

HB5496 • Texas

Relating to the disclosure and use of artificial intelligence.

Introduced

Risk: High

Comprehensive

Effective: Sep 01, 2025 | Last Action (Apr 07, 2025): Referred to Delivery of Government Efficiency

Summary

This bill mandates transparency and accountability in the use of artificial intelligence by any person providing goods or services to Texas residents.

Business Impact

If you use AI in your business in Texas, you must implement best practices and provide transparency by September 1, 2025, or face penalties.

Key Provisions

- Any person must implement best practices for AI usage.
- Users must be provided tools to detect AI usage.
- Affected individuals must receive explanations of AI decisions.
- AI must not demonstrate bias against protected classifications.

Compliance Checklist

- Implement and maintain AI best practices | Who: Businesses using AI in Texas | Penalty: Classified as a deceptive trade practice
- Provide detection tools for AI usage | Who: Businesses using AI in Texas | Penalty: Classified as a deceptive trade practice
- Explain AI decision-making processes to affected individuals | Who: Businesses using AI in Texas | Penalty: Classified as a deceptive trade practice
- Ensure AI does not exhibit bias | Who: Businesses using AI in Texas | Penalty: Classified as a deceptive trade practice

Industries Affected

Technology

Social Media

Consumer
Protection

Finance

Financial Services

Bill Sponsors

Name	Party	Role
Salman Bhojani	D	Sponsor

Official Source

<https://capitol.texas.gov/BillLookup/History.aspx?LegSess=89R&Bill;=HB5496>

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