

The Senate Committee on Science and Technology offered the following substitute to HB 147:

MOOT

A BILL TO BE ENTITLED
AN ACT

1 To amend Title 50 of the Official Code of Georgia Annotated, relating to state government,
2 so as to provide for an annual inventory of artificial intelligence usage by state agencies; to
3 provide for annual reports of such; to provide for the authority to develop and establish
4 certain policies; to designate the Attorney General as an applicable elected representative
5 who may approve the issuance of certain private activity bonds to finance or refinance state
6 charter school facilities; to provide for the establishment of procedures for public notices and
7 hearings relative to the issuance of such bonds; to provide for definitions; to provide for
8 related matters; to repeal conflicting laws; and for other purposes.

9 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

10 **SECTION 1.**

11 Title 50 of the Official Code of Georgia Annotated, relating to state government, is amended
12 in Chapter 25, relating to the Georgia Technology Authority, by revising paragraphs (31)
13 through (33) of subsection (a) of Code Section 50-25-4, relating to general powers, as
14 follows:

15 "(31) To coordinate the establishment and administration of one or more programs to
16 increase economic, educational, and social opportunities for citizens and businesses

17 through the promotion of the deployment of broadband services and other emerging
18 communications technologies throughout the state and to exercise any power granted to
19 the authority in Chapter 40 of this title; and

20 (32) To establish model policies and procedures for all government entities in this state
21 for the development, procurement, implementation, utilization, data management, public
22 disclosure, and ongoing assessment of systems that employ artificial intelligence and
23 provide for the receipt and public disclosure of artificial intelligence inventories for all
24 government entities in this state; and

25 (33) To do all things necessary or convenient to carry out the powers conferred by this
26 chapter."

27 **SECTION 2.**

28 Said chapter is further amended by revising Code Section 50-25-7.9, which is reserved, as
29 follows:

30 "50-25-7.9.

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

32 (1) 'Artificial intelligence system' or 'AI system' means an engineered or machine based
33 system that emulates the capability of a person to receive audio, visual, text, or any other
34 form of information and use the information received to emulate a human cognitive
35 process, including, but not limited to, learning, generalizing, reasoning, planning,
36 predicting, acting, or communicating; provided, however, that artificial intelligence
37 systems may vary in the forms of information they can receive and in the human
38 cognitive processes they can emulate.

39 (2) 'Government entity' means any department, agency, board, bureau, commission,
40 authority, county, municipal corporation, school system, or other political subdivision of
41 this state.

42 (b) The authority shall:

43 (1) Not later than December 31, 2025, and annually thereafter, conduct an inventory of
44 all systems that employ artificial intelligence and are in use by any department or agency
45 and publish such inventory on a publicly accessible website. Each inventory shall
46 include, but not be limited to, the following information for each AI system:

47 (A) The name of the system and the vendor, if any, that provided such system;

48 (B) A description of the general capabilities and uses of such system;

49 (C) The manner in which such system is able to be used to independently make,
50 inform, or materially support a conclusion, decision, or judgment; and

51 (D) The manner in which such system underwent an impact assessment prior to
52 implementation;

53 (2) Not later than December 31, 2026, develop a set of model policies and procedures
54 concerning the development, procurement, implementation, utilization, data management,
55 public disclosure, and ongoing assessment of systems that employ artificial intelligence
56 for use at the discretion of government entities; and

57 (3) Not later than December 31, 2027, and annually thereafter, receive from all
58 government entities inventory information of all systems that employ artificial
59 intelligence by such government entities and publish such inventory on a publicly
60 accessible website. Each such inventory shall include, but not be limited to:

61 (A) The name of the AI system and the vendor, if any, that provided such system;

62 (B) A description of the general capabilities and uses of such system;

63 (C) The manner in which such system is able to be used to independently make,
64 inform, or materially support a conclusion, decision, or judgment; and

65 (D) The manner in which such system underwent an impact assessment prior to
66 implementation. To the extent a system is provided pursuant to a contract, this
67 subparagraph shall only apply to systems provided pursuant to contracts entered into
68 or renewed after July 1, 2025.

69 (d) All government entities shall cooperate with the authority in the administration of this
70 Code section. Reserved."

71 **SECTION 3.**

72 Said title is further amended in Chapter 1, relating to general provisions, by adding a new
73 Code section to read as follows:

74 "50-1-14.

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

76 (1) 'Private activity bond' shall have the same meaning as set forth in 26 U.S.C. Section
77 141 of the Internal Revenue Code. Such term shall not include bonds, notes, or
78 obligations subject to the volume cap under 26 U.S.C. Section 146 of the Internal
79 Revenue Code or bonds as defined in Code Section 36-82-182.

80 (2) 'State charter school facility' means real property, personal property, or both, used or
81 intended for use in connection with the operation of a state charter school, as such term
82 is defined in paragraph (5) of Code Section 20-2-2081.

83 (b) The Attorney General is designated as an applicable elected representative, as provided
84 for in 26 U.S.C. Section 147(f)(2)(E) of the Internal Revenue Code, who may approve the
85 issuance of one or more private activity bonds to finance or refinance a state charter school
86 facility after a public hearing following reasonable notice in accordance with 26 U.S.C.
87 Section 147(f) of the Internal Revenue Code and applicable state and federal laws and
88 regulations. Within 60 days of receipt by the Attorney General of a written request for a
89 public hearing by a charter petitioner, the Attorney General or his or her designee shall
90 hold such public hearing following notice as required by 26 U.S.C. Section 147(f) of the
91 Internal Revenue Code. Within 30 days of holding such public hearing, the Attorney
92 General shall approve the issuance of such private activity bonds to finance or refinance
93 a state charter school facility if the applicable charter school is authorized by Article 31A
94 of Chapter 2 of Title 20, the applicable charter petitioner that is a party to the charter for

95 such state charter school is an organization described under 26 U.S.C. Section 501(c)(3)
96 of the Internal Revenue Code, and such state charter school facility that is or will be
97 financed or refinanced by such private activity bonds is or will be owned or principally
98 used by such state charter school."

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SECTION 4.

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