



16 transfers of certain property held in trust by State Board of Education, authorization for  
17 nonprofit corporation, and annual report, as follows:

18 "20-2-14.1.

19 (a) There is established the Georgia Foundation for Public Education existing as a public  
20 corporation and instrumentality of the state, exclusively limited to the following charitable  
21 and public purposes and powers:

22 (1) To solicit and accept contributions of money and in-kind contributions of services  
23 and property for the purpose of supporting educational excellence in Georgia;

24 (2) To solicit and accept contributions of money and in-kind contributions of services  
25 and property for the purpose of supporting educational excellence at Georgia Academy  
26 for the Blind, Georgia School for the Deaf, and Atlanta Area School for the Deaf;

27 (3) To accept transfer of any donation, gift, devise, or bequest of real, personal, or mixed  
28 property of any kind and character held in trust by the State Board of Education to  
29 manage and otherwise administer. This paragraph shall apply to any donation, gift,  
30 devise, or bequest of real, personal, or mixed property of any kind and character held in  
31 trust by the state board pursuant to Article VIII, Section II, Paragraph I(c) of the Georgia  
32 Constitution, subsection (a) of Code Section 20-2-14, or Code Section 20-2-18;

33 (4) To sell and dispose of contributed property and securities in accordance with the  
34 prudent person rule;

35 (5) To make and disburse contributions to the department and others for such purposes;

36 (6) To contract and be contracted with for purposes of the foundation; and

37 (7) To seek recognition of tax exempt status by the United States Internal Revenue  
38 Service and to seek confirmation concerning the deductibility of contributions.

39 (b) The Georgia Foundation for Public Education shall be attached to the department for  
40 administrative purposes. The Attorney General shall be the attorney for the foundation.  
41 The State School Superintendent may solicit and accept contributions from the foundation.  
42 The department may cooperate and contract with the foundation for their mutual benefit

43 and authorize others to do so. Upon any dissolution of the foundation, its assets shall  
44 devolve in trust to the State Board of Education or its successor for use only for the benefit  
45 of the department, and the schools listed in paragraph (2) of subsection (a) of this Code  
46 section, and schools that meet the criteria provided in subparagraph (g.1)(1) of this Code  
47 section.

48 (c) The ~~creation~~ incorporation of the foundation and the execution of its corporate  
49 purposes shall be in all respects for the benefit of the people of this state and constitute a  
50 public and charitable purpose. Further, the foundation performs an essential governmental  
51 function in the exercise of the powers conferred upon it by this Code section. Accordingly,  
52 the foundation shall not be subject to taxation or assessment in any manner, including  
53 without limitation taxation or assessment upon any transaction, income, money, or other  
54 property or activity. The exemptions granted by this Code section shall not be extended  
55 to any private person or entity.

56 (d)(1) The foundation shall be governed by a board of directors composed of ~~between~~  
57 at least five ~~and 15~~ members as determined by the State School Superintendent.  
58 Members of the board of directors shall be appointed by either the State School  
59 Superintendent or the State Board of Education. For every three board members  
60 appointed by the State School Superintendent, the State Board of Education may appoint  
61 two board members. At least two members of the board of directors appointed by the  
62 State Board of Education shall represent the interests of students who are blind or deaf.  
63 The chairperson of the Budget and Finance Committee of the State Board of Education,  
64 or such committee's successor, shall be an ex officio member of the foundation board of  
65 directors. The foundation board of directors shall draft and adopt governance bylaws,  
66 subject to approval by the State School Superintendent.

67 (2) The foundation shall have complete discretion to invest any and all assets as it sees  
68 fit in accordance with the prudent person rule, and at no time shall the assets of the  
69 foundation be considered assets of the state.

70 (3) The foundation shall not be subject to state purchasing laws, as contained in Article 3  
71 of Chapter 5 of Title 50 or in other provisions of this Code, or required to dispose of  
72 property in accordance with Article 4 of Chapter 5 of Title 50.

73 (4) The foundation shall be authorized to purchase insurance as provided by Code  
74 Section 50-5-16.

75 (5) The foundation shall have the authority to roll over any unused funds into the next  
76 fiscal year.

77 (e) The foundation's operations shall not be subject to Article 1 of Chapter 13 of Title 50,  
78 the 'Georgia Administrative Procedure Act.'

79 (f) The foundation shall be deemed to be a charitable organization for purposes of  
80 voluntary contributions from state employees pursuant to Article 3 of Chapter 20 of Title  
81 45.

82 (g)(1) The foundation shall have the power and authority to incorporate a nonprofit  
83 corporation that could qualify as a public foundation under Section 501(c)(3) of the  
84 Internal Revenue Code to aid the foundation in carrying out any of its powers and in  
85 accomplishing any of its purposes. Any nonprofit corporation ~~created~~ incorporated  
86 pursuant to this power shall be ~~created~~ incorporated pursuant to Chapter 3 of Title 14, the  
87 'Georgia Nonprofit Corporation Code,' and the Secretary of State shall be authorized to  
88 accept such filing.

89 (2) Any nonprofit corporation ~~created~~ incorporated pursuant to this Code section shall  
90 be subject to the following provisions:

91 (H)(A) In accordance with the Constitution of Georgia, no governmental functions or  
92 regulatory powers shall be conducted by any such nonprofit corporation;

93 (2)(B) Upon dissolution of any such nonprofit corporation incorporated by the  
94 foundation, any assets shall revert to the foundation or to any successor to the  
95 foundation or, failing such succession, to the State of Georgia;

96 ~~(3)~~(C) As used in this paragraph, the term 'direct employee costs' means salary,  
97 benefits, and travel expenses. To avoid the appearance of undue influence on  
98 regulatory functions by donors, no more than a combined total of 10 percent of  
99 donations to any such nonprofit corporation from private sources, or from taxpayers  
100 pursuant to Code Section 48-7-29.21, shall be used for direct employee costs of the  
101 foundation;

102 ~~(4)~~(D) Any such nonprofit corporation shall be subject to all laws relating to open  
103 meetings and the inspection of public records;

104 ~~(5)~~(E) The foundation shall not be liable for the action or omission to act of any such  
105 nonprofit corporation;

106 ~~(6)~~(F) No debts, bonds, notes, or other obligations incurred by any such nonprofit  
107 corporation shall constitute an indebtedness or obligation of the State of Georgia nor  
108 shall any act of any such nonprofit corporation constitute or result in the creation of an  
109 indebtedness of the state. No holder or holders of any such bonds, notes, or other  
110 obligations shall ever have the right to compel any exercise of the taxing power of the  
111 state nor to enforce the payment thereof against the state; and

112 ~~(7)~~(G) Any nonprofit corporation ~~created~~ incorporated pursuant to this Code section  
113 shall not acquire or hold a fee simple interest in real property by any method, including  
114 but not limited to gift, purchase, condemnation, devise, court order, and exchange.

115 (g.1)(1) Effective January 1, 2022, a nonprofit corporation incorporated by the  
116 foundation pursuant to this Code section shall be authorized to receive donations from  
117 taxpayers pursuant to Code Section 48-7-29.21 for the purpose of awarding grants to  
118 public schools for the implementation of academic and organizational innovations to  
119 improve student achievement, with priority given to schools that have performed in the  
120 lowest 5 percent of schools in this state identified in accordance with the state-wide  
121 accountability system established in the state plan pursuant to the federal Every Student  
122 Succeeds Act, and for the dissemination of information regarding successful innovations

123 to other public schools in this state. Funds received by the nonprofit corporation for such  
124 purpose may be awarded through a competitive grant process administered by the  
125 foundation. The criteria for awarding such grants shall include the potential to which the  
126 innovation is likely to result in the proposed improvement, the potential for widespread  
127 adoption of such innovation by other public schools in the state, the quality of the  
128 proposed project design, the reasonableness of the costs involved in conducting the  
129 project, and such other criteria which the foundation may deem appropriate and  
130 necessary. The General Assembly may appropriate funds for purposes of this nonprofit  
131 corporation beginning in Fiscal Year 2022.

132 (2) Such nonprofit corporation shall report to the Department of Revenue, on a form  
133 provided by the Department of Revenue, by January 12 of each tax year the following:

134 (A) The total number and dollar value of donations and tax credits approved.  
135 Individual contributions shall include contributions made by those filing income tax  
136 returns as a single individual or head of household and those filing joint returns;

137 (B) The total number and dollar value of corporate donations and tax credits approved;

138 (C) The total number and dollar value of grants awarded to public schools; and

139 (D) A list of donors, including the dollar value of each donation and the dollar value  
140 of each approved tax credit.

141 The Department of Revenue shall post on its website the information received pursuant  
142 to subparagraphs (A) through (C) of this paragraph.

143 (3) Except for the information reported pursuant to subparagraphs (A) through (C) of  
144 paragraph (2) of this subsection, all information or reports provided by this nonprofit  
145 corporation to the Department of Revenue shall be confidential taxpayer information,  
146 governed by Code Sections 48-2-15, 48-7-60, and 48-7-61, whether it relates to the donor  
147 or the nonprofit corporation.

148 (h)(1) Members of the board of directors of the foundation may also serve on the board  
149 of any nonprofit corporation ~~created~~ incorporated pursuant to this Code section without

150 regard to the prohibition set forth in Code Section 45-10-23 or any other similar  
151 prohibition.

152 (2) Members and former members of the board of directors for the Public Education  
153 Innovation Fund Foundation, incorporated pursuant to Code Section 20-14-26.1, may be  
154 considered by the foundation for membership on the board of directors of the nonprofit  
155 corporation provided for in subsection (g.1) of this Code section.

156 (i) Any nonprofit corporation ~~created~~ incorporated pursuant to this Code section shall  
157 make and provide an annual report ~~showing the~~ that shall, except as otherwise provided in  
158 subsection (g.1) of this Code section, show the identity of all donors and the amount each  
159 person or entity donated as well as all expenditures or other disposal of money or property  
160 donated. A copy of such annual report shall be provided to the Governor, the Lieutenant  
161 Governor, and the chairpersons of the House Committee on Education and the Senate  
162 Education and Youth Committee."

163 **SECTION 2.**

164 Said title is further amended in Part 2 of Article 2 of Chapter 14, relating to the Office of  
165 Student Achievement, by revising Code Section 20-14-26.1, relating to authority to  
166 incorporate nonprofit corporation as public foundation, requirements, Public Education  
167 Innovation Fund Foundation, and reporting, as effective until December 31, 2023, as follows:

168 "(a) The office shall have the power and authority to incorporate a nonprofit corporation  
169 that could qualify as a public foundation under Section 501(c)(3) of the Internal Revenue  
170 Code to aid the office in carrying out any of its powers and in accomplishing any of its  
171 purposes. Any nonprofit corporation ~~created~~ incorporated pursuant to this power shall be  
172 ~~created~~ incorporated pursuant to Chapter 3 of Title 14, the 'Georgia Nonprofit Corporation  
173 Code,' and the Secretary of State shall be authorized to accept such filing.

174 (b) Any nonprofit corporation ~~created~~ incorporated pursuant to this Code section shall be  
175 subject to the following provisions:

- 176 (1) In accordance with the Constitution of Georgia, no governmental functions or  
177 regulatory powers shall be conducted by any such nonprofit corporation;
- 178 (2) Except as provided in paragraph (3) of subsection (b.1) of this Code section, upon  
179 ~~Upon~~ dissolution of any such nonprofit corporation incorporated by the office, any assets  
180 shall revert to the office or to any successor to the office or, failing such succession, to  
181 the State of Georgia;
- 182 (3) As used in this paragraph, the term 'direct employee costs' means salary, benefits, and  
183 travel expenses. To avoid the appearance of undue influence on regulatory functions by  
184 donors, no donations to any such nonprofit corporation from private sources shall be used  
185 for direct employee costs of the office;
- 186 (4) Any such nonprofit corporation shall be subject to all laws relating to open meetings  
187 and the inspection of public records;
- 188 (5) The office shall not be liable for the action or omission to act of any such nonprofit  
189 corporation;
- 190 (6) No debts, bonds, notes, or other obligations incurred by any such nonprofit  
191 corporation shall constitute an indebtedness or obligation of the State of Georgia nor shall  
192 any act of any such nonprofit corporation constitute or result in the creation of an  
193 indebtedness of the state. No holder or holders of any such bonds, notes, or other  
194 obligations shall ever have the right to compel any exercise of the taxing power of the  
195 state nor to enforce the payment thereof against the state; and
- 196 (7) Any nonprofit corporation ~~created~~ incorporated pursuant to this Code section shall  
197 not acquire or hold a fee simple interest in real property by any method, including but not  
198 limited to gift, purchase, condemnation, devise, court order, and exchange.
- 199 (b.1)(1) Pursuant to this Code section, the office may ~~establish~~ incorporate a nonprofit  
200 corporation to be designated as the Public Education Innovation Fund Foundation to  
201 promote ~~Public-Private Partnerships~~ public-private partnerships between businesses,  
202 nonprofit organizations, institutions of higher education, local school systems, and public



203 schools, for the purpose of improving student achievement. Funds received by the  
204 foundation may be awarded through a competitive grant process administered by the  
205 office. The General Assembly may appropriate funds for purposes of this foundation  
206 beginning in Fiscal Year 2015.

207 (2)(A) Such foundation shall also be authorized to receive donations from taxpayers  
208 pursuant to Code Section 48-7-29.21 for the purpose of awarding grants to public  
209 schools for the implementation of academic and organizational innovations to improve  
210 student achievement, with priority given to schools that have performed in the lowest  
211 5 percent of schools in this state identified in accordance with the state-wide  
212 accountability system established in the state plan pursuant to the federal Every Student  
213 Succeeds Act, and for the dissemination of information regarding successful  
214 innovations to other public schools in this state. Funds received by the foundation for  
215 such purpose may be awarded through a competitive grant process administered by the  
216 office. The criteria for awarding such grants shall include the potential to which the  
217 innovation is likely to result in the proposed improvement, the potential for widespread  
218 adoption of such innovation by other public schools in the state, the quality of the  
219 proposed project design, the reasonableness of the costs involved in conducting the  
220 project, and such other criteria which the office may deem appropriate and necessary.  
221 The foundation shall not be authorized to withhold any funds to cover costs incurred  
222 in administering the grant process.

223 (B) The foundation shall report to the Department of Revenue, on a form provided by  
224 the Department of Revenue, by January 12 of each tax year the following:

- 225 (i) The total number and dollar value of donations and tax credits approved.  
226 Individual contributions shall include contributions made by those filing income tax  
227 returns as a single individual or head of household and those filing joint returns;
- 228 (ii) The total number and dollar value of corporate donations and tax credits  
229 approved;

- 230 (iii) The total number and dollar value of grants awarded to public schools; and  
231 (iv) A list of donors, including the dollar value of each donation and the dollar value  
232 of each approved tax credit.

233 The Department of Revenue shall post on its website the information received pursuant  
234 to divisions (i) through (iii) of this subparagraph.

235 (C) Except for the information reported pursuant to divisions (i) through (iii) of  
236 subparagraph (B) of this paragraph, all information or reports provided by the  
237 foundation to the Department of Revenue shall be confidential taxpayer information,  
238 governed by Code Sections 48-2-15, 48-7-60, and 48-7-61, whether it relates to the  
239 donor or the foundation.

240 (3) The rights and authority granted in paragraph (1) and subparagraph (A) of  
241 paragraph (2) of this subsection shall expire at 12:00 Midnight on December 31, 2021.

242 (4) The office shall take appropriate lawful steps to accomplish the dissolution of the  
243 foundation after December 31, 2021. Upon dissolution of the foundation, any assets  
244 derived from the receipt of taxpayer donations pursuant to subparagraph (A) of paragraph  
245 (2) of this subsection shall revert to the nonprofit corporation incorporated by the Georgia  
246 Foundation for Public Education as provided for in subsection (g.1) of Code Section  
247 20-2-14.1, or, failing such succession, to the State of Georgia.

248 (c) Any nonprofit corporation ~~created~~ incorporated pursuant to this Code section shall  
249 make public and provide an annual report showing the identity of all donors and the  
250 amount each person or entity donated as well as all expenditures or other disposal of money  
251 or property donated, except as otherwise provided in paragraph (2) of subsection (b.1) of  
252 this Code section. Such report shall be provided to the Governor, the Lieutenant Governor,  
253 the Speaker of the House of Representatives, and the chairpersons of the House Committee  
254 on Education and the Senate Education and Youth Committee. Any such nonprofit  
255 corporation shall also provide such persons with a copy of all corporate filings with the  
256 federal Internal Revenue Service."

257

**SECTION 3.**

258 Title 48 of the Official Code of Georgia Annotated, relating to revenue and taxation, is  
259 amended by revising subsections (a), (d), (f), and (g) of Code Section 48-7-29.21, relating  
260 to tax credits for qualified education donations, as follows:

261 "(a) As used in this Code section, the term:

262 (1) 'Qualified education donation' means a donation made by a taxpayer to the nonprofit  
263 corporation incorporated by the Georgia Foundation for Public Education as provided for  
264 in subsection (g.1) of Code Section 20-2-14.1 or, prior to January 1, 2022, to the Public  
265 Education Innovation Fund Foundation for the purpose of awarding grants to public  
266 schools in this state incorporated pursuant to paragraph (2) of subsection (b.1) of Code  
267 Section 20-14-26.1 for the purpose of awarding grants to public schools in this state.

268 (2) 'Recipient' 'Public Education Innovation Fund Foundation' or 'foundation' means the  
269 nonprofit corporation incorporated by the Georgia Foundation for Public Education as  
270 provided for in subsection (g.1) of Code Section 20-2-14.1 or the foundation established  
271 Public Education Innovation Fund Foundation incorporated pursuant to subsection (b.1)  
272 of Code Section 20-14-26.1."

273 "(d)(1) The tax credit shall not be allowed if the taxpayer designates the taxpayer's  
274 qualified education donation for the direct benefit of any particular school or program  
275 which the taxpayer's child or children attend.

276 (2) In soliciting donations, the foundation recipient shall not represent that, in exchange  
277 for donating to the foundation such recipient, the school a taxpayer's child or children  
278 attend shall receive a grant pursuant to subsection (g.1) of Code Section 20-2-14.1 or  
279 paragraph (2) of subsection (b.1) of Code Section 20-14-26.1."

280 "(f)(1) In no event shall the aggregate amount of tax credits allowed under this Code  
281 section exceed \$5 million per tax year.

282 (2) The commissioner shall allow the tax credits on a first come, first served basis.

283 (3) For the purposes of paragraph (1) of this subsection, the foundation recipient shall  
284 notify a potential donor of the requirements of this Code section. Before making a  
285 donation to the foundation recipient, the taxpayer shall electronically notify the  
286 department, in a manner specified by the department, of the total amount of donations  
287 that the taxpayer intends to make to the foundation recipient. The commissioner shall  
288 preapprove or deny the requested amount within 30 days after receiving the request from  
289 the taxpayer and shall provide notice to the taxpayer and the foundation recipient of such  
290 preapproval or denial which shall not require any signed release or notarized approval by  
291 the taxpayer. In order to receive a tax credit under this Code section, the taxpayer shall  
292 make the donation to the foundation recipient within 60 days after receiving notice from  
293 the department that the requested amount was preapproved. If the taxpayer does not  
294 comply with this paragraph, the commissioner shall not include this preapproved  
295 donation amount when calculating the limit prescribed in paragraph (1) of this subsection.  
296 The department shall establish a web based donation approval process to implement this  
297 subsection.

298 (4) Preapproval of donations by the commissioner shall be based solely on the  
299 availability of tax credits subject to the aggregate total limit established under  
300 paragraph (1) of this subsection. The department shall maintain an ongoing, current list  
301 on its website of the amount of tax credits available under this Code section.

302 (g) In order for the taxpayer to claim a tax credit under this Code section, a confirmation  
303 of receipt of donation issued by the foundation recipient shall be attached to the taxpayer's  
304 income tax return. However, in the event the taxpayer files an electronic return, such  
305 confirmation shall only be required to be electronically attached to the return if the Internal  
306 Revenue Service allows such attachments when the return is transmitted to the department.  
307 In the event the taxpayer files an electronic return and such confirmation is not attached  
308 because the Internal Revenue Service does not, at the time of such electronic filing, allow  
309 electronic attachments to the Georgia return, such confirmation shall be maintained by the

310 taxpayer and made available upon request by the commissioner. The confirmation of  
311 receipt of donation shall contain the taxpayer's name, address, tax identification number,  
312 the amount of the donation, the date of the donation, and the amount of the credit."

313

**SECTION 4.**

314 All laws and parts of laws in conflict with this Act are repealed.