By: Capriglione H.B. No. 2818

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to the artificial intelligence division within the
3	Department of Information Resources.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Chapter 2054, Government Code, is amended by
6	adding Subchapter S to read as follows:
7	SUBCHAPTER S. ARTIFICIAL INTELLIGENCE DIVISION
8	Sec. 2054.701. ESTABLISHMENT AND ADMINISTRATION OF
9	DIVISION. (a) The department shall establish an artificial
10	intelligence division within the department.
11	(b) The executive director shall direct the administration
12	and oversight of the artificial intelligence division, including
13	the division's organization within the department.
14	(c) The department may hire the personnel necessary to
15	administer the duties of the division, including hiring personnel
16	through institutions of higher education, as defined by Section
17	61.003, Education Code.
18	Sec. 2054.702. GENERATIVE ARTIFICIAL INTELLIGENCE
19	TECHNOLOGY. (a) The division shall assist state agencies and other
20	entities that use the department's services in the implementation
21	of generative artificial intelligence technology for:

as defined by Section 2054.571; and

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(1) projects to modernize or replace legacy systems,

(2) other projects appropriate for the use of

- 1 generative artificial intelligence technology as determined by the
- 2 <u>department</u>.
- 3 (b) In assisting agencies and entities with projects under
- 4 Subsection (a), the division may:
- 5 (1) use generative artificial intelligence technology
- 6 developed or procured by the department to complete the project; or
- 7 (2) contract with a vendor to use generative
- 8 artificial intelligence technology to complete the project.
- 9 (c) If the division contracts with a vendor under Subsection
- 10 (b), the vendor's generative artificial intelligence technology
- 11 must complete at least 90 percent of the work required to complete
- 12 the contract.
- 13 Sec. 2054.703. COST ANALYSIS REPORT. The division shall
- 14 prepare a cost analysis report for each project completed under
- 15 Section 2054.702 that includes:
- 16 (1) a summary of the time, money, and resources saved
- 17 by using a generative artificial intelligence technology compared
- 18 to the time, money, and resources that would have been required
- 19 using traditional systems to perform equivalent tasks; and
- 20 (2) a concise overview focused on information
- 21 demonstrating the cost efficiencies achieved by using generative
- 22 <u>artificial intelligence technology</u>, such as the amount of time and
- 23 money saved in the procurement process.
- Sec. 2054.704. RULES. The department may adopt the rules
- 25 necessary to establish and administer the division.
- 26 SECTION 2. As soon as practicable after the effective date
- 27 of this Act, the Department of Information Resources shall adopt

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- 1 the rules necessary to implement Subchapter S, Chapter 2054,
- 2 Government Code, as added by this Act.
- 3 SECTION 3. This Act takes effect September 1, 2025.