

117TH CONGRESS
1ST SESSION

H. R. 507

To amend the Internal Revenue Code of 1986 to extend the advanced energy project credit.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 28, 2021

Mr. BRENDAN F. BOYLE of Pennsylvania 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 extend the advanced energy project 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 “Innovative Energy
5 Manufacturing Act of 2021”.

6 **SEC. 2. EXTENSION OF THE ADVANCED ENERGY PROJECT**
7 **CREDIT.**

8 (a) IN GENERAL.—Section 48C of the Internal Rev-
9 enue Code of 1986 is amended by redesignating subsection

1 (e) as subsection (f) and by inserting after subsection (d)
2 the following new subsection:

3 “(e) ADDITIONAL ALLOCATIONS.—

4 “(1) IN GENERAL.—Not later than 180 days
5 after the date of enactment of this paragraph, the
6 Secretary, after consultation with the Secretary of
7 Energy, shall establish a program to designate
8 amounts of qualifying advanced project credit limita-
9 tion to qualifying advanced energy projects.

10 “(2) ANNUAL LIMITATION.—

11 “(A) IN GENERAL.—The amount of quali-
12 fying advanced project credit limitation that
13 may be designated under this subsection during
14 any calendar year shall not exceed the annual
15 credit limitation with respect to such year.

16 “(B) ANNUAL CREDIT LIMITATION.—For
17 purposes of this subsection, the term ‘annual
18 credit limitation’ means \$2,500,000,000 for
19 each of calendar years 2022, 2023, 2024, 2025,
20 and 2026, and zero thereafter.

21 “(C) CARRYOVER OF UNUSED LIMITA-
22 TION.—If the annual credit limitation for any
23 calendar year exceeds the aggregate amount
24 designated for such year under this subsection,
25 such limitation for the succeeding calendar year

1 shall be increased by the amount of such excess.

2 No amount may be carried under the preceding
3 sentence to any calendar year after 2026.

4 “(3) PLACED IN SERVICE DEADLINE.—No cred-
5 it shall be determined under subsection (a) with re-
6 spect to any property which is placed in service after
7 the date that is 4 years after the date of the des-
8 ignation under this subsection relating to such prop-
9 erty.

10 “(4) SELECTION CRITERIA.—Selection criteria
11 similar to those in subsection (d)(3) shall apply, ex-
12 cept that in determining designations under this
13 subsection, the Secretary, after consultation with the
14 Secretary of Energy, shall—

15 “(A) require that applicants provide writ-
16 ten assurances to the Secretary that all laborers
17 and mechanics employed by contractors and
18 subcontractors in the performance of construc-
19 tion, alteration or repair work on a qualifying
20 advanced energy project shall be paid wages at
21 rates not less than those prevailing on projects
22 of a similar character in the locality as deter-
23 mined by the Secretary of Labor in accordance
24 with subchapter IV of chapter 31 of title 40,
25 United States Code, and

1 “(B) give the highest priority to projects
2 which—

3 “(i) manufacture (other than pri-
4 marily assembly of components) property
5 described in a subclause of subsection
6 (c)(1)(A)(i) (or components thereof), and

7 “(ii) have the greatest potential for
8 commercial deployment of new applica-
9 tions.

10 “(5) DISCLOSURE OF DESIGNATIONS.—Rules
11 similar to the rules of subsection (d)(5) shall apply
12 for purposes of this subsection.”.

13 (b) CLARIFICATION WITH RESPECT TO
14 ELECTROCHROMATIC GLASS.—Section 48C(c)(1)(A)(i)(V)
15 of such Code is amended—

16 (1) by striking “and smart grid” and inserting
17 “, smart grid,” and

18 (2) by inserting “, and electrochromatic glass”
19 before the comma at the end.

20 (c) EFFECTIVE DATE.—The amendment made by
21 this section shall take effect on the date of the enactment
22 of this Act.

23 (d) PROGRESS REPORT.—During the 30-day period
24 ending on December 31, 2027, the Secretary of the Treas-
25 ury (or the Secretary’s delegate), after consultation with

1 the Secretary of Labor, shall submit a report to Congress
2 on any domestic job creation, and wages associated with
3 such jobs, and the amount of such wages paid, attributable
4 to the amendment made by this section.

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