

Assembly Floor Alert Support: AB 2936 (Wicks)

NextGen California strongly supports AB 2936 (Wicks).

This bill requires the Attorney General to establish a classification for sponsoring organizations that maintain one or more donor-advised funds (DAFs). Given the number and diversity of DAF types, a classification system will ensure that the Attorney General is able to receive timely and insightful reports on the administration of these funds.

Donor advised funds are a rapidly growing method used by philanthropic donors to make charitable gifts. However, DAFs are under increasing scrutiny by news media and academic critics who argue that the manner in which some donors use DAFs can result in the diversion of funding for traditional charitable organizations and reduced public revenues that are not offset by the benefits DAFs produce. AB 2936 will provide the Attorney General with the necessary tools to better understand how DAFs are being used and the impact of these entities on charitable giving more broadly. NextGen supports policies that increase opportunity and prosperity for all Californians.

We urge your support for this bill.