

113TH CONGRESS
1ST SESSION

S. 599

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

MARCH 18, 2013

Mr. NELSON (for himself and Mrs. FEINSTEIN) 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. SHORT TITLE.**

4 This Act may be cited as the “Oil Spill Tax Fairness
5 Act”.

6 **SEC. 2. DENIAL OF DEDUCTION FOR AMOUNTS PAID OR IN-**
7 **CURRED BY A RESPONSIBLE PARTY.**

8 (a) IN GENERAL.—Section 162 of the Internal Rev-
9 enue Code of 1986 is amended by redesignating subsection

1 (q) as subsection (r) and by inserting after subsection (p)
 2 the following new subsection:

3 “(q) CERTAIN EXPENSES OF A RESPONSIBLE
 4 PARTY.—

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

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

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

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