

112TH CONGRESS
1ST SESSION

S. 983

To amend the Internal Revenue Code of 1986 to disallow a deduction for amounts paid or incurred by a responsible party relating to a discharge of oil.

IN THE SENATE OF THE UNITED STATES

MAY 12, 2011

Mr. NELSON of Florida introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 to disallow a deduction for amounts paid or incurred by a responsible party relating to a discharge of oil.

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. DENIAL OF DEDUCTION FOR AMOUNTS PAID**
4 **OR INCURRED BY A RESPONSIBLE PARTY.**

5 (a) IN GENERAL.—Section 162 of the Internal Rev-
6 enue Code of 1986 is amended by redesignating subsection
7 (q) as subsection (r) and by inserting after subsection (p)
8 the following new subsection:

1 “(q) CERTAIN EXPENSES OF A RESPONSIBLE
2 PARTY.—

3 “(1) IN GENERAL.—No deduction shall be al-
4 lowed under subsection (a) for any amount paid or
5 incurred by a responsible party relating to any inci-
6 dent resulting in the discharge of oil into the navi-
7 gable waters, other than an incident caused by an
8 act of God or an act of war.

9 “(2) DEFINITIONS.—Any term used in para-
10 graph (1) which is also used in the Oil Pollution Act
11 of 1990 shall have the meaning given such term by
12 such Act.”.

13 (b) EFFECTIVE DATE.—The amendment made by
14 this section shall apply to returns of tax the due date of
15 which (including extensions of time) is after the date of
16 the enactment of this Act.

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