Al Use in the HR World

(aka...The Wild West Comes Alive Again in the Modern Age in the Form of Al)



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What to Expect Today

A primer on the difference between hyper-automation and artificial intelligence (AI) and generative AI, and differences between "good" AI and "not-so-good" AI, which is leading to regulation of its use in the workplace.

Key takeaways:

- Understand what AI is
- Know how to apply it within HR, benefits, communications and recruitment and retention
- Safe next steps





What is Artificial Intelligence (AI)?

Versus "hyper-automation"

ARTIFICIAL INTELLIGENCE



Defined by Merriam-Webster

- A branch of computer science dealing with simulation of intelligent behavior in computers
- 2. The capability of a machine to imitate human behavior

ARTIFICIAL INTELLIGENCE: Ability of machines to perform tasks associated with human intelligence, e.g., learning and problem-solving



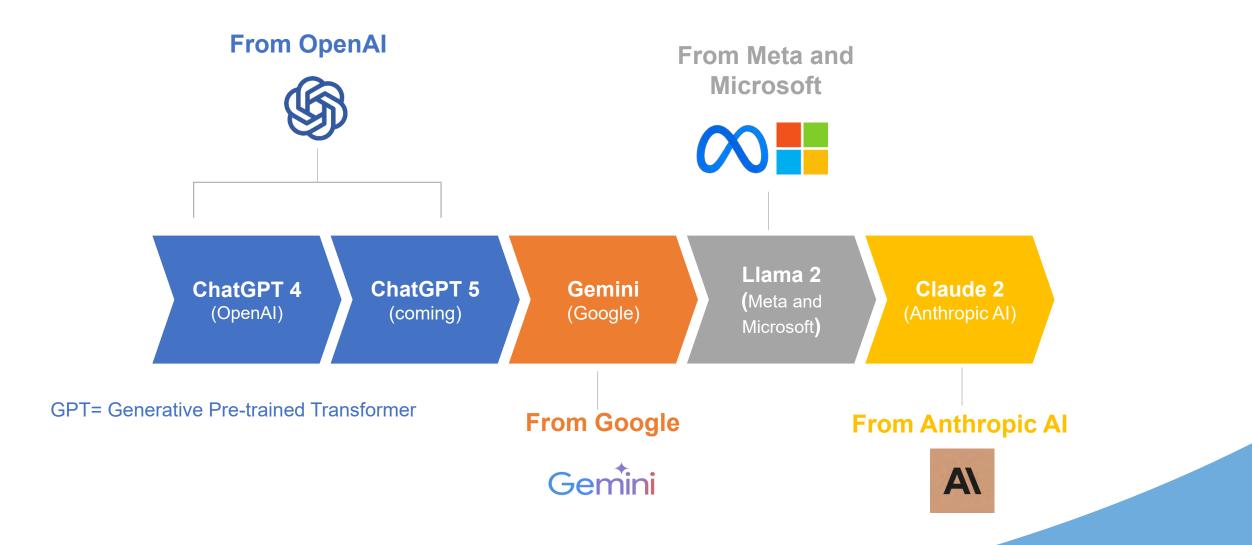
VS.



HYPER-AUTIOMATION: Makes things happen very quickly that could have been done by people in a slower multi-step fashion



Al (aka Large Language Models) in the Market



Source: GeekyGadgets.com



Al: Why I Should Care

Is there such a thing as "good" AI?

- MIT research on 14 large language models (LLMs) found:
 - OpenAl's ChatGPT4 was most left-wing libertarian
 - Meta's Llama 2 was most right-wing authoritarian
- There is good AI, if your inputs are correct, you don't overextend your expectations and you proof the output.
- Productivity and clarity of language and intent should improve with use.



We believe no language model can be entirely free from political biases.

- Chan Park,
PhD researcher at Carnegie
Mellon University who was part
of the study

Source: MIT Technology Review (August 2023)



Al: Why I Should Care

"Less-than-good" Al

- FraudGPT (yes, it's real) called the "dark twin" or dark side of ChatGPT
 - Built specifically for malicious activities, e.g., phishing emails, cracking tools
- Al can't be trusted free form; must ask questions to which it has factual answers
- Al can identify keystrokes using just the sound of your typing and steal info with 95% accuracy



I did not comprehend that ChatGPT could fabricate cases...I continued to be duped by ChatGPT. It's embarrassing.

- Steven Schwartz, Attorney admitting to a judge he used ChatGPT to craft a motion full of madeup case law against Avianca Airlines (June 2023)



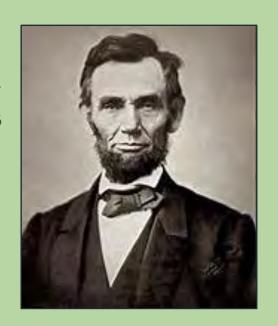
Al: Why I Should Care

So, when can I rest easier?

- In current stage, Al likened to "glorified tape recorder" by futurist Michio Kaku. (August 2023)
- Al takes snippets of info on the web (created by humans), splices them together and presents it as Al-created information. This is Generative Al.
- It cannot discern true from false.

Everything on the Internet is true.

-Abraham Lincoln, 1864



Source: CNN (August 2023)



Regulation: Global & Education Community Response

GLOBAL ACTIVITY

- Italy first country to (temporarily) ban ChatGPT while regulators determined appropriate use.
- ChatGPT currently banned in 7 countries, down from 36, (mostly authoritarian).
- Europe poised to impose a blanket ban on some "unacceptable" uses of AI and enacting stiff guardrails for "high-risk" applications—reshaping use of AI for businesses and organizations.



Sources: Decentralizedcreator.com (April 2023), CNN Business (March 2024) Brian Fung



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EDUCATION COMMUNITY ACTIVITY

- NYC and Seattle public schools banned ChatGPT due to plagiarism and accuracy concerns.
- Universities in India, France and China report concerns of students trying to pass off Al-generated work as their own.



Legal Side Effects

Global and one model example on data use

LEGAL ACTIVITY

- In Dec. 2023, the NYT filed suit against
 Microsoft and OpenAI, alleging intellectual
 property violations associated with ChatGPT
 training data.
- NYT: "Regurgitation," or spitting out entire "memorized" parts of specific pieces of content or articles, "is a rare bug that we are working to drive to zero."
- Ongoing settlement negotiations focusing on displaying NYT content with attribution in ChatGPT.

PRIOR TO GEMINI (In Bard)

- If you click "How it works," Google says:
 Your Google workspace content, like from
 Gmail or Drive, is not reviewed or used to
 improve Bard.
- You can turn off human review of conversations with Bard AND turn off machine analysis of those conversations.
- Know and trust when personal information is or isn't being brought into an LLM.



Source: CNBC & NY Times (1/8/24) (L)

Source: ZDNET 12/18/23



Legal Side Effects Final notes on data use



The success of Al depends on data. That's because A.I. models become more accurate and <u>more humanlike</u> with more data.



in the same way that a student learns by reading more books, essays and other information, large language models — the systems that are the basis of chatbots — also become more accurate and more powerful if they are fed more data.

Source: NY Times (4/6/24) Cecilia Kang, Cade Metz and Stuart A. Thompson



Regulation in Employment U.S. government units and municipalities

EEOC

- Breaks new ground by settling first-ever Al discrimination lawsuit.
 - Employers using AI in hiring process can be liable for unintended discrimination.
 - Al vendor contracts typically include non-liability clauses.
 - Employers must vet Al tools and validate no discrimination.



Source: Amundsen Davis, LLC and VitalLaw® (August 2023)



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U.S. STATES & MUNICIPALITIES

- New York City: Candidate notification and right to know, annual audits, fines for violators.
- Illinois: Pre-interview notification and consent, confidentiality guidelines.
- Maryland: Regulates use of facial recognition
- Coming: California, New Jersey, New York (state), Vermont and D.C.; 13 others in discussion.

Source: Amundsen Davis, LLC and VitalLaw® (August 2023)



Regulation in Employment

Private use: recommendations for employer organization policies

1. Data entry

Never enter info classified as "confidential" or "restricted" in unapproved AI system.

3. Support productivity

Permit AI for productivity, if abiding by rules #1 & #2. Example: Draft sample job description or summarize employee policy.



2. No use of Al systems for company business

Actively monitor uploads of company info from company network to publicly accessible AI tools. Reserve right to take action and/or block usage.

4. No public sharing of Al-generated content

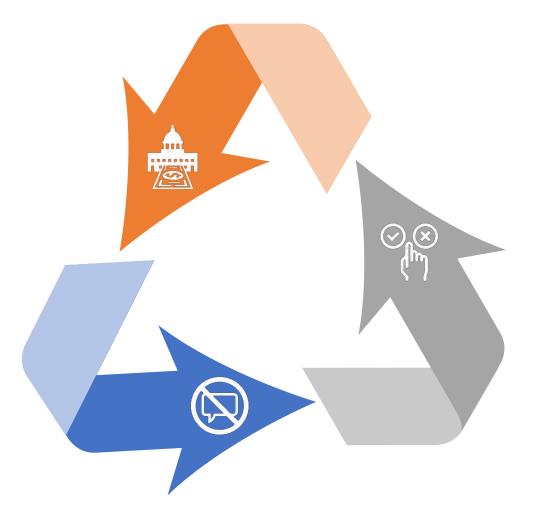
Output from company-approved Al system should not be shared outside the company.

Commit to leveraging AI opportunities in a compliant manner and developing use cases.



Regulation

OpenAl's conversations and considerations







At the May 2023 G7 Summit. OpenAl said a federal agency might be required for oversight and licensing.



Moderation

OpenAl is considering adding Moderation to ChatGPT to exclude select information, e.g., how to make a bomb.

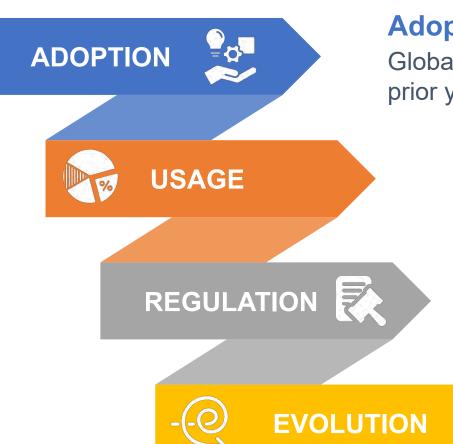


Should Al Pick a Side?

Moderation raises free speech question and may further polarize public opinion if OpenAl "picks a side."



Al Impact on your Business **State of AI snapshot**



Adoption

Global AI adoption jumped 13% over prior year (IBM Study, 2022)

Usage

25% of U.S. companies use AI; many are beginning to use it in hiring

Regulation

Federal and state laws lag the technology; Congress and president proposing legislation

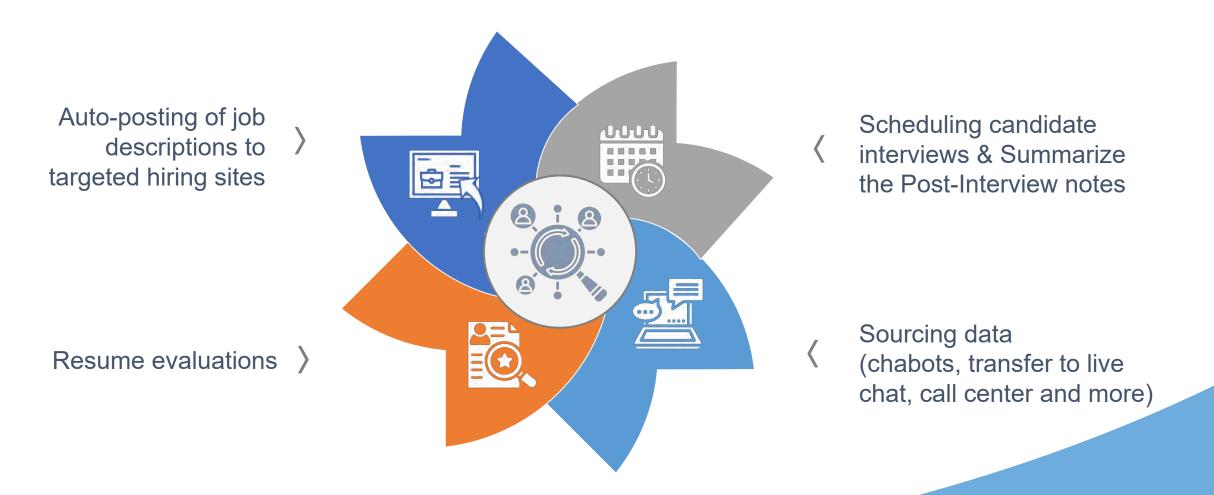
Evolution

Al is evolving fast and can make HR more strategic (less tactical)



Al Impact on Recruiting & Retention

Healthy and useful (i.e., safe) ways AI can help RECRUITMENT efforts





Al Impact on Recruiting & Retention

Healthy and useful (i.e., safe) ways AI can help **RETENTION** efforts

Predict who is happy and unhappy in their job

Scan email for sentiment to assess readiness to move on or job-specific frustration

Predict what will motivate individual employees

Rethink reviews, feedback and performance reviews Only 2% of HR leaders say current methods "deliver exceptional value" (Eightfold.ai)



Foster employee growth

Meet employees where they are

Evaluate or predict fit of hybrid work environment

Encourage employee purpose



More Simple Things Al Can Do for HR

Job descriptions

Create job descriptions for human consumption

Job posts

Identify the "best" job post websites based on the job

Bias

Remove gender bias in reviews and job descriptions

Strategy

Free HR from mundane tasks to be more strategic, e.g., benefits communications (chatbots)



Licensing

Check government databases for proper licensure (have a human check)

Engagement

Write warmer and more inviting emails

Culture

Use your specific vernacular

Translation

Change languages, e.g., English to employee's preferred language

SCUSSION



Convocation
The Spirit of Collaboration

UNIVERSITY OF NOTRE DAME

Thank you.

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