18 such subsection, an amount equal to the
19 product of \$60 and the inflation adjust-
20 ment factor for such calendar year deter-
21 mined under section 43(b)(3)(B) for such
22 calendar year, determined by substituting
23 ‘2020’ for ‘1990.’”.

24 (b) DEFINITION OF QUALIFIED FACILITY.—Para-
25 graph (2) of section 45Q(d) of the Internal Revenue Code
26 of 1986 is amended to read as follows:

1 “(2) at which carbon capture equipment in-
2 stalled at such facility captures qualified carbon
3 oxide during the taxable year.”.

4 (c) EFFECTIVE DATE.—The amendments made by
5 this section shall apply to taxable years beginning after
6 December 31, 2021.

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