

General Assembly

January Session, 2025

Amendment

LCO No. 8464



Offered by: SEN. MARONEY, 14<sup>th</sup> Dist.

To: Subst. Senate Bill No. 2

File No. 603

Cal. No. 328

# "AN ACT CONCERNING ARTIFICIAL INTELLIGENCE."

Strike everything after the enacting clause and substitute the
 following in lieu thereof:

"Section 1. (NEW) (*Effective October 1, 2025*) For the purposes of this
section and sections 2 to 5, inclusive, of this act, unless the context
otherwise requires:

6 (1) "Algorithmic discrimination" (A) means any use of an artificial 7 intelligence system that results in any unlawful differential treatment or 8 impact that disfavors any individual or group of individuals on the basis 9 of one or more classifications protected under the laws of this state or 10 federal law, and (B) does not include (i) the offer, license or use of a high-11 risk artificial intelligence system by a developer or deployer for the sole 12 purpose of (I) the developer's or deployer's testing to identify, mitigate 13 or prevent discrimination or otherwise ensure compliance with state 14 and federal law, or (II) expanding an applicant, customer or participant pool to increase diversity or redress historic discrimination, or (ii) an act 15 16 or omission by or on behalf of a private club or other establishment not

in fact open to the public, as set forth in Title II of the Civil Rights Act of1964, 42 USC 2000a(e), as amended from time to time;

(2) "Artificial intelligence system" means any machine-based system
that (A) for any explicit or implicit objective, infers from the inputs such
system receives how to generate outputs, including, but not limited to,
content, decisions, predictions or recommendations, that can influence
physical or virtual environments, and (B) may vary in its level of
autonomy and adaptiveness after such system is deployed;

25 (3) "Consequential decision" means any decision or judgment that has 26 any material legal or similarly significant effect on the provision or 27 denial to any consumer of, or the cost or terms of, (A) any education 28 enrollment or education opportunity, (B) any employment or 29 employment opportunity, (C) any loan, financing or credit offered or 30 extended to a consumer for any personal, family or household purpose, 31 (D) any service provided by this state or any municipality in this state 32 to support the continuing operations of any state or municipal 33 government agency or to provide for the public health, safety or welfare, 34 including, but not limited to, any such service provided for the purposes 35 of Medicare, Medicaid, law enforcement, regulatory oversight, licensing 36 or permitting, (E) any health care services, (F) any housing, or (G) any 37 legal services;

38 (4) "Consumer" means any individual who is a resident of this state;

39 (5) "Deploy" means to put a high-risk artificial intelligence system40 into use;

41 (6) "Deployer" means any person doing business in this state that42 deploys a high-risk artificial intelligence system in this state;

43 (7) "Developer" means any person doing business in this state that
44 develops, or intentionally and substantially modifies, an artificial
45 intelligence system;

46 (8) "High-risk artificial intelligence system" (A) means any artificial

47 intelligence system that, when deployed, makes, or is a substantial 48 factor in making, a consequential decision, and (B) unless the 49 technology, when deployed, makes, or is a substantial factor in making, 50 a consequential decision, does not include (i) any technology that (I) 51 performs any narrow procedural task that is limited in nature, 52 including, but not limited to, any technology that classifies incoming 53 documents into categories, is used to detect duplicate applications 54 among a large number of applications, categorizes documents based on 55 when such documents were received, renames files according to 56 standardized naming conventions or automates the extraction of 57 metadata for indexing, (II) improves a previously completed human 58 activity and is not a substantial factor in any decision resulting from 59 such human activity, including, but not limited to, any technology that 60 improves the language used in previously drafted documents, or (III) 61 detects preexisting decision-making patterns, or deviations from 62 preexisting decision-making patterns, following a previously completed 63 human assessment that such technology is not intended to influence or 64 replace without sufficient human review, including, but not limited to, 65 any technology that analyzes a particular decision-maker's preexisting 66 decisions or decision-making patterns and designates any decision as 67 potentially inconsistent or anomalous, (ii) any tool for filtering robocalls 68 or junk or spam electronic mail or messages, (iii) any spell-checking tool, 69 (iv) any calculator, (v) any Internet or computer network infrastructure 70 optimization, diagnostic or maintenance tool, including, but not limited 71 to, any domain name registration, web site hosting, content delivery, 72 web caching, network traffic management or system diagnostic tool, (vi) 73 any database, spreadsheet or similar tool that exclusively organizes data 74 that is already in the possession of the person using such database, 75 spreadsheet or similar tool, (vii) any technology that is used to perform, 76 assist or administer office support functions and other ancillary 77 business operations, including, but not limited to, any technology that 78 is used to order office supplies, manage meeting schedules or automate 79 inventory tracking, (viii) any fraud prevention system or tool that is 80 used to prevent, detect or respond to any unlawful and malicious 81 conduct or to comply with state and federal law, or (ix) any technology

that communicates with consumers in natural language for the purpose
of providing consumers with information, referrals, recommendations
or answers to questions, provided such technology is subject to an
acceptable use policy;

86 (9) "Intentional and substantial modification" (A) means any 87 deliberate material change made to an artificial intelligence system that 88 was not predetermined by a developer and materially increases the risk 89 of algorithmic discrimination, and (B) does not include any change 90 made to a high-risk artificial intelligence system, or the performance of 91 a high-risk artificial intelligence system, if (i) the high-risk artificial 92 intelligence system continues to learn after such high-risk artificial 93 intelligence system is (I) offered, sold, leased, licensed, given or 94 otherwise made available to a deployer, or (II) deployed, and (ii) such 95 change (I) is made to such high-risk artificial intelligence system as a 96 result of any learning described in subparagraph (B)(i) of this 97 subdivision, (II) was predetermined by the deployer, or the third party 98 contracted by the deployer, when such deployer or third party 99 completed the initial impact assessment of such high-risk artificial 100 intelligence system as set forth in subparagraph (B) of subdivision (2) of 101 subsection (a) of section 3 of this act, and (III) is included in the technical 102 documentation for such high-risk artificial intelligence system;

(10) "Person" means any individual, association, corporation, limitedliability company, partnership, trust or other legal entity;

(11) "Substantial factor" (A) means a factor that (i) assists in making a
consequential decision, (ii) is capable of altering the outcome of a
consequential decision, and (iii) is generated by an artificial intelligence
system, and (B) includes, but is not limited to, any use of an artificial
intelligence system to generate any content, decision, prediction or
recommendation concerning a consumer that is used as a basis to make
a consequential decision concerning the consumer; and

(12) "Trade secret" has the same meaning as provided in section 35-51 of the general statutes.

Sec. 2. (NEW) (*Effective October 1, 2025*) (a) In any action brought against a developer under section 42-110g of the general statutes, if the plaintiff alleges that the use of a high-risk artificial intelligence system resulted in algorithmic discrimination against one or more consumers, the Superior Court shall not assess punitive damages against the developer if:

(1) The algorithmic discrimination was not the result of any wanton,wilful or grossly negligent act or omission of the developer, and:

122 (A) The developer was in full compliance with the guidance and 123 standards set forth in the then current version of (i) the "Artificial 124 Intelligence Risk Management Framework" published by the National 125 Institute of Standards and Technology, (ii) ISO or IEC 42001 of the 126 International Organization for Standardization, or (iii) a nationally or 127 internationally recognized risk management framework for artificial 128 intelligence systems, other than the guidance and standards specified in 129 subparagraphs (A)(i) and (A)(ii) of this subdivision, that imposed 130 requirements that were substantially equivalent to, and at least as 131 stringent as, the requirements set forth in the guidance and standards 132 specified in subparagraphs (A)(i) and (A)(ii) of this subdivision; or

(B) The developer, or a third party contracted by the developer, made
available to each deployer or other developer of the high-risk artificial
intelligence system, with respect to the activities the developer
performed in contributing to the development of such high-risk artificial
intelligence system:

(i) A general statement describing the intended uses, and the known
harmful or inappropriate uses, of such high-risk artificial intelligence
system;

(ii) Documentation disclosing (I) high-level summaries of the type of
data used to train such high-risk artificial intelligence system, (II) the
known or reasonably foreseeable limitations of such high-risk artificial
intelligence system, including, but not limited to, the known or

reasonably foreseeable risks of algorithmic discrimination arising from the intended uses of such high-risk artificial intelligence system, (III) the purpose of such high-risk artificial intelligence system, and (IV) the intended benefits and uses of such high-risk artificial intelligence system;

(iii) Any documentation in addition to the documentation described
in subparagraph (B)(ii) of this subdivision that was reasonably
necessary to assist such deployer or other developer to understand the
outputs, and monitor the performance, of such high-risk artificial
intelligence system; and

155 (iv) Documentation describing (I) how such high-risk artificial 156 intelligence system was evaluated for performance, and mitigation of 157 algorithmic discrimination, before such high-risk artificial intelligence 158 system was offered, sold, leased, licensed, given or otherwise made 159 available to such deployer, (II) the data governance measures used to 160 cover the training datasets and the measures used to examine the 161 suitability of data sources, possible biases and appropriate mitigation, 162 (III) the intended outputs of such high-risk artificial intelligence system, 163 (IV) the measures the developer had taken to mitigate any known or 164 reasonably foreseeable risks of algorithmic discrimination that might 165 arise from deployment of such high-risk artificial intelligence system, 166 and (V) how such high-risk artificial intelligence system was intended 167 to be used, based on known or reasonably foreseeable harmful or 168 inappropriate applications, and monitored by an individual when such 169 high-risk artificial intelligence system is used to make, or as a substantial 170 factor in making, a consequential decision;

171 (2) The developer, or a third party contracted by the developer, made 172 available to each deployer of the high-risk artificial intelligence system, 173 through artifacts such as system cards or other impact assessments, the 174 documentation and information necessary for such deployer, or a third 175 party contracted by such deployer, to complete an impact assessment as 176 set forth in subparagraph (B) of subdivision (2) of subsection (a) of 177 section 3 of this act;

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178	(3) The developer, or a third party contracted by the developer, made
179	available, in a manner that was clear and readily available on such
180	developer's Internet web site or in a public use case inventory, a
181	statement summarizing:
182	(A) The types of high-risk artificial intelligence systems that such
183	developer (i) developed or intentionally and substantially modified, and
184	(ii) made available to a deployer or another developer; and
185	(B) How such developer would manage any known or reasonably
186	foreseeable risks of algorithmic discrimination that might arise from the
187	intended uses of the types of high-risk artificial intelligence systems
188	described in subparagraph (A) of this subdivision; and
189	(4) The developer, or a third party contracted by the developer,
190	updated the statement made available pursuant to subdivision (3) of
191	this subsection (A) as necessary to ensure that such statement remained
192	accurate, and (B) not later than ninety days after the developer
193	intentionally and substantially modified any high-risk artificial
194	intelligence system described in subparagraph (A) of subdivision (3) of
195	this subsection.
196	(b) Except as provided in subsection (a) of this section, nothing in this
197	section shall be construed to (1) preempt or otherwise affect any right,
198	claim, remedy, presumption or defense available at law or in equity, or
199	(2) limit the authority of the Attorney General or the Commissioner of
200	Consumer Protection to seek any relief available at law or in equity.
201	Sec. 3. (NEW) (Effective October 1, 2025) (a) In any action brought
202	against a deployer under section 42-110g of the general statutes, if the
203	plaintiff alleges that the use of a high-risk artificial intelligence system
204	resulted in algorithmic discrimination against one or more consumers,
205	the Superior Court shall not assess punitive damages against the
206	deployer if the algorithmic discrimination was not the result of any

207 wanton, wilful or grossly negligent act or omission of the deployer, and:

208 (1) The deployer was in full compliance with the guidance and

209 standards set forth in the then current version of (A) the "Artificial 210 Intelligence Risk Management Framework" published by the National 211 Institute of Standards and Technology, (B) ISO or IEC 42001 of the 212 International Organization for Standardization, or (C) a nationally or 213 internationally recognized risk management framework for artificial 214 intelligence systems, other than the guidance and standards specified in 215 subparagraphs (A) and (B) of this subdivision, that imposed 216 requirements that were substantially equivalent to, and at least as 217 stringent as, the requirements set forth in the guidance and standards 218 specified in subparagraphs (A) and (B) of this subdivision; or

219 (2) The deployer, or a third party contracted by the deployer:

220 (A) Implemented and maintained a risk management policy and 221 program to govern such deployer's deployment of the high-risk artificial 222 intelligence system, (i) which policy and program specified and 223 incorporated the principles, processes and personnel that the deployer 224 used to identify, document and mitigate any known or reasonably 225 foreseeable risks of algorithmic discrimination, and (ii) which policy 226 was the product of an iterative process, which program was an iterative 227 process and which policy and program were planned, implemented and 228 regularly and systematically reviewed and updated over the lifecycle of 229 such high-risk artificial intelligence system;

(B) Completed an impact assessment of the high-risk artificial
intelligence system (i) at least annually, and (ii) not later than ninety
days after an intentional and substantial modification to such high-risk
artificial intelligence system was made available;

(C) Included in each impact assessment completed as set forth in
subparagraph (B) of this subdivision, at a minimum and to the extent
reasonably known by, or available to, the deployer:

(i) A statement by the deployer disclosing the purpose, intended use
cases and deployment context of, and benefits afforded by, the high-risk
artificial intelligence system;

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240	(ii) An analysis of whether the deployment of the high-risk artificial
241	intelligence system would pose any known or reasonably foreseeable
242	risks of algorithmic discrimination and, if so, the nature of such
243	algorithmic discrimination and the steps that would be taken to mitigate
244	such risks;
245	(iii) A description of the categories of data the high-risk artificial
246	intelligence system processed as inputs;
247	(iv) A description of the outputs such high-risk artificial intelligence
248	system produced;
240	system produced,
249	(v) If the deployer used data to customize the high-risk artificial
250	intelligence system, an overview of the categories of data the deployer
251	used to customize such high-risk artificial intelligence system;
252	(vi) Any metrics used to evaluate the performance and known
253	limitations of the high-risk artificial intelligence system;
254	(vii) A high-level description of any transparency measures taken
255	concerning the high-risk artificial intelligence system, including, but not
256	limited to, any measures taken to disclose to a consumer that such high-
257	risk artificial intelligence system was in use when such high-risk
258	artificial intelligence system was in use; and
259	(viii) A high-level description of the post-deployment monitoring
260	and user safeguards provided concerning such high-risk artificial
261	intelligence system, including, but not limited to, the oversight, use and
262	learning process established by the deployer to address issues that arose
263	from deployment of such high-risk artificial intelligence system; and
264	(ix) In addition to the statement, analysis, descriptions, overview and
265	metrics set forth in subparagraphs (C)(i) to (C)(viii), inclusive, of this
266	subdivision, included in each impact assessment completed as set forth
267	in subparagraph (B) of this subdivision following an intentional and
268	substantial modification made to the high-risk artificial intelligence
269	system a high-level statement that disclosed the extent to which the
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270	high-risk artificial intelligence system was used in a manner that was
271	consistent with, or varied from, the developer's intended uses of such
272	high-risk artificial intelligence system;
273	(D) Maintained the most recently completed impact assessment of the
274	high-risk artificial intelligence system, all records concerning each such
275	impact assessment and all prior impact assessments, if any, for a period
276	of at least three years following the final deployment of such high-risk
277	artificial intelligence system;
278	(E) Annually reviewed the deployment of each high-risk artificial
279	intelligence system deployed by the deployer to ensure that such high-
280	risk artificial intelligence system was not causing algorithmic
281	discrimination;
282	(F) Made available, in a manner that was clear and readily available
283	on such deployer's Internet web site, a statement summarizing:
284	(i) The types of high-risk artificial intelligence systems that were
285	deployed by such deployer;
286	(ii) How such deployer would manage any known or reasonably
287	foreseeable risks of algorithmic discrimination that might arise from
288	deployment of each high-risk artificial intelligence system described in
289	subparagraph (F)(i) of this subdivision;
290	(iii) In detail, the nature, source and extent of the information
291	collected and used by such deployer; and
292	(iv) How a consumer may exercise rights under section 42-518 of the
293	general statutes by the secure and reliable means established and
294	described pursuant to subsection (b) of section 42-518 of the general
295	statutes; and
296	(G) Periodically updated the statement made available pursuant to
297	subparagraph (F) of this subdivision.
298	(b) Except as provided in subsection (a) of this section, nothing in this
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299	section shall be construed to (1) preempt or otherwise affect any right,
300	claim, remedy, presumption or defense available at law or in equity, or
301	(2) limit the authority of the Attorney General or the Commissioner of
302	Consumer Protection to seek any relief available at law or in equity.
303	Sec. 4. (NEW) (Effective October 1, 2025) (a) (1) Beginning on October
304	1, 2026, and except as provided in subdivision (2) of this subsection, each
305	person doing business in this state, including, but not limited to, each
306	deployer that deploys, offers, sells, leases, licenses, gives or otherwise
307	makes available, as applicable, any artificial intelligence system that is
308	intended to interact with consumers shall ensure that it is disclosed to
309	each consumer who interacts with such artificial intelligence system that
310	such consumer is interacting with an artificial intelligence system.
311	(2) No disclosure shall be required under subdivision (1) of this
312	subsection under circumstances in which it would be obvious to a
313	reasonable person that the person is interacting with an artificial
314	intelligence system.
315	(b) Beginning on October 1, 2026, each deployer that deploys a high-
316	risk artificial intelligence system to make, or be a substantial factor in
317	making, a consequential decision concerning a consumer shall:
318	(1) Before the consequential decision is made, notify the consumer
319	that the deployer has deployed a high-risk artificial intelligence system
320	to make, or be a substantial factor in making, the consequential decision;
321	(2) Provide to the consumer a statement disclosing the purpose of the
322	high-risk artificial intelligence system and the nature of the
323	consequential decision;
324	(3) Provide to the consumer information, if applicable, regarding the
325	consumer's rights under section 42-518 of the general statutes,
326	including, but not limited to, subparagraph (C) of subdivision (5) of
327	subsection (a) of section 42-518 of the general statutes, to opt-out of the
328	processing of such consumer's personal data for the purposes set forth
329	in said subparagraph, if applicable; and
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### 330 (4) Provide to the consumer contact information for the deployer.

(c) (1) Beginning on October 1, 2026, each deployer that has deployed
a high-risk artificial intelligence system to make, or be a substantial
factor in making, a consequential decision concerning a consumer shall,
if the consequential decision is adverse to the consumer, provide to the
consumer:

336 (A) A high-level statement disclosing the principal reason or reasons 337 for such adverse consequential decision, including, but not limited to, 338 (i) the degree to which, and manner in which, the high-risk artificial 339 intelligence system contributed to such adverse consequential decision, 340 (ii) the type of data that were processed by such high-risk artificial 341 intelligence system in making such adverse consequential decision, and 342 (iii) the source of the data described in subparagraph (A)(ii) of this 343 subdivision; and

344 (B) An opportunity to (i) correct any incorrect personal data 345 described in subparagraph (A)(ii) of this subdivision, and (ii) appeal an 346 adverse consequential decision concerning the consumer arising from 347 the deployment of the high-risk artificial intelligence system, which 348 appeal shall, if technically feasible, allow for human review unless 349 providing such opportunity for appeal is not in the best interest of the 350 consumer, including, but not limited to, in instances in which any delay 351 might pose a risk to the life or safety of the consumer.

(2) Each deployer that is required to provide a high-level statement to a consumer pursuant to subdivision (1) of this subsection shall provide such statement (A) directly to the consumer, (B) in plain language, (C) in all languages in which such deployer, in the ordinary course of such deployer's business, provides contracts, disclaimers, sales announcements and other information to consumers, and (D) in a format that is accessible to consumers with disabilities.

(d) (1) The provisions of subsections (a) to (c), inclusive, of this sectionshall not be construed to require any person to disclose any information

that is a trade secret or otherwise protected from disclosure under stateor federal law.

(2) If a person withholds any information from a consumer under
subdivision (1) of this subsection, the person shall send a notice to the
consumer disclosing (A) that such person is withholding such
information from such consumer, and (B) the basis for such person's
decision to withhold such information from such consumer.

(e) A violation of subsections (a) to (c), inclusive, of this section shall
constitute an unfair trade practice under subsection (a) of section 42110b of the general statutes and shall be enforced solely by the Attorney
General. The provisions of section 42-110g of the general statutes shall
not apply to any such violation. Nothing in this section shall be
construed to create a private right of action.

374 Sec. 5. (NEW) (Effective October 1, 2025) Not later than January 1, 2026, 375 the Attorney General shall, within available appropriations, develop 376 and implement a comprehensive public education, outreach and 377 assistance program for developers and deployers that are small 378 businesses, as defined in section 4-168a of the general statutes. Such 379 program shall, at a minimum, disseminate educational materials 380 concerning (1) the provisions of sections 1 to 4, inclusive, of this act, (2) 381 the Attorney General's powers under section 4 of this act, and (3) any 382 other matters the Attorney General, in the Attorney General's discretion, 383 deems relevant for the purposes of such program.

Sec. 6. (NEW) (*Effective from passage*) (a) For the purposes of this section, "legislative leader" has the same meaning as provided in subsection (b) of section 4-9d of the general statutes.

(b) Each legislative leader may request that the executive director of
the Connecticut Academy of Science and Engineering designate a fellow
selected by said academy to serve as such legislative leader's liaison
with said academy, the office of the Attorney General and the
Department of Economic and Community Development for the purpose

392 of:

(1) Making recommendations concerning establishing a framework
to provide a controlled and supervised environment in which artificial
intelligence systems may be tested, which recommendations shall
include, at a minimum, recommendations concerning the establishment
of (A) an office to oversee such framework and environment, and (B) a
program that would enable consultations between the state, businesses
and other stakeholders concerning such framework and environment;

400 (2) Evaluating (A) the adoption of artificial intelligence systems by 401 businesses, (B) the challenges posed to, and needs of, businesses in (i) 402 adopting artificial intelligence systems, and (ii) understanding laws and 403 regulations concerning artificial intelligence systems, and (C) how 404 businesses that use artificial intelligence systems hire employees with 405 necessary skills concerning artificial intelligence systems;

406 (3) Creating a plan for the state to provide high-performance407 computing services to businesses and researchers in the state;

408 (4) Evaluating the benefits of creating a state-wide research
409 collaborative among health care providers to enable the development of
410 advanced analytics, ethical and trustworthy artificial intelligence
411 systems and hands-on workforce education while using methods that
412 protect patient privacy;

(5) Evaluating, and making recommendations concerning, (A) the establishment of testbeds to support safeguards and systems to prevent the misuse of artificial intelligence systems, (B) risk assessments for the misuse of artificial intelligence systems, (C) evaluation strategies for artificial intelligence systems, and (D) the development, testing and evaluation of resources to support state oversight of artificial intelligence systems;

(6) Developing a plan to design or identify an algorithmic computer
model for the purpose of simulating and assessing various public policy
decisions or proposed public policy decisions and the actual or potential

#### 423 effects of such decisions or proposed decisions; and

424 (7) Developing a plan to establish a technology transfer program (A) 425 for the purpose of supporting commercialization of new ideas and 426 research among public and private institutions of higher education in 427 this state, and (B) by working with (i) relevant public and private 428 organizations, including, but not limited to, the Department of 429 Economic and Community Development, and (ii) The University of 430 Connecticut and a state-wide consortium of public and private entities 431 in the state, including, but not limited to, public and private institutions 432 of higher education in the state, designed to advance the development, 433 application and impact of artificial intelligence across the state, to assess 434 whether The University of Connecticut can support technology 435 commercialization at other public and private institutions of higher 436 education in the state.

(c) No fellow of the Connecticut Academy of Science and Engineering
designated pursuant to subsection (b) of this section shall be deemed a
state employee, or receive any compensation from the state, for
performing such fellow's duties under said subsection.

(d) Not later than January 1, 2026, the fellows of the Connecticut
Academy of Science and Engineering designated pursuant to subsection
(b) of this section shall jointly submit a report, in accordance with the
provisions of section 11-4a of the general statutes, to the joint standing
committees of the General Assembly having cognizance of matters
relating to commerce and consumer protection.

447 Sec. 7. (*Effective October 1, 2025*) (a) As used in this section:

(1) "Active participant" means a developer or deployer participatingin the artificial intelligence sandbox program;

450 (2) "Artificial intelligence" means artificial intelligence system;

451 (3) "Artificial intelligence system" has the same meaning as provided452 in section 1 of this act;

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453	(4) "Consumer" has the same meaning as provided in section 1 of this
454	act;
455	(5) "Deployer" means any person doing business in this state that
456	deploys an artificial intelligence system;
457	(6) "Developer" has the same meaning as provided in section 1 of this
458	act;
459	(7) "Person" has the same meaning as provided in section 1 of this act;
460	and
461	(8) "Reference architecture" means an approach to innovation
462	planning that emphasizes use cases and industry engagement.
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463	(b) The Attorney General may enter into a contract with an outside
464	vendor to develop, in collaboration with relevant stakeholders, a plan
465	(1) to establish (A) an artificial intelligence sandbox program, and (B) an
466	artificial intelligence safety institute for the purpose of leading a
467	reference architecture to establish standards and best practices for the
468	safe application of artificial intelligence, and (2) that provides for the
469	provision of functional components, including, but not limited to, the
470	provision of de-identified or synthetic data for testing, secure data
471	storage and access controls, representative and diverse data sets, bias
472	evaluation toolkits and isolated testing environments.
473	(c) The outside vendor shall:
474	(1) Be a state-wide consortium of public and private entities in the
475	state, including, but not limited to, public and private institutions of
476	higher education in the state, designed to advance the development,
477	application and impact of artificial intelligence best practices across the
478	state; and
479	(2) Submit a report, in accordance with the provisions of section 11-
480	4a of the general statutes, to the Attorney General and the joint standing
481	committees of the General Assembly having cognizance of matters

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482	relating to consumer protection and commerce disclosing:
483	(A) The composition of the outside vendor's board;
484	(B) The resources available to the outside vendor;
485	(C) The outside vendor's funding sources; and
486	(D) Whether the outside vendor has engaged representatives of civil
487	society to perform any evaluation or reporting functions.
488	(d) (1) The artificial intelligence sandbox program, reference
489	architecture and functional components shall be developed to serve as
490	elements of a pilot program to facilitate the development, testing and
491	deployment of innovative artificial intelligence systems in the state.
492	(2) The artificial intelligence sandbox program shall be designed to
493	(A) promote the safe and innovative use of artificial intelligence systems
494	across various sectors, including, but not limited to, education, finance,
495	health care and public service at all levels of government, (B) encourage
496	the responsible deployment of artificial intelligence systems while
497	balancing the need for consumer protection, privacy and public safety,
498	and (C) provide clear guidelines for active participants to test artificial
499	intelligence systems.
500	(3) In developing the artificial intelligence sandbox program, the
501	outside vendor shall (A) research and assess national and international
502	models and best practices, and (B) provide for the phased
503	implementation of such program.
504	(e) (1) Not later than February 1, 2026, the outside vendor shall submit
505	the plan developed pursuant to subsection (b) of this section to the
506	Attorney General, in a form and manner prescribed by the Attorney
507	General, which plan shall include recommendations concerning:
508	(A) The criteria to be used to determine whether (i) to accept a
509	developer or deployer as an active participant, and (ii) an active
510	participant has exercised heightened care, and adhered to pre-
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511	deployment and post-deployment best practices and procedures, to
512	prevent the active participant's artificial intelligence system from
513	causing any personal injury, any property damage or the violation of
514	any right available under applicable law;
515	(B) The means by which active participants who are developers shall
516	disclose risks, incident reports and risk mitigation efforts;
517	(C) The scope of artificial intelligence systems to be developed, tested
518	and deployed by active participants as part of the artificial intelligence
519	sandbox program and, if any such artificial intelligence system is
520	updated, the technical threshold at which reapplication shall be
521	required for continued participation in such program;
522	(D) A protocol to collect data from active participants for public
523	disclosure, which protocol shall address:
524	(i) The aggregation and tracking of evaluation data from certified
525	laboratories;
526	(ii) The categories of metadata that shall be aggregated and tracked;
527	and
528	(iii) The measures that shall be taken to protect trade secrets and
529	mitigate any risk of violating state or federal antitrust law due to
530	information sharing;
531	(E) Procedures for active participants to use one or more third parties
532	to provide audit or certification services for artificial intelligence
533	systems or active participants, and how such active participants shall
534	ensure that such third parties exercise heightened care and adhere to
535	best practices to accurately evaluate artificial intelligence systems or
536	active participants;
537	(F) The implementation and enforcement of whistleblower
538	protections for active participants;
539	(G) The establishment of mandatory remediation by active
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540	participants following noncompliance;
541	(H) An approach to report the societal risks and benefits identified
542	through auditing; and
543	(I) An approach to interface effectively with federal authorities and
544	authorities of other states.
545	(2) The plan submitted to the Attorney General pursuant to
546	subsection (b) of this section may be tailored to a particular artificial
547	intelligence market segment.
548	(f) Not later than February 1, 2026, the outside vendor shall submit a
549	report, in accordance with the provisions of section 11-4a of the general
550	statutes, to the joint standing committee of the General Assembly
551	having cognizance of matters relating to consumer protection. Such
552	report shall include:
553	(1) The plan developed pursuant to subsection (b) of this section;
554	(2) Research findings and policy recommendations concerning the
555	potential future implementation of (A) methods to evaluate and certify
556	compliance with laws and regulations concerning artificial intelligence,
557	(B) a framework to assess risk and implement mitigation agreements,
558	(C) safe harbors through negotiated standards and agency approval, (D)
559	mechanisms to provide regulatory certainty for active participants
560	through tailored agreements, and (E) additional strategies to foster
561	innovation in the responsible development of artificial intelligence.
562	Sec. 8. (NEW) ( <i>Effective October 1, 2025</i> ) (a) As used in this section:
563	(1) "Artificial intelligence" means artificial intelligence system, as
564	defined in section 1 of this act; and
565	(2) "Institute" means any artificial intelligence safety institute
566	established in accordance with the plan developed pursuant to
567	subsection (b) of section 7 of this act.

568 (b) The Attorney General shall (1) designate one or more employees 569 of the office of the Attorney General to (A) enforce the laws of this state 570 concerning artificial intelligence, and (B) make recommendations to the 571 joint standing committee of the General Assembly having cognizance of 572 matters relating to consumer protection regarding such laws and the 573 regulation of artificial intelligence, and (2) designate an employee of 574 said office to (A) serve as said office's primary contact for the institute, 575 and (B) render assistance to the institute in contacting relevant 576 organizations and approving regulatory relief agreements.

577 Sec. 9. (*Effective from passage*) (a) As used in this section:

578 (1) "Active participant" has the same meaning as provided in section579 7 of this act; and

(2) "Artificial intelligence system" has the same meaning as providedin section 1 of this act.

(b) Not later than February 1, 2026, the Attorney General, in consultation with the outside vendor described in subsection (b) of section 7 of this act, shall submit a report, in accordance with the provisions of section 11-4a of the general statutes, to the joint standing committee of the General Assembly having cognizance of matters relating to consumer protection. Such report shall include recommendations regarding:

589 (1) A reduction in licensure, regulatory or other legal requirements to590 be offered to active participants;

591 (2) The establishment of maximum penalties for active participants;

592 (3) The duration of cure periods to be provided to active participants;

593 (4) The establishment of safe harbors for negotiated rules and594 standards and a process to approve such rules and standards;

595 (5) The establishment of one or more methods to provide regulatory596 certainty to active participants through tailored mitigation agreements;

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and (6) Any other matter the Attorney General, in consultation with the outside vendor, deems necessary to facilitate and encourage innovation in the responsible development of artificial intelligence systems in this state. Sec. 10. (NEW) (Effective July 1, 2025) (a) As used in this section, "artificial intelligence" means artificial intelligence system, as defined in section 1 of this act. (b) Not later than December 31, 2025, the Board of Regents for Higher Education shall establish, on behalf of Charter Oak State College and in consultation with the Labor Department, the State Board of Education, Workforce Investment Boards, employers and institutions of higher education in this state, a "Connecticut AI Academy". The academy shall, at a minimum: (1) Curate and offer online courses concerning artificial intelligence and the responsible use of artificial intelligence; (2) Promote digital literacy;

614 (3) Prepare students for careers in fields involving artificial615 intelligence;

616 (4) Offer courses and provide resources directed at individuals617 between thirteen and twenty years of age;

(5) Offer courses and provide resources that prepare small businesses
and nonprofit organizations to utilize artificial intelligence to improve
marketing and management efficiency;

621 (6) Develop courses concerning artificial intelligence that the Labor
622 Department and Workforce Investment Boards may incorporate into
623 workforce training programs;

624 (7) Develop and offer courses for primary and secondary school

625	teachers and administrators (A) concerning the appropriate use of
626	artificial intelligence in primary and secondary school classrooms, (B)
627	instructing such teachers how to use artificial intelligence, and (C)
628	informing teachers how to instruct primary and secondary school
629	students in the use of artificial intelligence; and

(8) Enable persons providing free or discounted public Internet
access to distribute information and provide mentorship concerning
artificial intelligence, the academy and methods available for the public
to obtain free or discounted devices capable of accessing the Internet
and utilizing artificial intelligence.

(c) The Board of Regents for Higher Education shall, in consultation
with Charter Oak State College, develop certificates and badges to be
awarded to persons who successfully complete courses offered by the
Connecticut AI Academy.

639 Sec. 11. (NEW) (*Effective January 1, 2026*) The Labor Department shall 640 provide a notice, in a form and manner prescribed by the Labor 641 Commissioner, to each individual who makes a claim for 642 unemployment compensation disclosing the existence of, and courses 643 and services offered by, the Connecticut AI Academy established 644 pursuant to section 10 of this act.

645 Sec. 12. (NEW) (Effective January 1, 2026) The Secretary of the State, 646 within available appropriations and in collaboration with Charter Oak 647 State College, shall utilize the means by which the office of the Secretary 648 of the State communicates with small business to disseminate 649 information concerning the courses offered by the Connecticut AI 650 Academy, established pursuant to section 10 of this act, that prepare 651 small businesses to utilize artificial intelligence to improve marketing 652 and management efficiency. As used in this section, "artificial 653 intelligence" means artificial intelligence system, as defined in section 1 654 of this act.

655 Sec. 13. (NEW) (*Effective January 1, 2026*) The Department of Housing,

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within available appropriations, shall work with housing authorities
and other relevant housing providers to ensure that residents are aware
of the courses and services offered by the Connecticut AI Academy
established pursuant to section 10 of this act.

Sec. 14. Subsection (b) of section 17b-751b of the general statutes is
repealed and the following is substituted in lieu thereof (*Effective January*1, 2026):

663 (b) The commissioner shall: (1) Ensure that all home visiting 664 programs (A) are one or more of the evidence-based home visiting 665 models that meet the criteria for evidence of effectiveness developed by 666 the federal Department of Health and Human Services, and (B) provide 667 information to parents regarding the Connecticut AI Academy 668 established pursuant to section 10 of this act; (2) provide oversight of 669 home visiting programs to insure model fidelity; and (3) develop, issue 670 and evaluate requests for proposals to procure the services required by 671 this section. In evaluating the proposals, the commissioner shall take 672 into consideration the most effective and consistent service delivery 673 system allowing for the continuation of current public and private 674 programs.

675 Sec. 15. Section 10-21*l* of the general statutes is repealed and the 676 following is substituted in lieu thereof (*Effective July 1, 2025*):

There is established an account to be known as the ["computer science 677 education account"] "computer science education and workforce 678 679 development account", which shall be a separate, nonlapsing account 680 within the General Fund. The account shall contain any moneys 681 required or permitted by law to be deposited in the account and any 682 funds received from any public or private contributions, gifts, grants, 683 donations, bequests or devises to the account. The Department of 684 Education may make expenditures from the account (1) to support 685 curriculum development, teacher professional development, capacity 686 development for school districts [,] and other programs for the purposes 687 of supporting computer science education, and (2) in coordination with

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688	the Office of Workforce Strategy and the Board of Regents for Higher
689	Education for the purpose of supporting workforce development
690	initiatives.
691	Sec. 16. Section 32-7p of the general statutes is repealed and the
692	following is substituted in lieu thereof ( <i>Effective July 1, 2025</i> ):
693	(a) As used in this section:
694	(1) "Artificial intelligence" means artificial intelligence system, as
695	defined in section 1 of this act;
696	(2) "Generative artificial intelligence" means any form of artificial
697	intelligence, including, but not limited to, a foundation model, that is
698	able to produce synthetic digital content;
699	(3) "Prompt engineering" means the process of guiding generative
700	artificial intelligence to generate a desired output; and
701	(4) "Synthetic digital content" means any digital content, including,
702	but not limited to, any audio, image, text or video, that is produced or
703	manipulated by any form of artificial intelligence, including, but not
704	limited to, generative artificial intelligence.
705	[(a)] (b) There shall be a Technology Talent and Innovation Fund
706	Advisory Committee within the Department of Economic and
707	Community Development. Such committee shall consist of members
708	appointed by the Commissioner of Economic and Community
709	Development, including, but not limited to, representatives of The
710	University of Connecticut, the Board of Regents for Higher Education,
711	independent institutions of higher education, the Office of Workforce
712	Strategy and private industry. Such members shall be subject to term
713	limits prescribed by the commissioner. Each member shall hold office
714	until a successor is appointed.
71 ⊑	[(b)] (c) The commissioner shall call the first meeting of the education
715	[(b)] (c) The commissioner shall call the first meeting of the advisory

715 [(b)] (c) The commissioner shall call the first meeting of the advisory
 716 committee not later than October 15, 2016. The advisory committee shall

720 committee from among its members.

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[(c)] (d) No member of the advisory committee shall receive
compensation for such member's service, except that each member shall
be entitled to reimbursement for actual and necessary expenses incurred
during the performance of such member's official duties.

[(d)] (e) A majority of members of the advisory committee shall constitute a quorum for the transaction of any business or the exercise of any power of the advisory committee. The advisory committee may act by a majority of the members present at any meeting at which a quorum is in attendance, for the transaction of any business or the exercise of any power of the advisory committee, except as otherwise provided in this section.

732 [(e)] (f) Notwithstanding any provision of the general statutes, it shall 733 not constitute a conflict of interest for a trustee, director, partner or 734 officer of any person, firm or corporation, or any individual having a 735 financial interest in a person, firm or corporation, to serve as a member 736 of the advisory committee, provided such trustee, director, partner, 737 officer or individual complies with all applicable provisions of chapter 738 10. All members of the advisory committee shall be deemed public 739 officials and shall adhere to the code of ethics for public officials set forth 740 in chapter 10, except that no member shall be required to file a statement 741 of financial interest as described in section 1-83.

[(f) The Technology Talent Advisory Committee shall, in the following order of priority, (1) calculate the number of software developers and other persons (A) employed in technology-based fields where there is a shortage of qualified employees in this state for businesses to hire, including, but not limited to, data mining, data analysis and cybersecurity, and (B) employed by businesses located in Connecticut as of December 31, 2016; (2) develop pilot programs to

749 recruit software developers to Connecticut and train residents of the 750 state in software development and such other technology fields, with 751 the goal of increasing the number of software developers and persons 752 employed in such other technology fields residing in Connecticut and 753 employed by businesses in Connecticut by at least double the number 754 calculated pursuant to subdivision (1) of this subsection by January 1, 755 2026; and (3) identify other technology industries where there is a 756 shortage of qualified employees in this state for growth stage businesses 757 to hire.]

758 The Technology Talent and Innovation Fund Advisory (g) 759 Committee may partner with institutions of higher education and other 760 nonprofit organizations to develop [pilot] programs [for (1) marketing 761 and publicity campaigns designed to recruit technology talent to the 762 state; (2) student loan deferral or forgiveness for students who start 763 businesses in the state; and (3) training, apprenticeship and gap-year 764 initiatives] to expand the technology talent pipeline in the state, 765 including, but not limited to, in the fields of artificial intelligence and 766 quantum computing.

767 [(h) The Technology Talent Advisory Committee shall report, in 768 accordance with the provisions of section 11-4a, and present such report 769 to the joint standing committees of the General Assembly having 770 cognizance of matters relating to commerce, education, higher 771 education and finance, revenue and bonding on or before January 1, 772 2017, concerning the (1) pilot programs developed pursuant to 773 subsections (f) and (g) of this section, (2) number of software developers 774 and persons employed in technology-based fields described in 775 subsection (f) of this section targeted for recruitment pursuant to 776 subsection (f) of this section, and (3) timeline and measures for reaching 777 the recruitment target.]

(h) Not later than July 1, 2026, the Technology Talent and Innovation
 Fund Advisory Committee shall partner with public and private
 institutions of higher education in the state and other training providers
 to develop programs in the field of artificial intelligence, including, but

Sec. 17. Subsection (b) of section 32-235 of the general statutes is
repealed and the following is substituted in lieu thereof (*Effective July 1*,
2025):

788 (b) The proceeds of the sale of said bonds, to the extent of the amount 789 stated in subsection (a) of this section, shall be used by the Department 790 of Economic and Community Development (1) for the purposes of 791 sections 32-220 to 32-234, inclusive, including economic cluster-related 792 programs and activities, and for the Connecticut job training finance 793 demonstration program pursuant to sections 32-23uu and 32-23vv, 794 provided (A) three million dollars shall be used by said department 795 solely for the purposes of section 32-23uu, (B) not less than one million 796 dollars shall be used for an educational technology grant to the 797 deployment center program and the nonprofit business consortium 798 deployment center approved pursuant to section 32-41l, (C) not less 799 than two million dollars shall be used by said department for the 800 establishment of a pilot program to make grants to businesses in 801 designated areas of the state for construction, renovation or 802 improvement of small manufacturing facilities, provided such grants 803 are matched by the business, a municipality or another financing entity. 804 The Commissioner of Economic and Community Development shall 805 designate areas of the state where manufacturing is a substantial part of 806 the local economy and shall make grants under such pilot program 807 which are likely to produce a significant economic development benefit 808 for the designated area, (D) five million dollars may be used by said 809 department for the manufacturing competitiveness grants program, (E) 810 one million dollars shall be used by said department for the purpose of 811 a grant to the Connecticut Center for Advanced Technology, for the 812 purposes of subdivision (5) of subsection (a) of section 32-7f, (F) fifty 813 million dollars shall be used by said department for the purpose of 814 grants to the United States Department of the Navy, the United States

815 Department of Defense or eligible applicants for projects related to the 816 enhancement of infrastructure for long-term, on-going naval operations at the United States Naval Submarine Base-New London, located in 817 818 Groton, which will increase the military value of said base. Such projects 819 shall not be subject to the provisions of sections 4a-60 and 4a-60a, (G) 820 two million dollars shall be used by said department for the purpose of 821 a grant to the Connecticut Center for Advanced Technology, Inc., for 822 manufacturing initiatives, including aerospace and defense, and (H) 823 four million dollars shall be used by said department for the purpose of 824 a grant to companies adversely impacted by the construction at the 825 Quinnipiac Bridge, where such grant may be used to offset the increase 826 in costs of commercial overland transportation of goods or materials 827 brought to the port of New Haven by ship or vessel, (2) for the purposes 828 of the small business assistance program established pursuant to section 829 32-9yy, provided fifteen million dollars shall be deposited in the small 830 business assistance account established pursuant to said section 32-9yy, 831 (3) to deposit twenty million dollars in the small business express 832 assistance account established pursuant to section 32-7h, (4) to deposit 833 four million nine hundred thousand dollars per year in each of the fiscal 834 years ending June 30, 2017, to June 30, 2019, inclusive, and June 30, 2021, 835 and nine million nine hundred thousand dollars in the fiscal year ending 836 June 30, 2020, in the CTNext Fund established pursuant to section 32-837 39i, which shall be used by the Department of Economic and 838 Community Development to provide grants-in-aid to designated 839 innovation places, as defined in section 32-39f, planning grants-in-aid 840 pursuant to section 32-391, and grants-in-aid for projects that network 841 innovation places pursuant to subsection (b) of section 32-39m, 842 provided not more than three million dollars be used for grants-in-aid 843 for such projects, and further provided any portion of any such deposit 844 that remains unexpended in a fiscal year subsequent to the date of such 845 deposit may be used by the Department of Economic and Community 846 Development for any purpose described in subsection (e) of section 32-847 39i, (5) to deposit two million dollars per year in each of the fiscal years 848 ending June 30, 2019, to June 30, 2021, inclusive, in the CTNext Fund 849 established pursuant to section 32-39i, which shall be used by the

850 Department of Economic and Community Development for the purpose 851 of providing higher education entrepreneurship grants-in-aid pursuant to section 32-39g, provided any portion of any such deposit that remains 852 853 unexpended in a fiscal year subsequent to the date of such deposit may 854 be used by the Department of Economic and Community Development 855 for any purpose described in subsection (e) of section 32-39i, (6) for the 856 purpose of funding the costs of the Technology Talent and Innovation 857 Fund Advisory Committee established pursuant to section 32-7p, as 858 amended by this act, provided not more than ten million dollars may be 859 used on or after July 1, 2023, for such purpose, (7) to provide (A) a grant-860 in-aid to the Connecticut Supplier Connection in an amount equal to 861 two hundred fifty thousand dollars in each of the fiscal years ending 862 June 30, 2017, to June 30, 2021, inclusive, and (B) a grant-in-aid to the 863 Connecticut Procurement Technical Assistance Program in an amount 864 equal to three hundred thousand dollars in each of the fiscal years 865 ending June 30, 2017, to June 30, 2021, inclusive, (8) to deposit four 866 hundred fifty thousand dollars per year, in each of the fiscal years 867 ending June 30, 2017, to June 30, 2021, inclusive, in the CTNext Fund 868 established pursuant to section 32-39i, which shall be used by the 869 Department of Economic and Community Development to provide 870 growth grants-in-aid pursuant to section 32-39g, provided any portion 871 of any such deposit that remains unexpended in a fiscal year subsequent 872 to the date of such deposit may be used by the Department of Economic 873 and Community Development for any purpose described in subsection 874 (e) of section 32-39i, (9) to transfer fifty million dollars to the Labor 875 Department which shall be used by said department for the purpose of 876 funding workforce pipeline programs selected pursuant to section 31-11rr, provided, notwithstanding the provisions of section 31-11rr, (A) 877 878 not less than five million dollars shall be provided to the workforce 879 development board in Bridgeport serving the southwest region, for 880 purposes of such program, and the board shall distribute such money 881 in proportion to population and need, and (B) not less than five million 882 dollars shall be provided to the workforce development board in Hartford serving the north central region, for purposes of such program, 883 884 (10) to transfer twenty million dollars to Connecticut Innovations,

885 Incorporated, provided ten million dollars shall be used by Connecticut 886 Innovations, Incorporated for the purpose of the proof of concept fund 887 established pursuant to subsection (b) of section 32-39x and ten million 888 dollars shall be used by Connecticut Innovations, Incorporated for the 889 purpose of the venture capital fund program established pursuant to 890 section 32-4100, (11) to provide a grant to The University of Connecticut 891 of eight million dollars for the establishment, development and 892 operation of a center for sustainable aviation pursuant to subsection (a) 893 of section 10a-110o, and (12) for up to twenty million dollars in 894 investments in federally designated opportunity zones through an impact investment firm including, subject to the approval of the 895 896 Governor, funding from the Economic Assistance Revolving Fund, 897 established pursuant to section 32-231.

Sec. 18. (*Effective July 1, 2025*) (a) As used in this section:

(1) "Generative artificial intelligence" has the same meaning as
provided in section 32-7p of the general statutes, as amended by this act;
and

902 (2) "State agency" means any department, board, council,
903 commission, institution or other executive branch agency of state
904 government, including, but not limited to, each constituent unit and
905 each public institution of higher education.

906 (b) Each state agency, in consultation with the employees of such 907 state agency and relevant experts, (1) shall conduct a study to determine 908 whether generative artificial intelligence may be utilized to improve 909 such state agency's processes and create efficiencies within such state 910 agency, and (2) may, based on the results of such study, develop and 911 propose one or more generative artificial intelligence pilot programs (A) 912 for inclusion in the information and telecommunication systems 913 strategic plan developed under section 4d-7 of the general statutes, (B) 914 for the purpose of (i) improving residents' access to, and experience 915 with, government services provided by such state agency, (ii) assisting 916 the employees of such state agency in the performance of their duties,

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917 or (iii) positively impacting any other relevant domain, and (C) to
918 measure any improvement, assistance or impact described in
919 subparagraph (B) of this subdivision.

920 (c) Each state agency shall submit the results of the study conducted 921 pursuant to subsection (b) of this section, and any proposed generative 922 artificial intelligence pilot program developed pursuant to said 923 subsection, to the Department of Administrative Services. The 924 Commissioner of Administrative Services shall assess any proposed 925 generative artificial intelligence pilot program in accordance with the 926 provisions of section 4a-2e of the general statutes, and may disapprove 927 any such program that fails such assessment or requires additional 928 legislation in order to implement such program.

929 (d) The Commissioner of Administrative Services shall submit to the 930 Secretary of the Office of Policy and Management a report including a 931 summary of all pilot programs approved by the commissioner under 932 this section and any recommendations for legislation necessary to 933 implement any additional pilot programs under this section. The 934 Secretary of the Office of Policy and Management shall include such 935 summary and recommendations in said secretary's report to the 936 Governor and the General Assembly under subsection (e) of section 4d-937 7 of the general statutes.

938 Sec. 19. (NEW) (*Effective July 1, 2025*) (a) As used in this section:

939 (1) "Artificial intelligence" means artificial intelligence system, as940 defined in section 1 of this act; and

941 (2) "Generative artificial intelligence" has the same meaning as942 provided in section 32-7p of the general statutes, as amended by this act.

(b) The Office of Legislative Management may, within available
appropriations, (1) work with the legislative caucuses and legislative
offices to develop a process to solicit ideas for one or more generative
artificial intelligence pilot programs for the purpose of (A) improving
residents' experience with, and access to, such caucuses and offices, and

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948	(B) supporting employees of the legislative branch in the performance
949	of their duties, and (2) work with organizations that support technology
950	fellowships to establish a technology fellowship program to assist the
951	legislative branch in implementing the pilot programs described in
952	subdivision (1) of this subsection.
953	Sec. 20. ( <i>Effective July 1, 2025</i> ) (a) For the purposes of this section:
954 955	(1) "Artificial intelligence" means artificial intelligence system, as defined in section 1 of this act;
956	(2) "General-purpose artificial intelligence model" (A) means a model
957	used by any form of artificial intelligence that (i) displays significant
958	generality, (ii) is capable of competently performing a wide range of
959	distinct tasks, and (iii) can be integrated into a variety of downstream
960	applications or systems, and (B) does not include any artificial
961	intelligence model that is used for development, prototyping and
962	research activities before such artificial intelligence model is released on
963	the market; and
964	(3) "Synthetic digital content" has the same meaning as provided in
965	section 32-7p of the general statutes, as amended by this act.
966	(b) There is established a working group to engage stakeholders and
967	experts to:
707	experts to.
968	(1) Make recommendations concerning:
969	(A) The best practices to avoid the negative impacts, and to maximize
970	the positive impacts, on services and state employees in connection with
971	the implementation of new digital technologies and artificial
972	intelligence;
973	(B) The collection of reports, recommendations and plans from state
974	agencies considering the implementation of artificial intelligence, and
975	the assessment of such reports, recommendations and plans against the
976	best practices described in subparagraph (A) of this subdivision; and

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977	(C) Any other matters which the working group may deem relevant
978	for the purposes of avoiding the negative impacts, and maximizing the
979	positive impacts, described in subparagraph (A) of this subdivision;
980	(2) Make recommendations concerning methods to create resources
981	for the purpose of assisting small businesses to adopt artificial
982	intelligence to improve their efficiency and operations;
983	(3) Make recommendations and develop proposals to create a
984	technology court for the purpose of adjudicating artificial intelligence,
985	data privacy and other technology-related issues;
986	(4) Propose legislation to (A) regulate the use of general-purpose
987	artificial intelligence models, and (B) require social media platforms to
988	provide a signal when such social media platforms are displaying
989	synthetic digital content;
990	(5) After reviewing the laws and regulations, and any proposed
991	legislation or regulations, of other states concerning artificial
992	intelligence, propose legislation concerning artificial intelligence;
993	(6) Develop an outreach plan for the purpose of bridging the digital
994	divide and providing workforce training to persons who do not have
995	high-speed Internet access;
996	(7) Evaluate and make recommendations concerning:
997	(A) The establishment of testbeds to support safeguards and systems
998	to prevent the misuse of artificial intelligence;
999	(B) Risk assessments for the misuse of artificial intelligence;
1000	(C) Evaluation strategies for artificial intelligence; and
1001	(D) The development, testing and evaluation of resources to support
1002	state oversight of artificial intelligence;
1003	(8) Review the protections afforded to trade secrets and other

1004 proprietary information under existing state law and make1005 recommendations concerning such protections;

1006 (9) Make recommendations concerning the establishment and 1007 membership of a permanent artificial intelligence advisory council; and

1008 (10) Make such other recommendations concerning artificial1009 intelligence which the working group may deem appropriate.

1010 (c) (1) (A) The working group shall be part of the Legislative 1011 Department and consist of the following voting members: (i) One 1012 appointed by the speaker of the House of Representatives, who shall be 1013 a representative of the industries that are developing artificial 1014 intelligence; (ii) one appointed by the president pro tempore of the 1015 Senate, who shall be a representative of the industries that are using 1016 artificial intelligence; (iii) one appointed by the majority leader of the 1017 House of Representatives, who shall be an academic with a 1018 concentration in the study of technology and technology policy; (iv) one 1019 appointed by the majority leader of the Senate, who shall be an academic 1020 with a concentration in the study of government and public policy; (v) 1021 one appointed by the minority leader of the House of Representatives, 1022 who shall be a representative of an industry association representing the 1023 industries that are developing artificial intelligence; (vi) one appointed 1024 by the minority leader of the Senate, who shall be a representative of an 1025 industry association representing the industries that are using artificial 1026 intelligence; (vii) one appointed by the House chairperson of the joint 1027 standing committee of the General Assembly having cognizance of 1028 matters relating to consumer protection; (viii) one appointed by the 1029 Senate chairperson of the joint standing committee of the General 1030 Assembly having cognizance of matters relating to consumer 1031 protection; (ix) one appointed by the House ranking member of the joint 1032 standing committee of the General Assembly having cognizance of 1033 matters relating to consumer protection, who shall be a representative of the artificial intelligence industry or a related industry; (x) one 1034 1035 appointed by the Senate ranking member of the joint standing 1036 committee of the General Assembly having cognizance of matters

1037 relating to consumer protection, who shall be a representative of the 1038 artificial intelligence industry or a related industry; (xi) one appointed 1039 by the House chairperson of the joint standing committee of the General 1040 Assembly having cognizance of matters relating to labor, who shall be a 1041 representative of a labor organization; (xii) one appointed by the Senate 1042 chairperson of the joint standing committee of the General Assembly 1043 having cognizance of matters relating to labor, who shall be a 1044 representative of a labor organization; (xiii) one appointed by the House 1045 ranking member of the joint standing committee of the General 1046 Assembly having cognizance of matters relating to labor, who shall be a 1047 representative of a small business; (xiv) one appointed by the Senate ranking member of the joint standing committee of the General 1048 1049 Assembly having cognizance of matters relating to labor, who shall be a 1050 representative of a small business; and (xv) two appointed by the 1051 Governor, who shall be members of the Connecticut Academy of 1052 Science and Engineering.

(B) All voting members of the working group appointed pursuant to
subparagraph (A) of this subdivision shall have professional experience
or academic qualifications in matters pertaining to artificial intelligence,
automated systems, government policy or another related field.

(C) All initial appointments to the working group shall be made not
later than July 31, 2025. Any vacancy shall be filled by the appointing
authority.

1060 (D) Any action taken by the working group shall be taken by a 1061 majority vote of all members present who are entitled to vote, provided 1062 no such action may be taken unless at least fifty per cent of such 1063 members are present.

(2) The working group shall include the following nonvoting, exofficio members: (A) The House chairperson of the joint standing
committee of the General Assembly having cognizance of matters
relating to consumer protection; (B) the Senate chairperson of the joint
standing committee of the General Assembly having cognizance of

1069 matters relating to consumer protection; (C) the House chairperson of 1070 the joint standing committee of the General Assembly having 1071 cognizance of matters relating to labor; (D) the Senate chairperson of the 1072 joint standing committee of the General Assembly having cognizance of 1073 matters relating to labor; (E) the Attorney General, or the Attorney 1074 General's designee; (F) the Comptroller, or the Comptroller's designee; 1075 (G) the Treasurer, or the Treasurer's designee; (H) the Commissioner of 1076 Administrative Services, or said commissioner's designee; (I) the Chief 1077 Data Officer, or said officer's designee; (J) the executive director of the 1078 Freedom of Information Commission, or such executive director's 1079 designee; (K) the executive director of the Commission on Women, 1080 Children, Seniors, Equity and Opportunity, or such executive director's 1081 designee; (L) the Chief Court Administrator, or said administrator's 1082 designee; and (M) the executive director of the Connecticut Academy of 1083 Science and Engineering, or such executive director's designee.

(d) The chairpersons of the joint standing committee of the General
Assembly having cognizance of matters relating to consumer protection
and the executive director of the Connecticut Academy of Science and
Engineering shall serve as chairpersons of the working group. Such
chairpersons shall schedule the first meeting of the working group,
which shall be held not later than August 31, 2025.

(e) The administrative staff of the joint standing committee of the
General Assembly having cognizance of matters relating to consumer
protection shall serve as administrative staff of the working group.

(f) Not later than February 1, 2026, the working group shall submit a report on its findings and recommendations to the joint standing committee of the General Assembly having cognizance of matters relating to consumer protection, in accordance with the provisions of section 11-4a of the general statutes. The working group shall terminate on the date that the working group submits such report or February 1, 2026, whichever is later.

1100 Sec. 21. Subsections (b) and (c) of section 4-68jj of the general statutes

(b) (1) [Not later than February 1, 2024, the] <u>The</u> Office of Policy and Management shall develop and establish policies and procedures concerning the development, procurement, implementation, utilization and ongoing assessment of systems that employ artificial intelligence and are in use by state agencies. Such policies and procedures shall, at a minimum, include policies and procedures that:

(A) Govern the procurement, implementation and ongoingassessment of such systems by state agencies;

1111 (B) Are sufficient to ensure that no such system (i) results in any 1112 unlawful discrimination against any individual or group of individuals, 1113 or (ii) has any unlawful disparate impact on any individual or group of 1114 individuals on the basis of any actual or perceived differentiating 1115 characteristic, including, but not limited to, age, genetic information, 1116 color, ethnicity, race, creed, religion, national origin, ancestry, sex, 1117 gender identity or expression, sexual orientation, marital status, familial 1118 status, pregnancy, veteran status, disability or lawful source of income;

(C) Require a state agency to assess the likely impact of any suchsystem before implementing such system; and

(D) Provide for the Department of Administrative Services to
perform ongoing assessments of such systems to ensure that no such
system results in any unlawful discrimination or disparate impact
described in subparagraph (B) of this subdivision.

(2) The Office of Policy and Management may develop and establish
policies and procedures that govern user training for systems that
employ artificial intelligence and are in use by state agencies.

1128 [(2)] (3) The Office of Policy and Management may revise the policies

1129 and procedures established pursuant to [subdivision] <u>subdivisions</u> (1)

and (2) of this subsection if the Secretary of the Office of Policy and

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1, 2025):

1131 Management determines, in said secretary's discretion, that such1132 revision is necessary.

[(3)] (4) The Office of Policy and Management shall post the policies and procedures established pursuant to [subdivision] <u>subdivisions</u> (1) and (2) of this subsection, and any revision made to such policies and procedures pursuant to subdivision [(2)] (3) of this subsection, on the office's Internet web site.

1138 (c) [Beginning on February 1, 2024, no] No state agency shall 1139 implement any system that employs artificial intelligence (1) unless the 1140 state agency has performed an impact assessment, in accordance with 1141 the policies and procedures established pursuant to subsection (b) of 1142 this section, to ensure that such system will not result in any unlawful 1143 discrimination or disparate impact described in subparagraph (B) of 1144 subdivision (1) of subsection (b) of this section, or (2) if the head of such 1145 state agency determines, in such agency head's discretion, that such 1146 system will result in any unlawful discrimination or disparate impact 1147 described in subparagraph (B) of subdivision (1) of subsection (b) of this 1148 section.

1149 Sec. 22. (NEW) (Effective October 1, 2025) Each employer that serves 1150 written notice on the Labor Department pursuant to 29 USC 2102(a), as 1151 amended from time to time, shall disclose to the department, in a form 1152 and manner prescribed by the Labor Commissioner, whether the layoffs 1153 that are the subject of such written notice are related to the employer's 1154 use of artificial intelligence or another technological change. As used in 1155 this section, "artificial intelligence" means artificial intelligence system, 1156 as defined in section 1 of this act.

Sec. 23. (NEW) (*Effective July 1, 2025*) (a) Each regional educational service center shall coordinate and provide an artificial intelligence literacy initiative to each of its member boards of education for towns designated as an alliance district, as defined in section 10-262u of the general statutes. Such artificial intelligence literacy initiative shall include, but need not be limited to, direct technical assistance, coaching, 1163 regional conferences, in-service training and stipends for educators. 1164 Such artificial intelligence literacy initiative shall be integrated into the 1165 curriculum offered to students in grades kindergarten to eight, 1166 inclusive, and include an assured artificial intelligence experience that 1167 is unique to each such grade, such as pattern recognition, machine 1168 learning and ethical use. In developing its artificial intelligence literacy 1169 initiative, a regional educational service center shall expend any funds 1170 received for such initiative for curriculum adaptation, equipment and 1171 other materials and hands-on learning kits that are grade-level 1172 appropriate for students and include, but are not limited to, data sorting 1173 games and storytelling around algorithms.

(b) Any in-service training provided to educators under an artificial intelligence literacy initiative shall be offered in accordance with the provisions of section 10-220a of the general statutes and include, but need not be limited to, understanding age-appropriate artificial intelligence concepts, codesigned literacy-infused learning experiences and building local capacity and leadership.

(c) Each regional educational service center shall engage a part-time artificial intelligence project coordinator to manage, track and scale efforts to implement its artificial intelligence literacy initiative under this section. Such project coordinator shall be responsible for collecting information from member boards of education participating in the artificial intelligence literacy initiative to measure teacher learning and student impact under the initiative.

1187 Sec. 24. (NEW) (Effective July 1, 2025) The Department of Education, 1188 in collaboration with the RESC Alliance, shall convene an annual state-1189 wide conference relating to artificial intelligence literacy. Such 1190 conference shall include, but need not be limited to, an opportunity to 1191 share exemplars of artificial intelligence literacy, provide information 1192 on federal law and national frameworks relating to artificial intelligence 1193 and provide opportunities to build interdistrict learning networks for 1194 the integration and application of artificial intelligence literacy 1195 initiatives provided pursuant to section 23 of this act.

1196	Sec. 25. (NEW) (Effective October 1, 2025) (a) A person is guilty of
1197	unlawful dissemination of an intimate synthetically created image when
1198	(1) such person intentionally disseminates by electronic or other means
1199	such image of (A) the genitals, pubic area or buttocks of another person
1200	with less than a fully opaque covering of such body part, or the breast
1201	of such other person who is female with less than a fully opaque
1202	covering of any portion of such breast below the top of the nipple, or (B)
1203	another person engaged in sexual intercourse, as defined in section 53a-
1204	193 of the general statutes, (2) such person disseminates such image
1205	without the consent of such other person, (3) knowing such image is a
1206	synthetically created image, disseminates the image intending for
1207	another person who views such image to be deceived into believing the
1208	image is an actual depiction of such other person, and (4) such other
1209	person suffers harm as a result of such dissemination, or (5) such person
1210	violates subdivisions (1) to (4), inclusive, of this subsection, and such
1211	person acquired, created or had created such synthetically created
1212	image with intention to harm such other person.

## 1213 (b) For purposes of this section:

(1) "Disseminate" means to sell, give, provide, lend, trade, mail,
deliver, transfer, publish, distribute, circulate, present, exhibit, advertise
or otherwise offer;

(2) "Harm" includes, but is not limited to, subjecting such other
person to hatred, contempt, ridicule, physical injury, financial injury,
psychological harm or serious emotional distress; and

(3) "Synthetically created image" means any photograph, film,
videotape or other image of a person that (A) is (i) not wholly recorded
by a camera, or (ii) either partially or wholly generated by a computer
system, and (B) depicts, and is virtually indistinguishable from what a
reasonable person would believe is the actual depiction of, an
identifiable person.

1226 (c) The provisions of subsection (a) of this section shall not apply to:

_	sSB 2 Amendment
1227	(1) Any image described in subsection (a) of this section of such other
1228	person if such image resulted from voluntary exposure or engagement
1229	in sexual intercourse by such other person, in a public place, as defined
1230	in section 53a-181 of the general statutes, or in a commercial setting; or
1231	(2) Any image described in subsection (a) of this section of such other
1232	person, if such other person is not clearly identifiable, unless other
1233	personally identifying information is associated with or accompanies
1234	the image.
1235	(d) Unlawful dissemination of an intimate synthetically created
1236	image to (1) a person by any means is a class D misdemeanor, except
1237	that if such person violated subdivision (5) of subsection (a) of this
1238	section, a class A misdemeanor, and (2) more than one person by means
1239	of an interactive computer service, as defined in 47 USC 230, an
1240	information service, as defined in 47 USC 153, or a telecommunications
1241	service, as defined in section 16-247a of the general statutes, is a class C
1242	misdemeanor, except that if such person violated subdivision (5) of
1243	subsection (a) of this section, is a class D felony.
1244	(e) Nothing in this section shall be construed to impose liability on
1245	the provider of an interactive computer service, as defined in 47 USC

the provider of an interactive computer service, as defined in 47 USC
230, an information service, as defined in 47 USC 153, or a
telecommunications service, as defined in section 16-247a of the general
statutes, for content provided by another person."

This act shall take effect as follows and shall amend the following sections:				
Section 1	October 1, 2025	New section		
Sec. 2	October 1, 2025	New section		
Sec. 3	October 1, 2025	New section		
Sec. 4	October 1, 2025	New section		
Sec. 5	October 1, 2025	New section		
Sec. 6	from passage	New section		
Sec. 7	October 1, 2025	New section		
Sec. 8	October 1, 2025	New section		

Sec. 9	from passage	New section
Sec. 10	July 1, 2025	New section
Sec. 11	January 1, 2026	New section
Sec. 12	January 1, 2026	New section
Sec. 13	January 1, 2026	New section
Sec. 14	January 1, 2026	17b-751b(b)
Sec. 15	July 1, 2025	10-21 <i>l</i>
Sec. 16	July 1, 2025	32-7p
Sec. 17	July 1, 2025	32-235(b)
Sec. 18	July 1, 2025	New section
Sec. 19	July 1, 2025	New section
Sec. 20	July 1, 2025	New section
Sec. 21	July 1, 2025	4-68jj(b) and (c)
Sec. 22	<i>October</i> 1, 2025	New section
Sec. 23	July 1, 2025	New section
Sec. 24	July 1, 2025	New section
Sec. 25	October 1, 2025	New section