THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1598 Session of 2023

INTRODUCED BY PIELLI, MERSKI, O'MARA, MADDEN, HILL-EVANS, D. WILLIAMS, MALAGARI, DELLOSO, HOWARD, NEILSON, GERGELY, SANCHEZ, DONAHUE, HADDOCK, D. MILLER, CIRESI, SHUSTERMAN, KHAN, M. JONES, GREEN, SCOTT AND OTTEN, AUGUST 7, 2023

REFERRED TO COMMITTEE ON CONSUMER PROTECTION, TECHNOLOGY AND UTILITIES, AUGUST 7, 2023

AN ACT

Amending the act of December 17, 1968 (P.L.1224, No.387), entitled "An act prohibiting unfair methods of competition 2 and unfair or deceptive acts or practices in the conduct of 3 any trade or commerce, giving the Attorney General and District Attorneys certain powers and duties and providing 5 penalties," further providing for definitions and for 6 unlawful acts or practices and exclusions. 8 The General Assembly of the Commonwealth of Pennsylvania 9 hereby enacts as follows: 10 Section 1. Section 2(4) of the act of December 17, 1968 11 (P.L.1224, No.387), known as the Unfair Trade Practices and Consumer Protection Law, is amended by adding a subclause and 12 13 the section is amended by adding a clause to read: 14 Section 2. Definitions. -- As used in this act. * * * 15 (4) "Unfair methods of competition" and "unfair or deceptive 16 17 acts or practices" mean any one or more of the following: 18 * * * (xxii) Creating, distributing or publishing any content 19

- 1 generated by artificial intelligence without clear and
- 2 conspicuous disclosure, including written text, images, audio
- 3 and video content and other forms of media. A disclosure under
- 4 this subclause must state that the content was generated using
- 5 <u>artificial intelligence and must be presented in a manner</u>
- 6 reasonably understandable and readily noticeable to the
- 7 consumer.
- 8 * * *
- 9 (14) "Artificial intelligence" means an artificial system
- 10 that performs tasks under varying and unpredictable
- 11 <u>circumstances without significant human oversight or can learn</u>
- 12 from experience and improve such performance when exposed to
- 13 data sets, is developed in any context, including, but not
- 14 <u>limited to, software or physical hardware, and solves tasks</u>
- 15 requiring human-like perception, cognition, planning, learning,
- 16 communication or physical action, or is designed to think or act
- 17 like a human, including, but not limited to, a cognitive
- 18 architecture or neural network, or act rationally, including,
- 19 but not limited to, an intelligent software agent or embodied
- 20 robot that achieves goals using perception, planning, reasoning,
- 21 learning, communication, decision making or action, or a set of
- 22 techniques, including, but not limited to, machine learning,
- 23 that is designed to approximate a cognitive task.
- Section 2. Section 3(a) of the act is amended to read:
- 25 Section 3. Unlawful Acts or Practices; Exclusions.--(a)
- 26 Unfair methods of competition and unfair or deceptive acts or
- 27 practices in the conduct of any trade or commerce as defined by
- 28 subclauses (i) through [(xxi)] (xxii) of clause (4) of section 2
- 29 of this act and regulations promulgated under section 3.1 of
- 30 this act are hereby declared unlawful. The provisions of this

- 1 act shall not apply to any owner, agent or employe of any radio
- 2 or television station, or to any owner, publisher, printer,
- 3 agent or employe of an Internet service provider or a newspaper
- 4 or other publication, periodical or circular, who, in good faith
- 5 and without knowledge of the falsity or deceptive character
- 6 thereof, publishes, causes to be published or takes part in the
- 7 publication of such advertisement.
- 8 * * *
- 9 Section 3. This act shall take effect in 60 days.