
SENATE COMMITTEE ON APPROPRIATIONS

Senator Sabrina Cervantes, Chair
2025 - 2026 Regular Session

AB 760 (Ta) - Income taxes: exclusions: 2026 Garden Grove chemical leak

Version: June 25, 2026

Policy Vote: REV. & TAX. 4 - 0

Urgency: No

Mandate: No

Hearing Date: August 13, 2026

Consultant: Robert Ingenito

Bill Summary: AB 760 would enact Personal Income and Corporation Tax exclusions for settlement payments made in connection with the 2026 Garden Grove chemical leak.

******* ANALYSIS ADDENDUM – SUSPENSE FILE *******

**The following information is revised to reflect amendments
adopted by the committee on August 13, 2026**

Fiscal Impact: The Franchise Tax Board (FTB) estimates that, for every \$100 million in qualified settlement amounts received, the General Fund revenue loss would be \$4.6 million. FTB would incur administrative costs of \$12,000 in 2026-27, \$89,000 in 2027-28, and \$115,000 annually thereafter, to implement the provisions of the bill (General Fund).

Author Amendments: Add coauthors and make a technical change.

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