First Extraordinary Session Seventy-fifth General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 25B-0013.01 Christopher McMichael x4775

HOUSE BILL 25B-1008

HOUSE SPONSORSHIP

Lindstedt and Carter,

SENATE SPONSORSHIP

Amabile and Frizell,

House Committees

Senate Committees

Business Affairs & Labor Appropriations

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A BILL FOR AN ACT

CONCERNING CONSUMER PROTECTIONS IN INTERACTIONS WITH ARTIFICIAL INTELLIGENCE SYSTEMS.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

The bill establishes that the use of artificial intelligence systems or required disclosure artificial intelligence systems (artificial intelligence systems) must comply with the "Colorado Consumer Protection Act". The attorney general may bring a claim against a developer or a deployer that uses an artificial intelligence system in a way that violates the "Colorado Consumer Protection Act". A developer or a deployer of an artificial

intelligence system must disclose to a consumer when the consumer is interacting with the artificial intelligence system and not with a human in certain circumstances. The bill establishes certain requirements for claims brought by the attorney general and parameters for court orders resulting from those claims. The attorney general may adopt rules for the implementation and enforcement of this provision of the bill.

A developer of an artificial intelligence system is also subject to the provisions of the "Colorado Anti-discrimination Act" if the artificial intelligence system is deployed in a way that violates the "Colorado Anti-discrimination Act". An individual may file a complaint with the Colorado civil rights division against the developer if the developer's artificial intelligence system discriminates against the individual in certain circumstances.

The bill requires that contracts entered into by a Colorado public school, a state agency, or other public entity comply with the provisions of the "Colorado Consumer Protection Act" or the "Colorado Anti-discrimination Act" in relation to the use and deployment of artificial intelligence systems and that a contractor agrees to indemnify and hold harmless a state agency or public entity.

Be it enacted by the General Assembly of the State of Colorado: 1 2 **SECTION 1.** In Colorado Revised Statutes, repeal and reenact, 3 with amendments, part 17 of article 1 of title 6 as follows: 4 **PART 17** 5 ARTIFICIAL INTELLIGENCE 6 **6-1-1701. Definitions.** AS USED IN THIS PART 17, UNLESS THE 7 CONTEXT OTHERWISE REQUIRES: 8 (1) "ARTIFICIAL INTELLIGENCE SYSTEM" HAS THE MEANING SET 9 FORTH IN 15 U.S.C. SEC. 9401 (3). 10 (2) "CONSUMER" MEANS A RESIDENT OF THIS STATE WHO IS ACTING 11 IN AN INDIVIDUAL OR A HOUSEHOLD CONTEXT AND NOT IN A COMMERCIAL 12 CONTEXT. 13 (3) "DEPLOY" MEANS TO PUT AN ARTIFICIAL INTELLIGENCE SYSTEM 14 OR A REQUIRED DISCLOSURE ARTIFICIAL INTELLIGENCE SYSTEM INTO USE.

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1	(4) DEPLOYER MEANS A PERSON DOING BUSINESS IN THIS STATE					
2	THAT DEPLOYS AN ARTIFICIAL INTELLIGENCE SYSTEM OR A REQUIRE					
3	DISCLOSURE ARTIFICIAL INTELLIGENCE SYSTEM.					
4	(5) "DEVELOPER" MEANS A PERSON DOING BUSINESS IN THIS STAT					
5	THAT DEVELOPS OR INTENTIONALLY AND SUBSTANTIALLY MODIFIES A					
6	ARTIFICIAL INTELLIGENCE SYSTEM OR A REQUIRED DISCLOSURE ARTIFICIA					
7	INTELLIGENCE SYSTEM.					
8	(6) "EMPLOYMENT OPPORTUNITY" MEANS THE HIRING, FIRING, O					
9	PROMOTION OF AN INDIVIDUAL OR DECISIONS ABOUT AN INDIVIDUAL'S					
10	SALARY.					
11	(7) "ESSENTIAL GOVERNMENT SERVICES" MEANS THE PROVISION					
12	OF PUBLIC BENEFITS, INCLUDING RETIREMENT, WELFARE, HEALTH,					
13	DISABILITY, PUBLIC HOUSING OR ASSISTED HOUSING, FOOD ASSISTANCE,					
14	UNEMPLOYMENT, OR SIMILAR BENEFITS, FOR WHICH PAYMENTS OR					
15	ASSISTANCE IS PROVIDED TO AN INDIVIDUAL, HOUSEHOLD, OR FAMILY BY					
16	AN AGENCY OF THE STATE OR A LOCAL GOVERNMENT.					
17	(8) (a) "INTENTIONALLY AND SUBSTANTIALLY MODIFIES" MEANS					
18	MAKING CHANGES TO AN ARTIFICIAL INTELLIGENCE SYSTEM OR A					
19	REQUIRED DISCLOSURE ARTIFICIAL INTELLIGENCE SYSTEM IN A MANNER					
20	THAT MATERIALLY ALTERS THE SYSTEM'S FUNCTIONALITY, INTENDED USE,					
21	OR REASONABLY FORESEEABLE RISKS OF HARM.					
22	(b) "Intentionally and substantially modifies" does not					
23	INCLUDE ROUTINE CUSTOMIZATION OR CONFIGURATION OF AN ARTIFICIAL					
24	INTELLIGENCE SYSTEM OR A REQUIRED DISCLOSURE ARTIFICIAL					
25	INTELLIGENCE SYSTEM FOR PARTICULAR USES, WHICH ROUTINE					
26	CUSTOMIZATION OR CONFIGURATION DOES NOT MATERIALLY CHANGE THE					
27	SYSTEM'S INTENDED PURPOSE OR REASONABLY FORESEEABLE RISKS OF					

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1	HARM.
2	(9) "Required disclosure artificial intelligence system"
3	MEANS AN ARTIFICIAL INTELLIGENCE SYSTEM THAT IS DESIGNED TO
4	INTERACT WITH A CONSUMER USING TEXT, AUDIO, OR VISUAL
5	COMMUNICATION TO PROVIDE OR DENY:
6	(a) EDUCATION ENROLLMENT, ADMISSIONS, OR PLACEMENT;
7	(b) FINANCIAL AID OR SCHOLARSHIPS;
8	(c) EXPULSION FROM AN EDUCATIONAL INSTITUTION, STUDENT
9	DISCIPLINE, OR ASSESSMENT OF A STUDENT'S WORK PRODUCT, INCLUDING
10	GRADING OR DETECTION OF CHEATING AND PLAGIARISM;
11	(d) AN EMPLOYMENT OPPORTUNITY;
12	(e) LENDING OR CREDIT SERVICES;
13	(f) ESSENTIAL GOVERNMENT SERVICES;
14	(g) HEALTH-CARE SERVICES;
15	(h) HOUSING, WITH RESPECT TO THE PURCHASE OR RENTING OF A
16	RESIDENTIAL PROPERTY;
17	(i) INSURANCE; OR
18	(j) Legal services.
19	6-1-1702. Disclosure regarding use of an artificial intelligence
20	system and required disclosure artificial intelligence system -
21	exception. (1) (a) On and after January 1, 2027, a developer of an
22	ARTIFICIAL INTELLIGENCE SYSTEM THAT IS CAPABLE OF ENGAGING IN
23	INTERACTIVE, TWO-WAY COMMUNICATION WITH A CONSUMER USING
24	NATURAL LANGUAGE IN TEXT, VOICE, OR VIDEO FORM, AND IN A MANNER
25	THAT A REASONABLE CONSUMER COULD MISTAKE FOR HUMAN
26	INTERACTION, SHALL, AT THE TIME THE DEVELOPER SELLS, LICENSES, OR
7	OTHERWISE DISTRIBUTES THE SYSTEM ENSURE THAT THE SYSTEM IS

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1	CAPABLE OF DISCLOSING TO A CONSUMER, WHEN REQUESTED BY THE
2	CONSUMER, THAT THE CONSUMER IS INTERACTING WITH AN ARTIFICIAL
3	INTELLIGENCE SYSTEM AND NOT WITH A HUMAN.
4	(b) On and after January 1, 2027, a deployer of an
5	ARTIFICIAL INTELLIGENCE SYSTEM THAT IS CAPABLE OF ENGAGING IN
6	INTERACTIVE, TWO-WAY COMMUNICATION WITH A CONSUMER USING
7	NATURAL LANGUAGE IN TEXT, VOICE, OR VIDEO FORM, AND IN A MANNER
8	THAT A REASONABLE CONSUMER COULD MISTAKE FOR HUMAN
9	INTERACTION, SHALL ENSURE THAT THE SYSTEM DISCLOSES TO A
10	CONSUMER, WHEN REQUESTED BY THE CONSUMER, THAT THE CONSUMER
11	IS INTERACTING WITH AN ARTIFICIAL INTELLIGENCE SYSTEM AND NOT WITH
12	A HUMAN.
13	(2) On and after January 1, 2027, a deployer of a required
14	DISCLOSURE ARTIFICIAL INTELLIGENCE SYSTEM SHALL CLEARLY AND
15	CONSPICUOUSLY DISCLOSE TO THE CONSUMER, BEFORE THE INTERACTION,
16	THAT THE CONSUMER IS INTERACTING WITH A REQUIRED DISCLOSURE
17	ARTIFICIAL INTELLIGENCE SYSTEM AND NOT WITH A HUMAN.
18	(3) (a) The disclosure required by subsection (2) of this
19	SECTION SHALL BE MADE TO A CONSUMER INTERACTING WITH A REQUIRED
20	DISCLOSURE ARTIFICIAL INTELLIGENCE SYSTEM IN THE USER INTERFACE
21	WITH WHICH THE CONSUMER INTERACTS WITH THE SYSTEM AND AT THE
22	BEGINNING OF THE CONSUMER'S INTERACTION WITH THE SYSTEM:
23	(I) VERBALLY DURING AN ORAL EXCHANGE OR CONVERSATION; OR
24	(II) BY USE OF AN ELECTRONIC MESSAGE.
25	(b) When a deployer is required to make a disclosure
26	PURSUANT TO SUBSECTION (2) OF THIS SECTION, THE DEPLOYER MUST
27	INCLUDE THE FOLLOWING INFORMATION:

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1	(I) THE NAME OF THE DEVELOPER OR DEVELOPERS OF THE
2	REQUIRED DISCLOSURE ARTIFICIAL INTELLIGENCE SYSTEM;
3	(II) THE TRADE NAME OF THE REQUIRED DISCLOSURE ARTIFICIAL
4	INTELLIGENCE SYSTEM; AND
5	(III) THE DEPLOYER'S CONTACT INFORMATION, INCLUDING PHONE
6	NUMBER OR EMAIL ADDRESS.
7	(4) DISCLOSURE IS NOT REQUIRED UNDER SUBSECTION (1) OR (2)
8	OF THIS SECTION UNDER CIRCUMSTANCES IN WHICH:
9	(a) IT WOULD BE OBVIOUS TO A REASONABLE CONSUMER THAT THE
10	CONSUMER IS INTERACTING WITH AN ARTIFICIAL INTELLIGENCE SYSTEM OR
11	A REQUIRED DISCLOSURE ARTIFICIAL INTELLIGENCE SYSTEM; OR
12	(b) The disclosure could impede an emergency
13	COMMUNICATION OR EMERGENCY RESPONSE.
14	6-1-1703. Violations of the "Colorado Consumer Protection
15	Act" - enforcement. (1) Notwithstanding section 6-1-103, the
16	ATTORNEY GENERAL HAS EXCLUSIVE AUTHORITY TO ENFORCE THIS PART
10	
17	17.
	17. (2) Notwithstanding Section 6-1-113, On and After
17	
17 18	(2) Notwithstanding section 6-1-113, On and after
17 18 19	(2) Notwithstanding Section 6-1-113, On and After January 1, 2027, A violation of this part 17 constitutes A
17 18 19 20	(2) NOTWITHSTANDING SECTION 6-1-113, ON AND AFTER JANUARY 1, 2027, A VIOLATION OF THIS PART 17 CONSTITUTES A DECEPTIVE TRADE PRACTICE PURSUANT TO SECTION 6-1-105 (1)(hhhh).
17 18 19 20 21	(2) Notwithstanding section 6-1-113, On and after January 1, 2027, a violation of this part 17 constitutes a deceptive trade practice pursuant to section 6-1-105 (1)(hhhh). (3) (a) On and after January 1, 2027, the design,
17 18 19 20 21 22 23	(2) Notwithstanding section 6-1-113, On and after January 1, 2027, a violation of this part 17 constitutes a deceptive trade practice pursuant to section 6-1-105 (1)(hhhh). (3) (a) On and after January 1, 2027, the design, development, distribution, or use of an artificial intelligence
17 18 19 20 21	(2) Notwithstanding section 6-1-113, On and after January 1, 2027, a violation of this part 17 constitutes a deceptive trade practice pursuant to section 6-1-105 (1)(hhhh). (3) (a) On and after January 1, 2027, the design, development, distribution, or use of an artificial intelligence system or a required disclosure artificial intelligence system
17 18 19 20 21 22 23 24	(2) Notwithstanding section 6-1-113, On and after January 1, 2027, a violation of this part 17 constitutes a deceptive trade practice pursuant to section 6-1-105 (1)(hhhh). (3) (a) On and after January 1, 2027, the design, development, distribution, or use of an artificial intelligence system or a required disclosure artificial intelligence system may be the basis for liability pursuant to this article 1 to the

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1	NOT NEGATE OR AFFECT THE LIABILITY OR POTENTIAL LIABILITY OF A
2	DEVELOPER OR DEPLOYER OF AN ARTIFICIAL INTELLIGENCE SYSTEM OR A
3	REQUIRED DISCLOSURE ARTIFICIAL INTELLIGENCE SYSTEM UNDER PARTS
4	3 to 8 of article 34 of title 24.
5	(c) Nothing in this part 17 interferes with the rights
6	AVAILABLE TO CONSUMERS PURSUANT TO SECTION 6-1-113 IN RELATION
7	TO A CLAIM INVOLVING THE DESIGN, DEVELOPMENT, DISTRIBUTION, OR USE
8	OF AN ARTIFICIAL INTELLIGENCE SYSTEM OR A REQUIRED DISCLOSURE
9	ARTIFICIAL INTELLIGENCE SYSTEM IN SUCH A WAY THAT VIOLATES THIS
10	ARTICLE 1.
11	(4) On and after January 1, 2027, in an action brought by
12	THE ATTORNEY GENERAL RELATED TO THE USE OF AN ARTIFICIAL
13	INTELLIGENCE SYSTEM OR A REQUIRED DISCLOSURE ARTIFICIAL
14	INTELLIGENCE SYSTEM IN A MANNER THAT VIOLATES THIS PART 17 OR THIS
15	ARTICLE 1, IF THE COURT DECLARES THAT AN ACT OR PRACTICE VIOLATES
16	THIS PART 17 OR THIS ARTICLE 1, THE COURT MAY:
17	(a) Issue an injunction for a violation of this part 17 or
18	THIS ARTICLE 1;
19	(b) Order disgorgement of any money received in
20	VIOLATION OF THIS PART 17 OR THIS ARTICLE 1; OR
21	(c) ORDER THE PAYMENT OF DISGORGED MONEY OR OF DAMAGES
22	TO A PERSON INJURED BY A VIOLATION OF THIS PART 17 OR THIS ARTICLE
23	1.
24	(5) If the court grants judgment, including injunctive
25	RELIEF, TO THE ATTORNEY GENERAL IN A CLAIM REGARDING A VIOLATION
26	OF THIS PART 17 OR THIS ARTICLE 1, THE COURT MAY AWARD TO THE
27	ATTORNEY GENERAL COURT COSTS OR INVESTIGATIVE FEES.

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2	AUTHORITY GRANTED TO THE ATTORNEY GENERAL UNDER THIS SECTION,
3	PREEMPTS OR OTHERWISE AFFECTS ANY OTHER RIGHT, CLAIM, REMEDY,
4	PRESUMPTION, OR DEFENSE AVAILABLE AT LAW OR IN EQUITY.
5	(7) (a) This part 17 does not authorize a private right of
6	ACTION FOR A VIOLATION OF THIS PART 17 OR THIS ARTICLE 1.
7	(b) This part 17 does not relieve any party from any duty
8	OR OBLIGATION IMPOSED UNDER THIS ARTICLE 1 AND DOES NOT ALTER
9	ANY RIGHT OR RECOURSE AVAILABLE TO A PERSON UNDER THIS ARTICLE
10	1 OR OTHER APPLICABLE STATE LAW OR ANY RIGHT OR RECOURSE THAT IS
11	OTHERWISE AVAILABLE TO A PERSON AT LAW OR IN EQUITY.
12	6-1-1704. Rules. The attorney general may adopt rules as
13	NECESSARY TO IMPLEMENT AND ENFORCE THIS PART 17.
14	SECTION 2. In Colorado Revised Statutes, add 24-34-310 as
15	follows:
16	24-34-310. Violations of "Colorado Anti-discrimination Act"
17	by use of artificial intelligence systems and required disclosure
17 18	by use of artificial intelligence systems and required disclosure artificial intelligence systems - definitions - rules. (1) (a) THE DESIGN,
	• • •
18	artificial intelligence systems - definitions - rules. (1) (a) THE DESIGN,
18 19	artificial intelligence systems - definitions - rules. (1) (a) The design, development, or use of an artificial intelligence system or a
18 19 20	artificial intelligence systems - definitions - rules. (1) (a) The design, development, or use of an artificial intelligence system or a required disclosure artificial intelligence system may be the
18 19 20 21	artificial intelligence systems - definitions - rules. (1) (a) The design, development, or use of an artificial intelligence system or a required disclosure artificial intelligence system may be the basis for liability under parts 3 to 8 of this article 34 to the
18 19 20 21 22	artificial intelligence systems - definitions - rules. (1) (a) The design, development, or use of an artificial intelligence system or a required disclosure artificial intelligence system may be the basis for liability under parts 3 to 8 of this article 34 to the extent that a violation of any such provisions can be
18 19 20 21 22 23	artificial intelligence systems - definitions - rules. (1) (a) The design, development, or use of an artificial intelligence system or a required disclosure artificial intelligence system may be the basis for liability under parts 3 to 8 of this article 34 to the extent that a violation of any such provisions can be established.
18 19 20 21 22 23 24	artificial intelligence systems - definitions - rules. (1) (a) The design, development, or use of an artificial intelligence system or a required disclosure artificial intelligence system may be the basis for liability under parts 3 to 8 of this article 34 to the extent that a violation of any such provisions can be established. (b) Compliance with the requirements of parts 3 to 8 of

(6) Nothing in this part 17, including the enforcement

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2	(2) NOTHING IN THIS SECTION PREEMPTS OR OTHERWISE AFFECTS
3	ANY RIGHT, CLAIM, REMEDY, PRESUMPTION, OR DEFENSE AVAILABLE
4	UNDER PARTS 3 TO 8 OF THIS ARTICLE 34 OR OTHERWISE AVAILABLE AT
5	LAW OR IN EQUITY.
6	(3) THE COMMISSION MAY ADOPT RULES AS NECESSARY TO
7	IMPLEMENT AND ENFORCE THIS SECTION.
8	(4) Definitions. As used in this section, unless the context
9	OTHERWISE REQUIRES:
10	(a) "ARTIFICIAL INTELLIGENCE SYSTEM" HAS THE MEANING SET
11	FORTH IN SECTION 6-1-1701 (1).
12	(b) "DEVELOPER" HAS THE MEANING SET FORTH IN SECTION
13	6-1-1701 (5).
14	(c) "REQUIRED DISCLOSURE ARTIFICIAL INTELLIGENCE SYSTEM"
15	HAS THE MEANING SET FORTH IN SECTION 6-1-1701 (9).
16	SECTION 3. In Colorado Revised Statutes, 22-1-135, amend
17	(2)(a)(V) as follows:
18	22-1-135. Terms and conditions in public school contracts -
19	definitions. (2) (a) A term or condition in a public school contract is void
20	ab initio if the term or condition:
21	(V) Purports to waive, alter, or limit the application of:
22	(A) The "Student Data Transparency and Security Act", article 16
23	of this title 22;
24	(B) The provisions of sections 6-1-713 and 6-1-713.5 relating to
25	protection and disposal of personal identifying information;
26	(C) The provisions of article 73 of title 24 relating to security
27	breaches and personal information;

INTELLIGENCE SYSTEM UNDER ARTICLE 1 OF TITLE 6.

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1	(D) or, upon it taking effect on July 1, 2023, The "Colorado
2	Privacy Act", part 13 of article 1 of title 6; or
3	(E) The provisions of part $17\mathrm{of}$ article $1\mathrm{of}$ title $6\mathrm{relating}$
4	TO THE DISCLOSURE REQUIREMENTS FOR THE USE AND DEPLOYMENT OF
5	ARTIFICIAL INTELLIGENCE SYSTEMS; OR
6	(F) The provisions of Section 24-34-310 relating to the
7	DISCLOSURE REQUIREMENTS FOR THE USE AND DEPLOYMENT OF
8	ARTIFICIAL INTELLIGENCE SYSTEMS; OR
9	SECTION 4. In Colorado Revised Statutes, add 24-106-110 as
10	follows:
11	24-106-110. Terms and conditions in public entity contracts
12	for artificial intelligence systems - indemnification - definitions.
13	(1) Definitions. As used in this section, unless context otherwise
14	REQUIRES:
15	(a) "ARTIFICIAL INTELLIGENCE SYSTEM" HAS THE MEANING SET
16	FORTH IN SECTION 6-1-1701 (1).
17	(b) "CONTRACTOR" MEANS A PERSON HAVING A CONTRACT OR AN
18	AGREEMENT WITH A COLORADO STATE AGENCY OR PUBLIC ENTITY,
19	EXCLUDING A CONTRACT OR AN AGREEMENT BETWEEN A COLORADO
20	STATE AGENCY OR PUBLIC ENTITY AND ANOTHER COLORADO STATE
21	AGENCY, PUBLIC ENTITY, OR EMPLOYEE OF A COLORADO STATE AGENCY
22	OR PUBLIC ENTITY.
23	(c) "PUBLIC ENTITY" HAS THE MEANING SET FORTH IN SECTION
24	24-34-301 (18).
25	(2) A CONTRACT OR AN AGREEMENT THAT IS ENTERED INTO
26	BETWEEN A COLORADO STATE AGENCY OR PUBLIC ENTITY AND A
27	CONTRACTOR FOR PRODUCTS OR SERVICES RELATED TO THE USE OF AN

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1	ARTIFICIAL	INTELLIGENCE	SYSTEM	MUST	INCLUDE	THE	PROVISIONS
2	REQUIRED II	N SUBSECTION (3) of this	SECTIO	ON.		

(b) If a contract or an agreement between a Colorado STATE AGENCY OR PUBLIC ENTITY AND A CONTRACTOR DOES NOT INCLUDE THE PROVISIONS REQUIRED IN SUBSECTION (3) OF THIS SECTION, THE CONTRACT OR AGREEMENT IS DEEMED TO INCLUDE THE PROVISIONS REQUIRED IN SUBSECTION (3) OF THIS SECTION, IF THE PRIMARY PURPOSE OF THE CONTRACT OR AGREEMENT IS TO ACQUIRE PRODUCTS OR SERVICES RELATED TO THE USE OF AN ARTIFICIAL INTELLIGENCE SYSTEM FOR THE BENEFIT OF THE STATE AGENCY OR PUBLIC ENTITY.

- (3) (a) A CONTRACTOR SHALL CERTIFY THAT THE PRODUCTS AND SERVICES THE CONTRACTOR IS PROVIDING TO THE STATE AGENCY OR PUBLIC ENTITY PURSUANT TO THEIR CONTRACT OR AGREEMENT COMPLY WITH THE PROVISIONS OF PART 17 OF ARTICLE 1 OF TITLE 6 RELATED TO THE USE OF ARTIFICIAL INTELLIGENCE SYSTEMS.
- (b) A CONTRACTOR SHALL CERTIFY THAT THE PRODUCTS AND SERVICES THE CONTRACTOR IS PROVIDING TO THE STATE AGENCY OR PUBLIC ENTITY PURSUANT TO THEIR CONTRACT OR AGREEMENT COMPLY WITH SECTION 24-34-310 RELATED TO THE USE OF ARTIFICIAL INTELLIGENCE SYSTEMS.
- (c) THE CONTRACTOR SHALL INDEMNIFY, HOLD HARMLESS, AND ASSUME LIABILITY ON BEHALF OF THE STATE AGENCY OR PUBLIC ENTITY, AND THE STATE AGENCY'S OR PUBLIC ENTITY'S OFFICERS, EMPLOYEES, AND AGENTS, FOR ALL COSTS, EXPENSES, CLAIMS, DAMAGES, LIABILITIES, COURT AWARDS, ATTORNEY FEES AND RELATED COSTS, AND ANY OTHER AMOUNTS INCURRED BY THE STATE AGENCY OR PUBLIC ENTITY IN RELATION TO THE CONTRACTOR'S NONCOMPLIANCE WITH:

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1	(1) Part 17 of article 1 of title 6 relating to the use of
2	ARTIFICIAL INTELLIGENCE SYSTEMS; AND
3	(II) Section 24-34-310 relating to the use of artificial
4	INTELLIGENCE SYSTEMS.
5	SECTION 5. Act subject to petition - effective date. Section
6	24-34-310, Colorado Revised Statutes, as enacted in section 2 of this act;
7	section 22-1-135 (2)(a)(V), Colorado Revised Statutes, as amended in
8	section 3 of this act; and section 24-106-110, Colorado Revised Statutes,
9	as enacted in section 4 of this act, take effect January 1, 2027, and the
10	remainder of this act takes effect at 12:01 a.m. on the day following the
11	expiration of the ninety-day period after final adjournment of the general
12	assembly; except that, if a referendum petition is filed pursuant to section
13	1 (3) of article V of the state constitution against this act or an item,
14	section, or part of this act within such period, then the act, item, section,
15	or part will not take effect unless approved by the people at the general
16	election to be held in November 2026 and, in such case, will take effect
17	on the date of the official declaration of the vote thereon by the governor;
18	except that section 24-34-310, Colorado Revised Statutes, as enacted in
19	section 2 of this act; section 22-1-135 (2)(a)(V), Colorado Revised
20	Statutes, as amended in section 3 of this act; and section 24-106-110,
21	Colorado Revised Statutes, as enacted in section 4 of this act, take effect
22	January 1, 2027, or on the date of the official declaration of the vote
23	thereon by the governor, whichever is later.

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