# Department of Planning and Budget
## 2025 General Assembly Session
### State Fiscal Impact Statement

**PUBLISHED: 2/17/2025 11:19 AM** **ORIGINAL**

**Bill Number:** HB2094-S1 **Patron:** Maldonado
**Bill Title:** High-risk artificial intelligence; development, deployment, and use; civil penalties.

**Bill Summary:** Creates requirements for the development, deployment, and use of high-risk artificial intelligence systems, defined in the bill, and civil penalties for noncompliance, to be enforced by the Attorney General. The bill has a delayed effective date of July 1, 2026.

**Budget Amendment Necessary:** No. **Items Impacted:** N/A
**Explanation:** Due to the delayed effective date, a budget amendment is not required for the current biennium, however, funding will be required in future years.

**Fiscal Summary:** The Office of the Attorney General and the Department of Law (OAG) estimates this bill generates a need for three additional staff members at an annual cost of $425,475. Such costs would begin in FY2027 due to the delayed effective date of July 1, 2026.

**General Fund Expenditure Impact:**

| Agency | FY2025 | FY2026 | FY2027 | FY2028 | FY2029 | FY2030 |
|---|---|---|---|---|---|---|
| OAG | $0 | $0 | $425,475 | $425,475 | $425,475 | $425,475 |
| **TOTAL** | **$0** | **$0** | **$425,475** | **$425,475** | **$425,475** | **$425,475** |

**Position Impact:**

| Agency | FY2025 | FY2026 | FY2027 | FY2028 | FY2029 | FY2030 |
|---|---|---|---|---|---|---|
| OAG | 0 | 0 | 3 | 3 | 3 | 3 |
| **TOTAL** | **0** | **0** | **3** | **3** | **3** | **3** |

**Fiscal Analysis:** The OAG indicates that under the provisions of this bill, the agency would need to develop expertise in the area of artificial intelligence related law. Additionally, the agency would need additional personnel to handle the enforcement responsibilities outlined in the bill. The OAG estimates that a minimum of two Assistant Attorney General and one Senior Paralegal/Investigator would be required. The estimated impact of these three positions is $425,475 per year.

**Other:** None.