



STEPHANIE NGUYEN

Assemblymember, District 10



FACT SHEET

AB 1435- Business Clean Up Relief Act of 2025

SUMMARY

AB 1435 creates a tax credit for businesses (2026–2030) covering 100% of cleanup costs for unauthorized encampments and illegal dumping. While businesses can currently deduct these expenses, the persistent financial burden of repeated cleanups requires additional relief. For many small businesses, these costs are unsustainable, leading to increased blight, reduced foot traffic, and declining economic activity—especially in downtown urban areas that rely on a safe and welcoming environment for customers, employees, and investment.

BACKGROUND

The Supreme Court's decision in *City of Grants Pass v. Johnson* allows cities to enforce no-camping ordinances on public property, displacing unhoused individuals. As a result, many have moved onto private commercial properties, forcing business owners to bear the cost of waste removal, property restoration, and security.

Small businesses, which often operate on tight margins, lack the financial resources to continually fund these cleanups. Without relief, many businesses struggle to maintain safe and accessible storefronts, deterring customers and further harming local economies.

SOLUTION

AB 1435 provides a five-year tax credit (2026–2030) covering 100% of qualifying cleanup expenses, including:

- ✓ Waste removal & sanitation – Clearing illegal dumping and debris.
- ✓ Security improvements – Installing fences, cameras, and lighting.
- ✓ Property repairs – Addressing vandalism and damage.

By reducing the financial burden on businesses, this bill helps restore economic vitality in key commercial areas and ensures small businesses can remain open, safe, and thriving.

SUPPORT

California Business Properties Association
(Sponsor)

CONTACT

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