

Nonprofit State Policy Tracker

The National Council of Nonprofits tracks state public policy issues and legislation across the U.S. through a combination of State Association Updates, news reports, connections with policy leaders, and, most importantly, our Network. It is through this engaged Network of State Associations, Nonprofit Allies, and State Policy Allies that the National Council of Nonprofits is able to keep pace with the ever-changing policy developments across the country that affect our sector.

To learn more about the National Council of Nonprofits' policy principles, goals, and priorities, read our [2013 Public Policy Agenda](#). *New entries and updates are indicated in the blue-shaded rows.*

State	Topic*	Issue Description	Status	Link	Additional Information (1)	Additional Information (2)
AZ	Giving Incentive ¹	Amends Arizona's tax code to extend the tax credit to non-itemizers for contributions to nonprofit organizations that serve the working poor.	Pending	SB 1172		
AZ	Giving Incentive ¹	Amends Arizona's tax code to allow nonprofits to spend 50 percent of their total budget or 100 percent of a specific program area's budget on services for the working poor to qualify for contributions under Arizona's tax credit.	Pending	HB 2332		
AZ	Nonprofit Regulations ⁶	Recognizes benefit corporations.	Pending	HB 2276		
CA	Social Impact Bonds ⁴	Establishes the Office of Social Innovation and Entrepreneurship Development within the Office of the Governor to facilitate the use of social impact bonds.	Pending	SB 9	Cal Nonprofits	National Council of Nonprofits
HI	Giving Incentive ¹	Repeals the cap on itemized deductions for certain income categories.	Pending	SB 307		
HI	Giving Incentive ¹	Exempts charitable income tax deductions from the itemized deduction caps.	Pending	SB 462		
HI	Tax	Exempts the general excise tax rate for fundraising	Pending	SB 786		

*Numbers represent relevant 2013 Public Policy Agenda principle listed at the end of this document

	Exemptions ¹	activities by charitable organizations.				
HI	Taxes ¹	Repeals the general excise tax on nonprofit income derived from fees for convention, conference, or trade show exhibits or display spaces.	Pending	SB 485		
IL	Government Contracting ⁴	Requires nonprofits receiving state grants to disclose additional information about their financial agreements and relationships with for-profit companies.	Pending	HB 6237	Donors Forum	National Council of Nonprofits
KY	Giving Incentive ¹	The Governor's Commission recommendations to close a \$1 billion budget gap contain a cap on itemized deductions, including the charitable giving incentive, of \$17,500.	Pending	Source	Kentucky Nonprofit Network	National Council of Nonprofits
MD	Government Contracting ⁴	Creates a new data warehouse (Document Vault) for health, education, and social services providers to facilitate information-sharing with state agencies.	Pending	HB 327		
MD	Nonprofit Regulations ⁶	Removes nonprofits from consideration under the Minority Business Enterprise program.	Pending	HB 48	Maryland Nonprofits	
MD	Social Impact Bonds ⁴	Authorizes the Maryland State Board of Education to issue requests for proposals for social impact bonds to improve public education and to enter contract with certain for-profit and nonprofit entities.	Pending	HB 517		
MA	Government Contracting ⁴	Establishes a permanent Interagency Coordinating Group to work collaboratively to identify, implement, and report on practices that improve the impact, efficiency, and accountability in government-nonprofit partnerships.	Pending	SD 446	Massachusetts Nonprofit Network	
MA	Nonprofit Regulations ⁶	Allows government procurement offices to purchase goods and services valued at less than \$25,000 from nonprofit social service enterprises without a formal Request for Proposal process (RFP.)	Pending	HD 1313	Providers' Council	

MN	Taxes ¹	Lowers the sales tax rate from 6.875 to 5.5 percent and broadens the sales tax base to include sales taxes on certain nonprofits. The expanded sales tax would apply to nonprofits that sell their services (such as the YMCA) and to nonprofits without sales or property tax exemptions that pay for "business to business services," such as legal services or advertising.	Pending	FY 2014 Budget	Minnesota Council of Nonprofits	
MT	Nonprofit Regulations ⁶	Requires nonprofit hospitals to publish quarterly notifications in the local newspaper about the availability of their form 990s and how to access them.	Pending	SB 79	Montana Nonprofit Association	
MT	Nonprofit Regulations ⁶	Requires the Department of Revenue to post list of nonprofits that are in and not in compliance with Montana registration law.	Pending	SB 89	Montana Nonprofit Association	
MT	Giving Incentive ¹	Renews Montana's charitable endowment tax credit. The legislation will be heard in the Senate Taxation Committee on Friday, February 18.	Pending	SB 108	Montana Nonprofit Association	
NE	Taxes ¹	Eliminates approximately \$2.4 billion in nonprofit and other sales tax exemptions to pay for the total elimination of both the individual and corporate income tax.	Pending	Tax Bill 405	Nonprofit Association of the Midlands	National Council of Nonprofits
NE	Taxes ¹	Eliminates approximately \$395 million in sales tax exemptions, but retains those for nonprofits, to pay for the total elimination of the corporate income tax. Also exempts the first \$12,000 of retirement income for married couples and \$6,000 for single individuals.	Pending	Tax Bill 406	Nonprofit Association of the Midlands	National Council of Nonprofits
NV	Nonprofit Regulations ⁶	Requires every nonprofit that intends to solicit tax-deductible charitable contributions in Nevada to file a registration statement and financial report with the Secretary of State.	Pending	AB 60	Alliance of Nevada Nonprofits	

NH	Nonprofit Independence ⁶	Requires nonprofits with contracts of \$250,000 or more from federal, state, and local governments to send the board's presiding officer or his or her designee to trainings in management every two years.	Pending	SB 186	New Hampshire Center for Nonprofits	National Council of Nonprofits
NJ	Government Contracting ⁴	Establishes the New Jersey Task Force on Coordination Among Nonprofit Social Service Organizations.	Pending	S 1751		
NJ	Government Contracting ⁴	Establishes the "Study Commission on the Cost-Effectiveness of Contracting with Nonprofit Organizations."	Pending	S 169		
NJ	Nonprofit Independence ⁶	Requires each nonprofit corporation operating in the State that accepts State funds to hold quarterly board meetings that include time for public participation.	Pending	A 2259		
NJ	Nonprofit Independence ⁶	Requires certain nonprofit organizations be subject to open public records act.	Pending	A 1537		
NJ	Nonprofit Independence ⁶	Broadens the requirements of the Open Public Records Act/Open Public Meetings Act and amends the definition of "quasi-governmental agency" in the Open Public Records and Open Meetings Act to expressly exclude 501(c)(3) organizations except those created by or with the approval of a public agency for the purpose of assisting a public agency.	Pending	S 1452	National Council of Nonprofits	
NJ	Nonprofit Regulations ⁶	Establishes a social impact bond pilot program and study commission within Economic Development Authority.	Pending	A 3289		
NJ	Taxes ¹	Exempts nonprofit car-sharing organizations from the state's \$5 surcharge on car rentals.	Pending	S 1720		
NC	Fees ¹	Cuts benefits for the unemployed, raises unemployment taxes for businesses, and creates new taxes for some nonprofits.	Pending	HB 4	North Carolina Center for Nonprofits	

NC	Nonprofit Regulations ⁶	Requires performance-based contracts with nonprofits and allows state agencies to withhold up to two percent of contract payments to pay for their oversight of nonprofits.	Pending	HB 58	North Carolina Center for Nonprofits	
ND	Tax Exemptions ¹	Exempts all charitable nonprofits from paying sales tax.	Pending	HB 1240	North Dakota Association of Nonprofit Organizations	
ND	Taxes ¹	Empowers municipalities to establish improvement districts and charge special assessments against tax-exempt properties to fund emergency services, including law enforcement, fire, and ambulance services.	Pending	HB 1380	North Dakota Association of Nonprofit Organizations	
ND	Taxes ¹	Suspends the state income tax for two years	Pending	HB 1182		
ND	Taxes ¹	Decreases the personal and corporate income tax rates and increases most of the income levels at which the rates take effect.	Pending	HB 1277		
ND	Taxes ¹	Decreases income tax rates on income from corporations, individuals, estates, and trusts.	Pending	SB 2156		
ND	Taxes ¹	Creates a three percent flat tax on individuals' adjusted gross income.	Pending	HB 1409		
ND	Taxes ¹	Creates a 1.5 percent flat tax on estate, trust, and individual adjusted gross income, and removes the charitable giving credit for S corporations, estates, and individuals.	Pending	SB 2237		
ND	Taxes ¹	Decreases the annual tax on financial institutions, decreases the personal and corporate income tax rates, and increases most of the income levels at which the rates take effect.	Pending	HB 1250		
ND	Nonprofit Regulations ⁶	Recognizes low-profit limited liability companies (L3C's).	Not Enacted	HB 1299		

OK	Taxes ¹	Replaces the state's income tax with a flat tax of 2.95 percent and eliminates all income tax deductions, credits and exemptions, including the charitable giving incentive.	Pending	SB 240		
PA	Taxes ¹	Imposes a new payroll tax of .4 percent on Pittsburgh charitable organizations with more than 250 employees.	Pending	Memorandum	Source	
PA	Taxes ¹	Amends Act 55 to allow for the removal of a Pittsburgh nonprofit's tax-exempt status if it employs workers overseas.	Pending	SB 43		
SC	Nonprofit Regulations ⁶	Amends the Constitution and extends the ability to operate and conduct raffles to charitable nonprofits. Current law only allows the state to conduct lotteries.	Pending	S.239	South Carolina Association of Nonprofit Organizations	
SC	Nonprofit Regulations ⁶	Requires eligible nonprofits to register with the Secretary of State and lays out other requirements charitable nonprofits must follow to operate and conduct raffles. Goes into effect only if the constitutional amendment is passed.	Pending	S.213	South Carolina Association of Nonprofit Organizations	
TX	Mandatory Volunteerism ²	Requires students at public institutions of higher education to perform at least 20 hours of unpaid public service, known as "Service to Texas," in order to receive an undergraduate degree. Also requires schools to develop a list of approved nonprofits at which students can receive credit for public service.	Pending	HB 22		

2013 Public Policy Agenda

1. [Tax Policy: Empowering Community Solutions Through Nonprofits](#)
2. [Budget & Spending: Addressing Community Needs](#)
3. [The Economy: Strengthening Communities through Job Creation and Economic Development](#)
4. [Public-Private Partnership: Improving Collaboration for the Public Good](#)

5. [Advocacy Rights: Promoting Civic Engagement](#)
6. [Public Accountability: Ensuring Public Trust](#)