## HOUSE BILL 182

## 56TH LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION, 2024

### INTRODUCED BY

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# AN ACT

RELATING TO ELECTIONS; AMENDING AND ENACTING SECTIONS OF THE CAMPAIGN REPORTING ACT BY ADDING DISCLAIMER REQUIREMENTS FOR ADVERTISEMENTS GENERATED BY USING ARTIFICIAL INTELLIGENCE; PROVIDING DISCLAIMER REQUIREMENTS RELATED TO THE USE OF MATERIALLY DECEPTIVE MEDIA; CREATING THE CRIME OF DISTRIBUTING OR ENTERING INTO AN AGREEMENT WITH ANOTHER PERSON TO DISTRIBUTE MATERIALLY DECEPTIVE MEDIA; ADDING DEFINITIONS; PROVIDING PENALTIES; DECLARING AN EMERGENCY.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

SECTION 1. Section 1-19-26 NMSA 1978 (being Laws 1979, Chapter 360, Section 2, as amended) is amended to read:

"1-19-26. DEFINITIONS.--As used in the Campaign Reporting Act:

A. "advertisement" means a communication referring .227033.2

to a candidate or ballot question that is published, disseminated, distributed or displayed to the public by print, broadcast, satellite, cable or electronic media, including recorded phone messages, or by printed materials, including mailers, handbills, signs and billboards, but "advertisement" does not include:

- (1) a communication by a membership organization or corporation to its current members, stockholders or executive or administrative personnel;
- (2) a communication appearing in a news story or editorial distributed through a print, broadcast, satellite, cable or electronic medium;
- (3) a candidate debate or forum or a communication announcing a candidate debate or forum paid for on behalf of the debate or forum sponsor; provided that two or more candidates for the same position have been invited to participate or, in the case of an uncontested election, that the single candidate for the position has been invited to participate;
- (4) nonpartisan voter guides allowed by the federal Internal Revenue Code of 1986, as amended, for Section 501(c)(3) organizations; or
- (5) statements made to a court or administrative board in the course of a formal judicial or administrative proceeding;

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- B. "anonymous contribution" means a contribution the contributor of which is unknown to the candidate or the candidate's agent or the political committee or its agent who accepts the contribution;
- C. "artificial intelligence" means a machine-based system that can emulate the structure and characteristics of input data in order to generate synthetic content, including images, video or audio;
- [G.] D. "ballot question" means a constitutional amendment or other question submitted to the voters in an election;
- $[rac{D_{ullet}}{2}]$  "bank account" means an account in a financial institution regulated by the United States or a state of the United States;
- $[E_{ullet}]$   $F_{ullet}$  "campaign committee" means an association of two or more persons authorized by a candidate to act on the candidate's behalf for the purpose of electing the candidate to office; provided that a candidate shall not authorize more than one campaign committee;
- $[F_{\bullet}]$   $G_{\bullet}$  "campaign expenditure" means an expenditure that is made by a campaign committee or by a candidate in support of the candidate's campaign in an election;
- [G.] H. "candidate" means an individual who seeks or considers an office in an election covered by the Campaign Reporting Act, including a public official, who has filed a .227033.2

declaration of candidacy and has not subsequently filed a statement of withdrawal or:

- (1) for a nonstatewide office, has received contributions or made expenditures of more than one thousand dollars (\$1,000) or authorized another person or campaign committee to receive contributions or make expenditures of more than one thousand dollars (\$1,000) for the purpose of seeking election to the office; or
- (2) for a statewide office, has received contributions or made expenditures of more than three thousand dollars (\$3,000) or authorized another person or campaign committee to receive contributions or make expenditures of more than three thousand dollars (\$3,000) for the purpose of seeking election to the office or for candidacy exploration purposes in the years prior to the year of the election;

#### [H.] I. "contribution":

- (1) means a gift, subscription, loan, advance or deposit of money or other thing of value, including the estimated value of an in-kind contribution, that is made or received for a political purpose, including payment of a debt incurred in an election campaign;
  - (2) includes a coordinated expenditure;
- (3) does not include the value of services provided without compensation or unreimbursed travel or other personal expenses of individuals who volunteer a portion or all .227033.2

of their time on behalf of a candidate or political committee nor does it include the administrative or solicitation expenses of a political committee that are paid by an organization that sponsors the committee; and

- (4) does not include the value of the incidental use of the candidate's personal property, home or business office for campaign purposes;
- [ $\overline{\text{I.}}$ ]  $\underline{\text{J.}}$  "coordinated expenditure" means an expenditure that is made:
- (1) by a person other than a candidate or campaign committee;
- (2) at the request or suggestion of, or in cooperation, consultation or concert with, a candidate, campaign committee or political party or any agent or representative of a candidate, campaign committee or political party; and
  - (3) for the purpose of:
- (a) supporting or opposing the nomination or election of a candidate; or
- (b) paying for an advertisement that refers to a clearly identified candidate and is published and disseminated to the relevant electorate in New Mexico within thirty days before the primary election or sixty days before the general election in which the candidate is on the ballot;
- [J.] K. "deliver" or "delivery" means to deliver by .227033.2

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transmission	or	facsimile	e or	bу	personal	service;

L. "depicted individual" means an individual whose image, photo, likeness or voice is represented in an advertisement or other media in such a manner that results in the individual being clearly identifiable by an average viewer or listener of the advertisement or media;

M. "distribution platform" means a website or a regularly published newspaper, magazine or other periodical of general circulation, including an internet or electronic publication, that routinely carries news and commentary of general interest and that publishes advertisements;

[K.] N. "election" means any primary, general or statewide special election in New Mexico and includes county and judicial retention elections but excludes federal, municipal, school board and special district elections;

[1. ] O. "election year" means an even-numbered year in which an election covered by the Campaign Reporting Act is held;

[M.] P. "expenditure" means a payment, transfer or distribution or obligation or promise to pay, transfer or distribute any money or other thing of value for a political purpose, including payment of a debt incurred in an election campaign or pre-primary convention;

[N.] Q. "independent expenditure" means an .227033.2

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2	(1) made by a person other than a candidate or
3	campaign committee;
4	(2) not a coordinated expenditure as defined
5	in the Campaign Reporting Act; and
6	(3) made to pay for an advertisement that:
7	(a) expressly advocates the election or
8	defeat of a clearly identified candidate or the passage or
9	defeat of a clearly identified ballot question;
10	(b) is susceptible to no other
11	reasonable interpretation than as an appeal to vote for or
12	against a clearly identified candidate or ballot question; or
13	(c) refers to a clearly identified
14	candidate or ballot question and is published and disseminated
15	to the relevant electorate in New Mexico within thirty days
16	before the primary election or sixty days before the general
17	election at which the candidate or ballot question is on the
18	ballot;
19	$[\theta_{\bullet}]$ $\underline{R}_{\bullet}$ "legislative caucus committee" means a
20	political committee established by the members of a political
21	party in a chamber of the legislature;
22	S. "materially deceptive media" means an image,
23	video or audio that:
24	(1) depicts an individual engaged in conduct
25	or speech in which the depicted individual did not engage;

expenditure that is:

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	<u>(2) upon</u>	viewing or	listening to, a	<u>ı reasonable</u>
<u>viewer or liste</u>	ner would i	incorrectly	believe that th	e depicted
<u>individual enga</u>	ged in the	conduct or	speech depicted	in the
media; and				

- (3) was produced in whole or in part by using artificial intelligence;
  - "person" means an individual or entity; [<del>P.</del>] T.
  - $[Q_{\bullet}]$  <u>U.</u> "political committee" means:
    - (1) a political party;
    - a legislative caucus committee; (2)
- (3) an association that consists of two or more persons whose primary purpose is to make contributions to candidates, campaign committees or political committees or make coordinated expenditures or any combination thereof; or
- an association that consists of two or (4) more persons whose primary purpose is to make independent expenditures and that has received more than five thousand dollars (\$5,000) in contributions or made independent expenditures of more than five thousand dollars (\$5,000) in the election cycle;
- [R.] V. "political party" means an association that has qualified as a political party pursuant to the provisions of Section 1-7-2 NMSA 1978;
- [S.] W. "political purpose" means for the purpose of supporting or opposing a ballot question or the nomination .227033.2

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or election of a candidate;

[ $\overline{T_*}$ ]  $\underline{X_*}$  "prescribed form" means a form or electronic format prepared and prescribed by the secretary of state;

 $[U_{r}]$  Y. "public official" means a person elected to an office in an election covered by the Campaign Reporting Act or a person appointed to an office that is subject to an election covered by that act; and

 $[brac{\forall \cdot}{\cdot}]$  Z. "reporting individual" means a public official, candidate or treasurer of a campaign committee or a treasurer of a political committee."

SECTION 2. Section 1-19-26.4 NMSA 1978 (being Laws 2019, Chapter 262, Section 2) is amended to read:

# "1-19-26.4. DISCLAIMERS IN ADVERTISEMENTS--<u>USE OF</u> <u>ARTIFICIAL INTELLIGENCE--VIOLATION--PENALTY</u>.--

A. A person who makes a campaign expenditure, a coordinated expenditure or an independent expenditure for an advertisement in an amount that exceeds one thousand dollars (\$1,000), or in an amount that, when added to the aggregate amount of the campaign expenditures, coordinated expenditures and independent expenditures for advertisements made by the same person during the election cycle, exceeds one thousand dollars (\$1,000), shall ensure that the advertisement contains the name of the candidate, committee or other person who authorized and paid for the advertisement.

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- В. The requirements of Subsection A of this section do not apply to the following:
- bumper stickers, pins, buttons, pens and (1) similar small items upon which the disclaimer cannot be conveniently printed; or
- (2) skywriting, water towers, wearing apparel or other means of displaying an advertisement of such a nature that the inclusion of a disclaimer would be impracticable.
- C. The disclaimer statements required by Subsection A of this section shall be set forth legibly on any advertisement that is disseminated or displayed by visual If the advertisement is transmitted by audio media, the statement shall be clearly spoken during the advertisement. Τf the advertisement is transmitted by audiovisual media, the statement shall be both written legibly and spoken clearly during the advertisement.
- D. If a person creates, produces or purchases an advertisement generated in whole or in part by using artificial intelligence, the advertisement shall include a disclaimer. The disclaimer shall appear in a clear and conspicuous manner and shall indicate that the advertisement was generated in whole or in part by the use of artificial intelligence, and if the advertisement is:
- (1) in written form, the disclaimer shall be a clearly written statement using the same size text and in the .227033.2

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(2) in the form of a graphic, the disclaimer shall be a statement that appears in the graphic in text in the same language and at least as large as the majority of any other text used in the graphic;

(3) an audio communication, the disclaimer shall be a spoken audio statement lasting at least four seconds, placed at the beginning or the end of the audio communication and spoken in a clear, audible and intelligible manner in the same language as the language used in the audio communication;

(4) a video that also includes audio, the disclaimer shall be a spoken audio statement lasting at least four seconds, placed at the beginning or the end of the video and spoken in a clear, audible and intelligible manner in the same language as the language spoken in the video; and

(5) a video that does not include audio, the disclaimer shall be provided in the video as a statement using letters at least as large as the majority of any text included with the video and in the same language as the text, or, if there is no text communication included with the video, in a size that is easily readable by the average viewer.

E. Each occurrence of a person creating, producing or purchasing an advertisement generated in whole or in part by using artificial intelligence that fails to meet the applicable .227033.2

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disclaimer requirements provided in Subsection D of this
section constitutes a separate violation. A person found to
have violated the requirements provided in Subsection D of this
section shall be subject to civil penalties as provided in
Section 1-19-34.6 NMSA 1978.

F. The disclaimers required by Subsection D of this section do not apply to:

(1) a radio or television broadcasting station, including a cable or satellite television operator, programmer or producer, that broadcasts an advertisement as part of a bona fide newscast, news interview, news documentary or on-the-spot coverage of a bona fide news event if the broadcast clearly acknowledges through content or a disclaimer, in a manner that can be easily read or heard by an average viewer or listener, that the advertisement was generated in whole or in part by using artificial intelligence and does not accurately represent the speech or conduct of the depicted individual:

(2) a radio or television broadcasting station, including a cable or satellite television operator, programmer or producer, that broadcasts an advertisement when the station is paid to broadcast the advertisement;

(3) an advertisement that reasonably constitutes satire or parody; and

(4) an advertisement that is published, posted .227033.2

[<del>bracketed material</del>] = delete

or otherwise distributed by or on a distribution platform, if
the distribution platform has a clearly stated written policy
that it provides to each person or entity that creates, seeks
to publish or seeks to originally distribute an advertisement
that the advertisement shall include a disclaimer consistent
with the requirements provided in Subsection D of this section.

G. A distribution platform is not liable for lack of a disclaimer as required in Subsection D of this section regarding an advertisement or prerecorded telephone message if the distribution platform can show that it provided to the person who created, produced or purchased the advertisement the distribution platform's disclaimer requirements for content in an advertisement or prerecorded telephone message created in whole or in part by using artificial intelligence."

SECTION 3. A new section of the Campaign Reporting Act, Section 1-19-26.8 NMSA 1978, is enacted to read:

"1-19-26.8. [NEW MATERIAL] PROHIBITED USE OF MATERIALLY DECEPTIVE MEDIA--DISCLAIMERS REQUIRED--CRIME FOR VIOLATION--EXCEPTIONS--ENFORCEMENT.--

A. Except as otherwise provided in Subsections B through E of this section, it is a violation of the Campaign Reporting Act for a person to distribute or enter into an agreement with another person to distribute materially deceptive media. A person violates this subsection if that person distributes or enters into an agreement with another .227033.2

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1	person	to	distribute	materially	deceptive	media	and:
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- (1) the person knows the materially deceptive media falsely represents a depicted individual;
- (2) the distribution occurs within ninety days before an election; and
- the person intends the distribution to result in altering the voting behavior of electors in an election by misleading the electors into believing that the depicted individual engaged in the speech or conduct depicted, and the distribution is reasonably likely to cause that result.
- The prohibition provided in Subsection A of this section does not apply to materially deceptive media if that media is a video that includes a disclaimer that:
- appears throughout the entirety of the (1) video;
- (2) informs the viewer that the media has been manipulated using artificial intelligence and depicts speech or conduct that did not occur;
- is clearly visible to and readable by an average viewer;
- (4) is in text at least as large as the majority of any text communication in the video or, if there is no text communication, in a size that is easily readable by an average viewer; and
- is in the same language as the language .227033.2

used in the video media.

- C. The prohibition provided in Subsection A of this section does not apply to materially deceptive media that is audio and does not also contain image or video media if, at the beginning and the end of the audio, a disclaimer is read in a clearly spoken manner that can be heard by an average listener and is spoken in the same language used in the audio.
- D. The prohibition provided in Subsection A of this section does not apply to materially deceptive media that is a still image if that image provides a disclaimer that is clearly visible to and readable by an average viewer and, if the still image contains other text, the text in the disclaimer is in letters at least as large as the majority of the text and is in the same language as the language used in the other text.
- E. The prohibition provided in Subsection A of this section does not apply to materially deceptive media that was generated by editing an existing image, audio or video if the materially deceptive media includes a disclaimer in the form of a citation directing the viewer or listener to the original existing image, audio or video from which the generated media was obtained.
- F. A person found to have willfully and knowingly violated the prohibition provided in Subsection A of this section is guilty of a crime as follows:
- (1) for a first violation, a misdemeanor .227033.2

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- (2) for a violation that occurs within five years of a previous conviction for a violation under this section, a felony punishable by imprisonment for not more than five years or a fine of not more than one thousand dollars (\$1,000), or both.
- G. Enforcement of the provisions of this section, including injunctive relief, against a person who violates this section may be sought in any court of competent jurisdiction by any of the following:
  - (1) the attorney general;
  - (2) a district attorney;
- (3) a depicted individual who is falsely represented;
- (4) a candidate for office who has been injured or is likely to be injured by the distribution of materially deceptive media; or
- (5) any organization that represents the interests of voters who are likely to be misled by the distribution of materially deceptive media."
- SECTION 4. EMERGENCY.--It is necessary for the public peace, health and safety that this act take effect immediately.