

117TH CONGRESS  
1ST SESSION

# H. R. 6146

To amend the Internal Revenue Code of 1986 to establish business tax credits for producing electricity from stranded natural gas and for certain infrastructure relating to stranded gas.

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## IN THE HOUSE OF REPRESENTATIVES

DECEMBER 7, 2021

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 establish business tax credits for producing electricity from stranded natural gas and for certain infrastructure relating to stranded gas.

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 “Stranded Gas Recovery  
5 and Utilization Act of 2021”.

1 **SEC. 2. ESTABLISHMENT OF CREDITS FOR STRANDED GAS**  
 2 **EXTRACTION.**

3 (a) STRANDED GAS INFRASTRUCTURE CREDIT.—  
 4 Subpart E of part IV of subchapter A of chapter 1 of  
 5 the Internal Revenue Code of 1986 is amended by adding  
 6 at the end the following new section:

7 **“SEC. 48E. STRANDED GAS INFRASTRUCTURE CREDIT.**

8 “(a) AMOUNT OF CREDIT.—For the purposes of sec-  
 9 tion 46, the stranded gas infrastructure credit determined  
 10 under this section for any taxable year is an amount equal  
 11 to 30 percent of the basis of any qualified infrastructure  
 12 placed in service by the taxpayer during such taxable year.

13 “(b) QUALIFIED INFRASTRUCTURE.—For the pur-  
 14 poses of this section:

15 “(1) QUALIFIED INFRASTRUCTURE.—The term  
 16 ‘qualified infrastructure’ means—

17 “(A) a gas pipeline,

18 “(B) a gas compressor station,

19 “(C) a container used for gas storage, or

20 “(D) equipment to store gas underground.

21 “(2) GAS.—The term ‘gas’ means any gas used  
 22 in a process relating to natural gas extraction, in-  
 23 cluding natural gas and biproducts of natural gas.

24 “(c) APPLICATION OF SECTION.—This section shall  
 25 apply to qualified infrastructure placed in service during

1 a taxable year beginning after December 31, 2021, and  
2 before January 1, 2028.”.

3 (b) CONFORMING AMENDMENT.—Section 46 is  
4 amended by striking “and” at the end of paragraph (5),  
5 by striking the period at the end of paragraph (6) and  
6 inserting “, and”, and by adding at the end the following  
7 new paragraph:

8 “(7) the stranded gas infrastructure credit.”.

9 (c) CLERICAL AMENDMENT.—The table of sections  
10 for subpart E of part IV of subchapter A of chapter 1  
11 of such Code is amended by inserting after the item relat-  
12 ing to section 48C the following new item:

“Sec. 48E. Stranded gas infrastructure credit.”.

13 (d) EFFECTIVE DATE.—The amendments made by  
14 this section shall apply to qualified infrastructure placed  
15 in service during a taxable year beginning after December  
16 31, 2021.

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