The Attorney General of California has prepared the following title and summary of the chief purpose and points of the proposed measure:

**REGULATES CERTAIN PUBLIC BENEFIT CORPORATIONS AND NONPROFITS ENGAGED IN ARTIFICIAL INTELLIGENCE (AI) DEVELOPMENT. INITIATIVE STATUTE.** Creates new California Public Benefit AI Accountability Commission within the California Department of Justice, comprised of seven appointed members with specified expertise, to regulate AI companies that were incorporated as "public benefit corporations" or nonprofits under California law. Regulated companies must: (1) demonstrate their public benefit; (2) assist workers displaced by AI; (3) mitigate potential risks of AI systems; and (4) obtain Commission approval before substantially expanding AI system capabilities. Authorizes Commission to set standards for companies' public benefit plans and ensure they use assets for stated public benefit. Summary of estimate by Legislative Analyst and Director of Finance of fiscal impact on state and local governments: **Increased state costs that would likely be in the tens of millions of dollars annually to establish and operate a new regulatory commission overseeing certain public benefit AI companies. These costs would generally be covered by new revenues from annual assessments paid by entities subject to the measure.** (25-0033.)