

111TH CONGRESS
2D SESSION

H. R. 5995

To amend the Internal Revenue Code of 1986 to deny the trade or business expense deduction for damages paid pursuant to the Oil Pollution Act of 1990.

IN THE HOUSE OF REPRESENTATIVES

JULY 30, 2010

Mr. GRIJALVA 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 deny the trade or business expense deduction for damages paid pursuant to the Oil Pollution Act of 1990.

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 “Closing Oil Spill Tax
5 Loopholes Act of 2010”.

6 **SEC. 2. DENIAL OF DEDUCTION FOR PAYMENT OF OIL POL-**
7 **LUTION ACT CLAIMS.**

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) PAYMENT OF OIL POLLUTION ACT CLAIMS.—
4 No deduction shall be allowed under subsection (a) for any
5 amount paid for any claim for damages (or paid in settle-
6 ment of such a claim) under the Oil Pollution Act of 1990
7 with respect to any discharge of oil.”.

8 (b) EFFECTIVE DATE.—The amendment made by
9 this section shall apply to discharges of oil occurring after
10 December 31, 2009.

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