



## Bill Analysis

Author: Committee on  
Judiciary

Sponsor:

Bill Number: SB 1433

Related Bills: See Legislative  
History

Introduced: March 5, 2026

### SUBJECT

Code Maintenance

### SUMMARY

This bill would make numerous technical, nonsubstantive changes as a matter of code maintenance to various California codes, including the Revenue and Taxation Code (RTC).

This analysis only addresses the provisions of the bill that would impact the Franchise Tax Board (FTB).

### RECOMMENDATION

No position—The three-member Franchise Tax Board has not formally voted or taken a position on this bill.

### SUMMARY OF AMENDMENTS

Not applicable.

### REASON FOR THE BILL

The reason for the bill is to make nonsubstantive changes to various California codes to clarify terminology, to provide a uniform style for drafting legislation, and to eliminate obsolete language.

### ANALYSIS

This bill would do the following:

- Amend RTC section 17053.40 to specify, "a" qualified taxpayer, update a cross-reference for "eligible transmission project" in the Government Code (GOV) from Section 63049.73 to 63049.71 and replace "shall" to "does," relating to Section 41.
- Amend RTC section 19002 to make minor punctuation additions.

- Amend RTC section 23640 to update a cross-reference for “eligible transmission project” in the Government Code (GOV) from Section 63049.73 to 63049.71 and replace “shall” to “does,” relating to Section 41.

#### *Effective/Operative Date*

This bill would become effective and operative on January 1, 2027, unless another act is chaptered in 2026, takes effect on or before January 1, 2027, and amends, adds, or repeals a section that would be amended, added, or repealed by this bill, in which case, the changes made by the other act would prevail and nullify the changes made by this bill.

#### *Federal/State Law*

As sections of California law are amended, cross-references to sections in other parts of the law may not always be updated.

Incorrect nomenclature, cross-referencing, unclear terminology, and language that is inconsistent with the current style for drafting legislation can create confusion for taxpayers and FTB when applying state law.

#### *Implementation Considerations*

None noted.

#### *Technical Considerations*

None noted.

#### *Policy Considerations*

None noted.

### **LEGISLATIVE HISTORY**

AB 1170 (Dixon, Chapter 67, Statutes of 2025) made numerous technical, nonsubstantive changes as a matter of code maintenance to various California codes, including the RTC.

SB 1525 (Senate Committee on Judiciary, Chapter 80, Statutes of 2024), made numerous technical, nonsubstantive changes as a matter of code maintenance to various California codes, including the RTC.

### **PROGRAM BACKGROUND**

None noted.

### **OTHER STATES' INFORMATION**

None noted.

### **FISCAL IMPACT**

FTB's costs to implement this bill have yet to be determined. As the bill moves through the legislative process, costs will be identified.

### **ECONOMIC IMPACT**

#### *Revenue Estimate*

This bill, as introduced on March 5, 2026, would not impact the computation of state income or franchise tax.

This analysis does not account for changes in employment, personal income, or gross state product that could result from this bill or for the net final payment method of accrual.

### **LEGAL IMPACT**

None noted.

### **EQUITY IMPACT**

None noted.

### **APPOINTMENTS**

None noted.

### **SUPPORT/OPPOSITION**

To be determined.

### **ARGUMENTS**

To be determined.

### **LEGISLATIVE CONTACT**

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