

Inflation Reduction Act aids hydrogen blending: BP



The Inflation Reduction Act should make hydrogen more cost effective, helping natural gas blending efforts, according to a BP executive.

BP's managing director of low carbon and cross commodity origination Mark Aufmuth said the the bill, which US President Joe Biden signed yesterday, provides some "stout incentives" in the form of hydrogen production tax credits. Aufmuth made his comments today at the LDC Gas Forum Rockies & West in Denver, Colorado.

Ongoing natural gas-hydrogen blending projects should help determine how much can be effectively introduced into markets, he said.

A study conducted by the California Public Utilities Commission found that a 5pc hydrogen blend into the gas stream was generally considered safe.

Aufmuth also noted the increased focus on sustainability from capital markets and investors, and said natural gas companies should be responsive to that.

The LDC Rockies & West Gas Forum continues through today.

By David Haydon

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