PREPARED BY: DATE PREPARED: PHONE: Scott Danigole January 27, 2025 402-471-0055

LB 642

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT - STATE AGENCIES (See narrative for political subdivision estimates)							
	FY 2025-26		FY 2026-27				
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE			
GENERAL FUNDS							
CASH FUNDS							
FEDERAL FUNDS							
OTHER FUNDS							
TOTAL FUNDS							

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB 642 is the Artificial Intelligence Consumer Protection Act.

Section 2 provides definitions for the act.

On and after February 1, 2026, high-risk artificial intelligence system developers shall use reasonable care to protect consumers from any known risks of algorithmic discrimination arising from the intended and contracted uses of the system. On or after that date, developers shall make available to the deployer or other developers certain documentation, information, and risks. Exemptions are provided for trade secrets, information protected from disclosure by state or federal law, and information that would create a security risk to the developer.

The Attorney General is charged with administering and enforcing the act.

The Attorney General estimates no fiscal impact.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE						
LB: 642 AM:	AGENCY/POLT. SUB: Attorney General					
REVIEWED BY: Jacob Leaver	DATE: 1/27/2025	PHONE: (402) 471-4173				
COMMENTS: Concur with the Attorney General's estimate of no fiscal impact as a result of LB 642.						

Capital improvements.....
TOTAL.....

LB ⁽¹⁾ 642				FISCAL NOTE
State Agency OR Political Subdivision Name:	(2) Attor	ney General		
Prepared by: (3) Bebe Strnad	Da	te Prepared: (4)1	-27-25 Phone	(5) 402-471-2687
ESTIMATE PRO	OVIDED BY	Y STATE AGENC	Y OR POLITICAL SUBDI	VISION
<u>EXPENDITUR</u>	FY 2025-20 RES	E REVENUE	FY 20 EXPENDITURES	026-27 <u>REVENUE</u>
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS	- N			107
OTHER FUNDS				
TOTAL FUNDS				
Explanation of Estimate:	-		-	
No Fiscal Impact				
Personal Services:	OWN BY M	IAJOR OBJECTS	OF EXPENDITURE	
	NUMBER OF POSITIONS		2025-26	2026-27
POSITION TITLE	<u>25-26</u>	<u>26-27</u>	EXPENDITURES	EXPENDITURES
e	17			
Benefits	2 			F
Operating	•			·
Travel				
Capital outlay	,			
Aid				