

LFC Requester:	Joseph Simon
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**AGENCY BILL ANALYSIS
2024 REGULAR SESSION**

WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO:

Analysis.nmlegis.gov

{Analysis must be uploaded as a PDF}

SECTION I: GENERAL INFORMATION

{Indicate if analysis is on an original bill, amendment, substitute or a correction of a previous bill}

Check all that apply:

Original **Amendment**
Correction **Substitute**

Date January 25, 2024

Bill No: 184

Sponsor: Reps Sariñana, Serrato, Chandler and Chasey
Short Title: Government Use of Artificial Intelligence Transparency Act

Agency Name and Code Number: State Ethics Commission (410)
Person Writing: Rebecca Branch
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SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY24	FY25		
	500,000	Nonrecurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY24	FY25	FY26		

(Parenthesis () Indicate Expenditure Decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY24	FY25	FY26	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total						

(Parenthesis () Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to:
Duplicates/Relates to Appropriation in the General Appropriation Act

SECTION III: NARRATIVE

BILL SUMMARY

Synopsis: House Bill 184 creates the Government Use of Artificial Intelligence Transparency Act to address the use of artificial intelligence as an independent decision-making device by an agency. It requires agencies to submit yearly reports to GSD outlining what artificial intelligence was used, and the methodology – including data sources - the artificial intelligence based its decision-making process upon. It further requires an aggregate report by GSD to be provided to the governor, LFC and appropriate legislative interim committee. It also adds disclosure requirements for the purchase of artificial intelligence to the procurement code.

FISCAL IMPLICATIONS

No fiscal implications for the State Ethics Commission.

Note: major assumptions underlying fiscal impact should be documented.

Note: if additional operating budget impact is estimated, assumptions and calculations should be reported in this section.

SIGNIFICANT ISSUES

PERFORMANCE IMPLICATIONS

ADMINISTRATIVE IMPLICATIONS

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

SB 130 relates to HB 184. Its short title is the Cybersecurity Act and it creates a work group to develop legislative proposals and recommendations for state policies governing the use and disclosure of artificial intelligence. Similarly, it requires reporting on the findings and recommendations in the same timeframe as HB 184. There is a \$500,000 appropriation for fiscal years 2025 and 2026.

TECHNICAL ISSUES

OTHER SUBSTANTIVE ISSUES

ALTERNATIVES

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

Status quo.

AMENDMENTS