

**BILL SUMMARY**  
2<sup>nd</sup> Session of the 60<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>HB3545</b>
<b>Version:</b>	<b>FULLPCS1</b>
<b>Request Number:</b>	<b>16650</b>
<b>Author:</b>	<b>Rep. Maynard</b>
<b>Date:</b>	<b>2/24/2026</b>
<b>Impact:</b>	<b>Please see previous summary of this measure</b>

**Research Analysis**

The proposed oversight committee substitute for HB 3545 establishes a regulatory framework for artificial intelligence (AI) usage by state agencies, with exceptions for research by state-funded institutions and common consumer systems like smartphone facial recognition. The measure prohibits certain AI applications, including cognitive manipulation of individuals or groups, classifications leading to unlawful discrimination, real-time biometric surveillance in public spaces, and the use of deepfakes for deceptive purposes. Real-time biometric AI systems are exempt from this prohibition if they are used for the execution of a court order or in imminent threat situations.

Permitted AI uses come with strict conditions. Any high-risk AI-generated decisions must be reviewed by a qualified human before implementation. Content produced by generative AI must disclose whether it has been reviewed by a human, and users must be informed when they are interacting with AI systems.

All state agencies must review their AI systems, remove any prohibited systems, and update their compliance procedures within nine months of the measure's effective date. The Office of Management and Enterprise Services (OMES) must submit an annual report detailing the AI systems in use, their compliance status, and the implemented procedural safeguards.

Prepared By: Autumn Mathews, House Research Staff

**Fiscal Analysis**

The measure is currently under review and impact information will be completed.

Prepared By: House Fiscal Staff

**Other Considerations**

None.