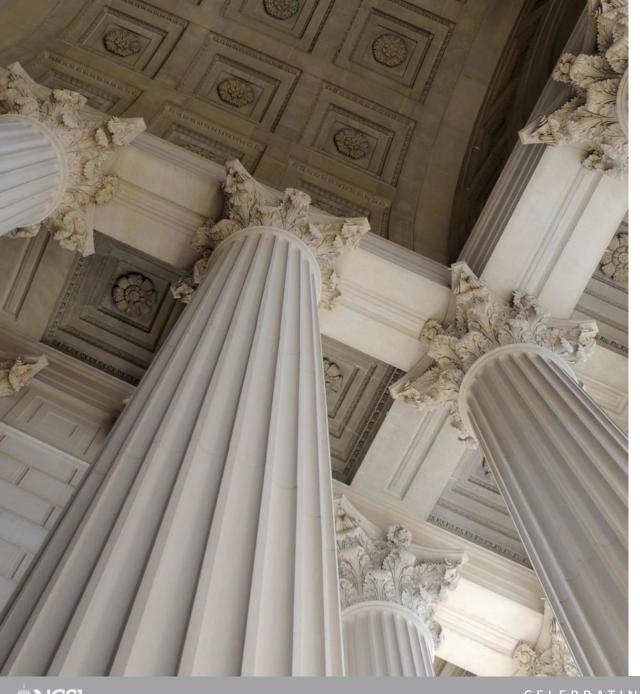
AI Regulation and AI Government Use

Vermont General Assembly
House Energy and Digital Infrastructure
May 8, 2025





STRENGTHENING THE LEGISLATIVE INSTITUTION

HOW NCSL STRENGTHENS LEGISLATURES



Policy Research



NCSL provides trusted, nonpartisan policy research and analysis

Connections



NCSL links legislators and staff with each other and with experts

Training



NCSL delivers training tailored specifically for legislators and staff

State Voice in D.C.

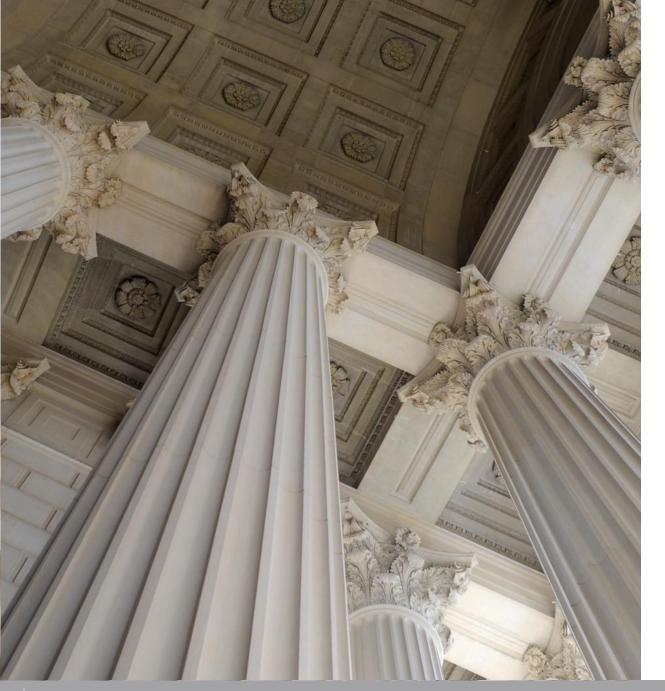


NCSL represents and advocates on behalf of states on Capitol Hill

Meetings



NCSL meetings
facilitate
information
exchange and
policy
discussions



Agenda

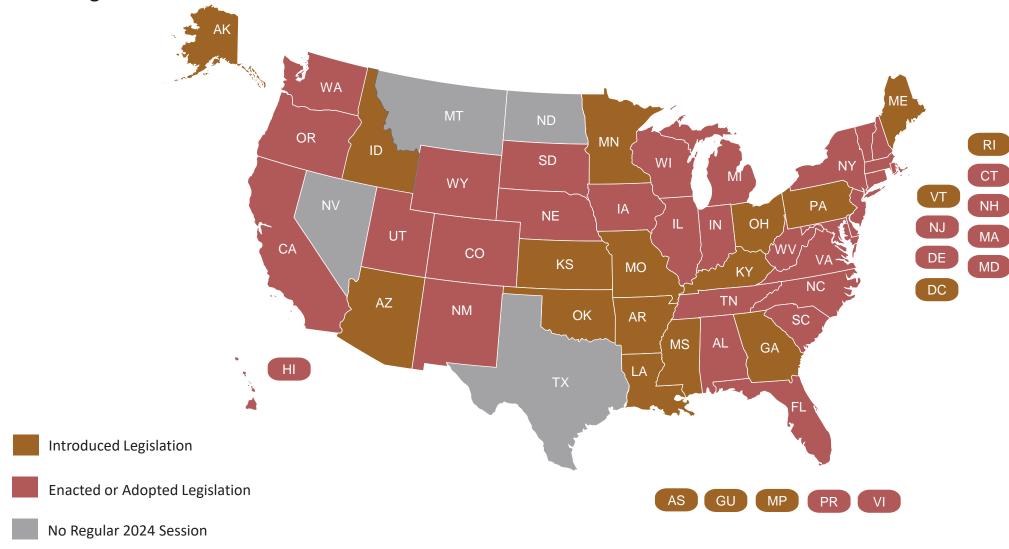
- ➤ 2024 and 2025 AI Legislative Themes
- > Comprehensive AI Regulation
- > Targeted AI Legislation
- > State Government Use of AI
- > Resources



AI 2024 Legislation

Artificial Intelligence State Legislation

2024 Legislative Session



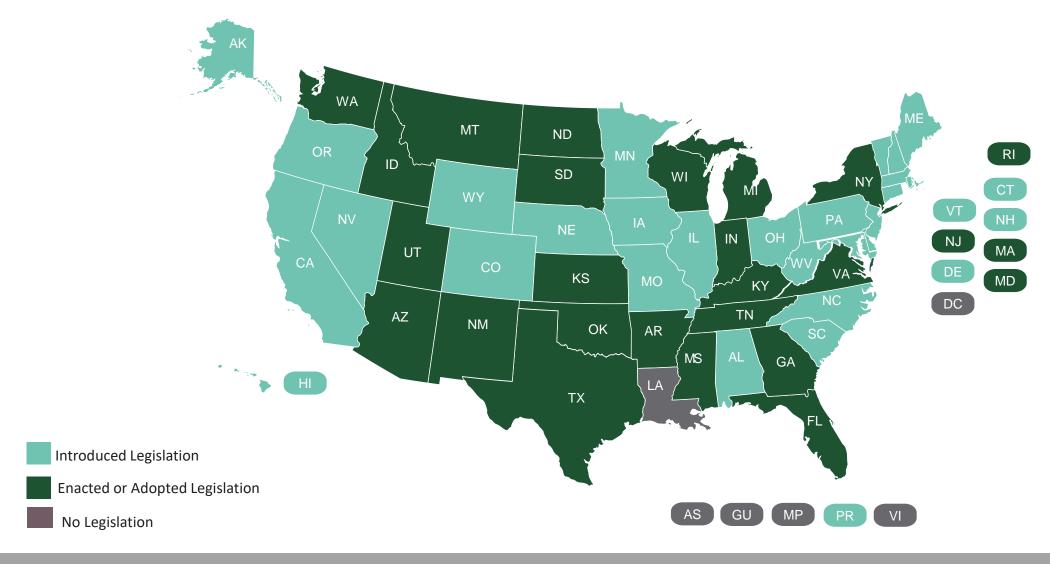




AI 2025 Legislation

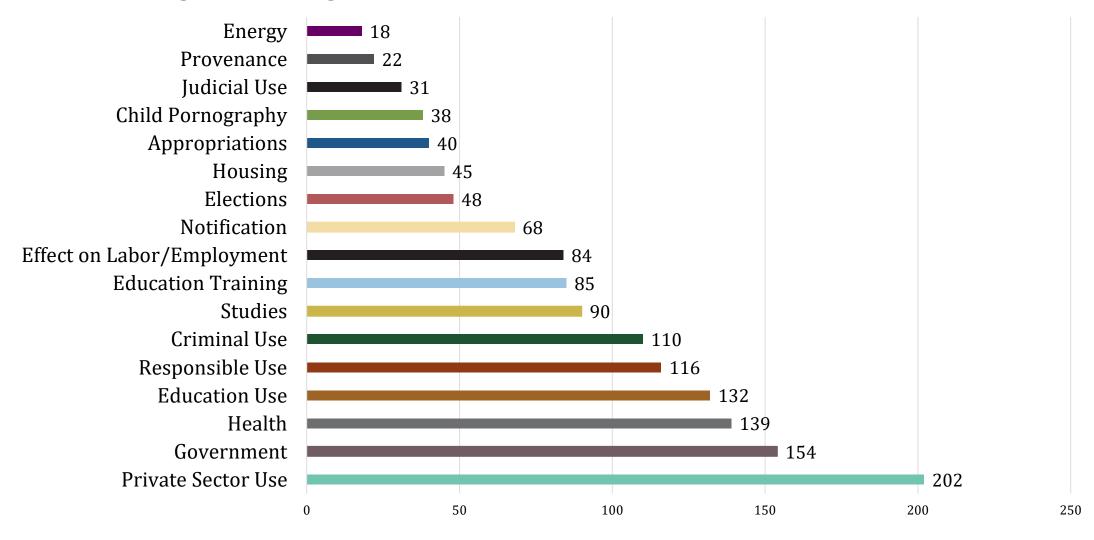
Artificial Intelligence State Legislation

2025 Legislative Session

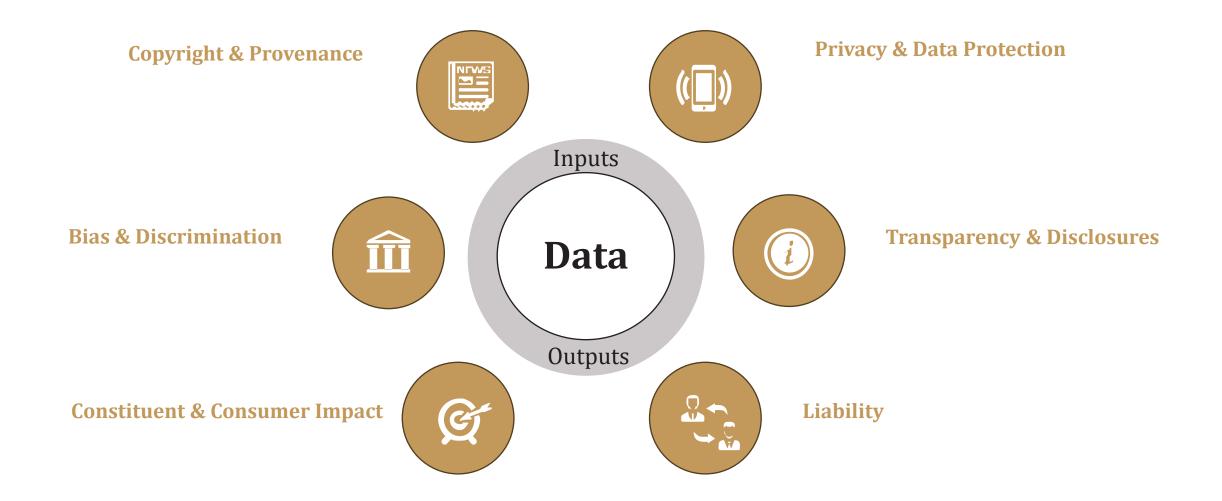


AI Regulation Across the States

Artificial Intelligence 2025 Legislation



Legal and Legislative Considerations





Comprehensive AI Regulation

Consumer Protections & Safety

- In 2024, Colorado and Utah were first in the nation to pass comprehensive AI regulation.
- Colorado enacted SB 205 which applies to developers and deployers of general-purpose or high-risk AI system and is effective February 2026.
 - "Algorithmic Discrimination"
 - Data Governance Measures for Training Data Sets
 - Risk Management Policy and Program
 - Impact Assessment
 - Disclosure
- Utah enacted SB 149 which establishes liability for use of AI that violates consumer protection laws if not properly disclosed.
 - Creates the Office of Artificial Intelligence Policy and the Artificial Intelligence Learning Laboratory Program
 - Data usage limitations and cybersecurity criteria for participants





Targeted AI Regulation

Synthetic Content and Deepfakes

ELECTIONS

- Amending campaign laws to include the use of deepfakes in election and political messaging.
- 2024: 12 states enacted laws
- 2025: North Dakota, South Dakota and Wisconsin
- Characteristics of laws:
 - Disclosure
 - Time-bound
 - Prohibits impersonation

EXPLICIT CONTENT

- Since 2019, 40 new laws have been enacted.
- State laws focused on sexually explicit images
 - Minors
- Create new crimes
- Amend child pornography laws
- Expand nonconsensual intimate image laws

PERFORMANCE

- Use of likeness
- Digital Replicas
- New state laws:
 - Arkansas (2025)
 - California (2024)
 - Tennessee (2024)

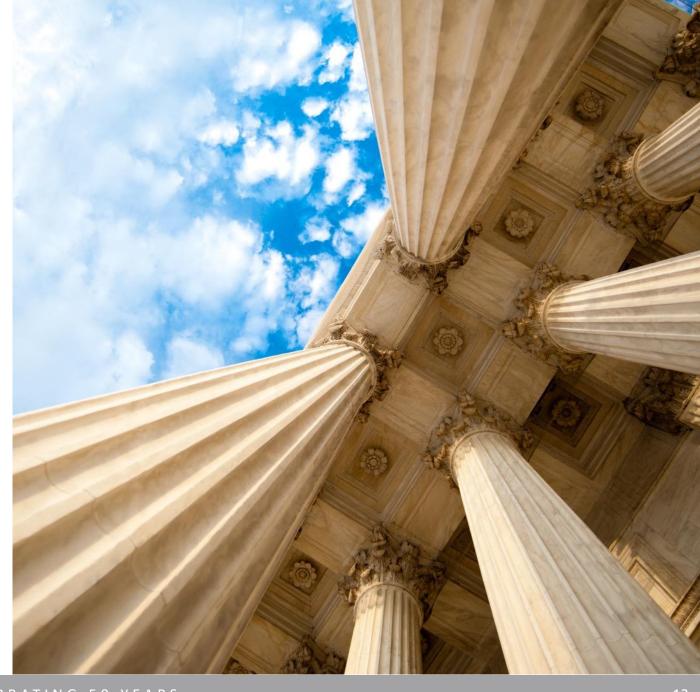




Targeted AI Regulation

2025 Enactments

- Arkansas (<u>H 1876</u>)
 - Model Training and Content Generated by Generative AI
- Colorado (<u>H 1004</u>)
 - No Pricing Coordination Between Landlords
- Montana (<u>\$ 212</u>)
 - Right to Compute Act
- North Dakota (<u>H 1429</u>)
 - Harassment and Stalking with a Robot
- New Jersey (<u>AR 158</u>)
 - Artificial Intelligence Companies Whistleblowers
- New York (<u>S 822</u>)
 - Automated-Employment Decision Making Tool



Regulating State Government Use of AI

STUDY



State legislatures, governors and state agencies have considered various means to study and drive the use of AI for improving and transforming government services and identifying its potential risks.



Over 10 states have instructed state agencies to inventory and describe AI applications within their operations and that impact the services they deliver.

IMPACT ASSESSMENTS



To address concerns about possible bias, discrimination and disparate impact, states have mandated that state agencies run impact assessments to ensure that the AI systems in use are ethical, trustworthy and beneficial.

Regulating State Government Use of AI

OVERSIGH



State legislatures also have established offices and other authorities to oversee AI implementation and make recommendations.

GUIDELINE



At least 30 states have issued guidance on state agency use through governor executive orders, agency collaboration, rulemaking and state legislation.

PROCUREMENT



State employees responsible for information technology and purchasing are incorporating considerations for AI within their current processes.

AI Government Use

Use Examples







State Legislature

Ohio (2021 HB 110)

Department of Medicaid

Florida (2022 HB 5001)

• Department of Health

West Virginia (2023 HB 3214)

• Department of Transportation

Hawaii (2023 SB 2284)

• The University of Hawaii

Executive

Arkansas

- Unemployment Insurance Fraud
- Recidivism Reduction

California

• Proof of Concepts

Pennsylvania

Open Al Pilot

State Agency Action

Vermont

Gen TAX

Oklahoma

Procurement

Georgia

Fair Housing Division

Ohio

RegExplorer



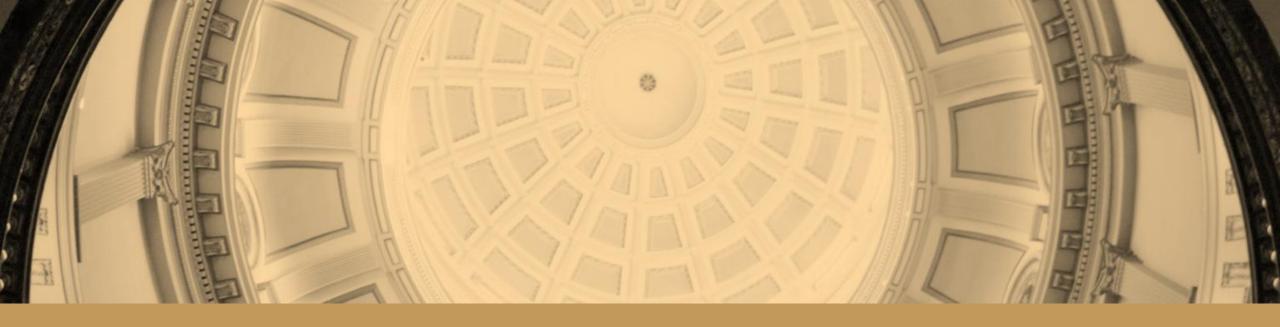
RESOURCES



NCSL Resources

Artificial Intelligence Policy Toolkit

- Artificial Intelligence 2025 Legislation
- Artificial Intelligence 2024 Legislation
- Deceptive Audio or Visual Media ('Deepfakes') 2024 Legislation
- Artificial Intelligence 2023 Legislation
- Legislation Related to Artificial Intelligence (2019-2022 Legislation)
- Artificial Intelligence and Law Enforcement: The Federal and State Landscape
- Artificial Intelligence in Government: The Federal and State Landscape
- Artificial Intelligence in the Workplace: The Federal and State Legislative Landscape
- AI in Elections: A Look at the Federal and State Legislative Landscape
- <u>Legislative Use of Artificial Intelligence 2024 Survey</u>



Thank you for joining today!

Chelsea Canada

Program Principal, Financial Services, Technology & Communications

chelsea.canada@ncsl.org

303.856.1496



www.ncsl.org



@NCSLorg



Denver 7700 East First Place, Denver CO 80230

Washington D.C. 444 North Capitol Street, N.W. Suite 515, Washington, D.C. 20001

