

NATIONAL CONFERENCE of STATE LEGISLATURES

The Forum for America's Ideas



Task Force on Artificial Intelligence, Cybersecurity, and Privacy Federal Update

Susan Frederick, Sr. Federal Affairs Counsel January 12, Las Vegas, Nevada

Topics Covered Today

- Executive Order 14110 Executive Order on Safe, Secure, and Trustworthy Artificial Intelligence
- Bipartisan Framework for U.S. Act
- No Section 230 Immunity For Al Act





E.O. 14110

- Applies to Executive Branch federal agencies
- Covers 8 policy areas
- Messaging U.S. Leadership
- Discourages general bans on AI

 FedRAMP prioritization
- Recognizes AI is linked with privacy and cybersecurity
- OMB guidance sets standard of care
- Builds on AI Bill of Rights and NIST AI Risk Management
 Framework









EO defines AI -- 15 U.S.C. 9401(3):

"a machine-based system that can, for a given set of human-defined objectives, make predictions, recommendations or decisions influencing real or virtual environments."

More Considerations:



Appropriations

- Needed for implementation
- Can Feds appropriate enough?
- Resources?



Defense Production Act Use

- Controversial
- Judicial challenge?
- Congressional Action?

8 Policy Areas Covered in EO

- Safety and Security
- Innovation and Competition
- Worker Support
- Awareness of Al Bias and Civil Rights
- Consumer Protection
- Privacy
- Federal Use of Al
- International Leadership









Agencies Receiving Public Input



This Photo by Unknown Author is licensed under CC BY-NC

Commerce

- Dual use foundation models
- Watermarking & content authentication



HHS

- Plan for states & localities using AI to administer public benefits
- Notice of Al use to public



Labor

 RFI to identify AI occupations where more qualified U.S. workers are needed.



This Photo by Unknown Author is licensed under CC BY-SA-NC

OMB

 Guidance on privacy provisions of E-government Act.



State

 Rulemaking on allowing more foreign workers and students.



Agency Reports to the Public



Treasury

 Best practices for financial institutions to manage Al

Energy

 Al potential to improve the electric grid infrastructure and provide clean electric power

President's Council

 Role of AI in research aimed at tackling global and social challenges.





Agency Reports to the President

Attorney General

Use of AI in criminal justice system

Labor

 Worker displacement caused by Al

DHS

 Priority actions to mitigate risks to critical infrastructure



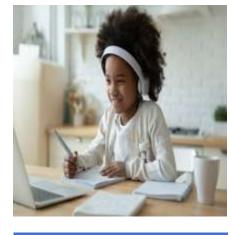
Bipartisan Framework for U.S. Act (Blumenthal/Hawley)











Licensing Regime

Companies developing AI must register with independent oversight body

Legal Accountability

Section 230 doesn't apply.

Private right of action

Oversight body action

National Security

Congress must limit transfer of AI models to adversary nations such as Russia & China

Promote Transparency

Notice to users of Al

Disclosure of essential info about AI models

Watermarks required

Protect Consumers and Kids

Consumers have control over how personal data is used

Strict guidelines for kids.







No Section 230 Immunity For AI Act (Blumenthal/Hawley)

 "Nothing in this section (other than subsection (c)(2)(A)) shall be construed to impair or limit any claim in a civil action or charge in a criminal prosecution brought under Federal or State law against the provider of an interactive computer service if the conduct underlying the claim or charge involves the use or provision of generative artificial intelligence by the interactive computer service."