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THE GENERAL ASSEMBLY OF PENNSYLVANIA

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HOUSE BILL

No. 518 Session of  
2025

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INTRODUCED BY C. WILLIAMS, HANBIDGE, PIELLI, JAMES, STAATS,  
PICKETT AND ARMANINI, FEBRUARY 5, 2025

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REFERRED TO COMMITTEE ON CONSUMER PROTECTION, TECHNOLOGY AND  
UTILITIES, FEBRUARY 5, 2025

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AN ACT

1 Amending the act of December 17, 1968 (P.L.1224, No.387),  
2 entitled "An act prohibiting unfair methods of competition  
3 and unfair or deceptive acts or practices in the conduct of  
4 any trade or commerce, giving the Attorney General and  
5 District Attorneys certain powers and duties and providing  
6 penalties," further providing for definitions and for  
7 unlawful acts or practices and exclusions.

8 The General Assembly of the Commonwealth of Pennsylvania  
9 hereby enacts as follows:

10 Section 1. Section 2(4)(xxi) of the act of December 17, 1968  
11 (P.L.1224, No.387), known as the Unfair Trade Practices and  
12 Consumer Protection Law, is amended, clause (4) is amended by  
13 adding a subclause and the section is amended by adding a clause  
14 to read:

15 Section 2. Definitions.--As used in this act.

16 \* \* \*

17 (4) "Unfair methods of competition" and "unfair or deceptive  
18 acts or practices" mean any one or more of the following:

19 \* \* \*

20 (xxi) Failing to comply with the terms of a written

1 guarantee, warranty or policy that is generated by a consumer-  
2 facing artificial intelligence utilized by a business.

3 [(xxi)] (xxii) Engaging in any other fraudulent or deceptive  
4 conduct which creates a likelihood of confusion or of  
5 misunderstanding.

6 \* \* \*

7 (14) "Artificial intelligence" means an artificial system  
8 that:

9 (i) performs tasks under varying and unpredictable  
10 circumstances without significant human oversight or can learn  
11 from experience and improve such performance when exposed to  
12 data sets;

13 (ii) is developed in any context, including software or  
14 physical hardware; and

15 (iii) solves tasks requiring human-like perception,  
16 cognition, planning, learning, communication or physical action,  
17 or is designed to think or act like a human, including a  
18 cognitive architecture or neural network, or act rationally,  
19 including an intelligent software agent or embodied robot that  
20 achieves goals using perception, planning, reasoning, learning,  
21 communication, decision making or action, or a set of  
22 techniques, including machine learning, that is designed to  
23 approximate a cognitive task.

24 Section 2. Section 3(a) of the act is amended to read:

25 Section 3. Unlawful Acts or Practices; Exclusions.--(a)  
26 Unfair methods of competition and unfair or deceptive acts or  
27 practices in the conduct of any trade or commerce as defined by  
28 subclauses (i) through [(xxi)] (xxii) of clause (4) of section 2  
29 of this act and regulations promulgated under section 3.1 of  
30 this act are hereby declared unlawful. The provisions of this

1 act shall not apply to any owner, agent or employe of any radio  
2 or television station, or to any owner, publisher, printer,  
3 agent or employe of an Internet service provider or a newspaper  
4 or other publication, periodical or circular, who, in good faith  
5 and without knowledge of the falsity or deceptive character  
6 thereof, publishes, causes to be published or takes part in the  
7 publication of such advertisement.

8 \* \* \*

9 Section 3. This act shall take effect in 60 days.