



STATE OF CALIFORNIA  
**Franchise Tax Board**

## Short Form Analysis

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Sponsor:

Bill Number: SB 542

Amended: July 3, 2024

### SUBJECT

Gross Income Exclusion for Dixie and Mill Fire Victims

- Technical Amendment

### SUMMARY

The bill, under the Personal Income Tax Law and the Corporation Tax Law, would provide a qualified taxpayer an exclusion from gross income for amounts received from a settlement entity in connection with the 2021 Dixie Fire or the 2022 Mill Fire.

### ANALYSIS

The July 3, 2024, amendments modified the ending operative date from on or before January 1, 2029, to on or before January 1, 2027, and the repeal date from December 1, 2029, to December 1, 2027. This amendment also modified the Section 41 report due date from December 1, 2028, to December 1, 2027.

Except for the above changes, the Franchise Tax Board's analysis of the bill as amended July 12, 2023, and February 5, 2024, still applies.

### LEGISLATIVE CONTACT

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