

Legal Challenges in Technology Development Artificial Intelligence (AI)

Nining Yurista Prawitasari

Doctoral Program Faculty of Law, University of Jenderal Soedirman

E-Mail: nining.prawitasari@mhs.unsoed.ac.id

Abstract:

The development of Artificial Intelligence (AI) technologies has created significant changes in various spheres of human life. However, this rapid progress brings with it complex legal challenges. This research aims to identify, analyze, and offer solutions to legal problems that arise along with the development of AI. The main focus includes aspects of privacy, ethics, security and responsibility. Through this study, there is an in-depth explanation of the latest legal updates, efforts to regulate, as well as suggestions to overcome these problems. In doing so, this research contributes to a deeper understanding of the legal dynamics associated with the development of AI technologies and encourages further discussion in this field.

Keywords: legal; technology development; artificial Intelligence; privacy and security.

Introduction

The development of artificial intelligence technology has brought the world into a new phase filled with tremendous progress and endless innovation potential. Artificial intelligence has transcended the confines of traditional technology and has revolutionized the way we work, communicate, and obtain information. Behind all these advances, however, lies a layer of legal complexity that colors the evolutionary process of artificial intelligence.

With the rapid advancement in the field of AI, there are legal issues that require in-depth consideration as well as adjustments to existing regulations. These issues are not only technical in nature, but also involve aspects that seep into ethics, privacy, security, and social effects. This study aims to explore and analyze in detail the complexity of legal issues that arise along with the advancement of artificial intelligence technology.¹

Artificial intelligence is intended to realize that AI technology not only serves to create devices and systems that can perform tasks that were previously the responsibility of humans, but also touches areas that have a significant legal impact. With its ability to process and analyze massive amounts of data, legal questions arise that include personal privacy, system security, legal liability, and more.²

The study adopts a qualitative approach to explore these challenges thoroughly. Through in-depth literature review, assessment of the legal literature, and conversations with experts, we seek to deepen the complexity of the interaction between artificial intelligence technologies and relevant legal elements. In addition,

¹ Aditya Kurniawijaya, "Artificial Utilization Intelligence In Contract Design And Its Impact On The Legal Sector In Indonesia", *Journal Equator Law Review*, 2 no. 1 (April 2021): 26.

² Anshori, "The Idea Of Artificial Intelligence In The Application Of Law In The Era Of 4.0 Perspective Justice Restoration Model And Progressive Law", *Legal Studies Journal*, vol. 2 no. 2 (August 2022): 2.

we will examine issues such as data ownership, intellectual property rights, as well as the influence of regulation on innovation in the sector. This study also aims to present practical insights and policy suggestions that can form a responsive and balanced regulation. With a deep insight into these various legal challenges, it is hoped that we can create a regulatory basis that can adapt to the advancement of artificial intelligence technology without compromising human values, ethics, and Justice. In this context, this study is a significant contribution to directing the evolution of artificial intelligence technology to suit the needs of society and legal principles.

Method

The research methods applied in this paper include legal analysis and literature study. Legal analysis is conducted to examine the relationship between the law and the challenges faced in the development of technology, especially artificial intelligence. Literature studies are used to gather information and data from a variety of relevant theoretical sources, including constitutions, laws, books, articles, and related research. With this approach, it is expected to achieve a thorough understanding of the legal challenges in the development of Artificial Intelligence (AI) technology.

Result and Discussion

Legal challenges in AI development

The process of improving artificial intelligence (AI) technology has become an important milestone in the development of technology, offering new opportunities and significant changes in the way we relate to the digital world.³ While providing amazing innovation, advances in AI are also creating legal challenges that need careful consideration. The study aims to elucidate and evaluate legal challenges that have arisen as AI technology advances, such as: Privacy in the age of Artificial Intelligence : Advances in Artificial Intelligence (AI) technology have led to significant transformations in many facets of human life. One of the most hotly debated issues is the issue of privacy that arises in line with the application of AI in the collection, analysis, and management of information. This study aims to investigate legal issues related to privacy in the age of AI.

1. The main role of Data in the AI development process

The basis of AI development is closely related to data, including user data, behavior, and other types of data. While the use of this data is vital to technological advancement, it also raises privacy concerns that require in-depth legal treatment.

2. Data collection and user privacy rights

Deep data collection methods by artificial intelligence systems pose a conflict between technological innovation and personal rights. The level of sustainability and intensity of data collection by AI systems could threaten individual privacy, and in response, legal issues have emerged that focus on setting strict limits.

3. Processing of personal Data and transparency

³ Qur'ani Dewi Kusumawardani, "The Law Of Progressive And Technological Development Of Intelligence Artificial", *Vej Journal*, vol. 5 no. 1 (May 2019): 169.

Ethical issues arise related to the way AI systems manage personal information. Legal constraints focus on the right of individuals to be aware of and understand the treatment of their personal data by technology, as well as the impact of decisions generated by AI algorithms.

4. Data security and threats to privacy

The high number of incidents of data security breaches and the danger of cyberattacks contribute to the complexity of privacy challenges. This review explores the legal basis needed to safeguard personal data from internal and external risks, as well as efforts to mitigate the consequences to privacy.

5. Harmonization of privacy rules and the evolution of AI

The privacy rules that are currently in effect may need to be modified to adapt to the changes taking place in the development of AI. The legal issue comes as it tries to find a middle ground between strict privacy protections and the freedom to leverage data to drive technological progress. By addressing legal issues related to privacy in the age of AI, this study is expected to provide a deeper understanding of the legal framework needed to safeguard individual privacy rights along with rapid technological developments.

AI ethics and decisions : Innovations in Artificial Intelligence (AI) have reached a new stage with regard to its function and influence in decision-making, presenting significant moral questions regarding its influence and possible outcomes.⁴ The study investigates the complex ethical challenges associated with decisions taken by AI, identifies emerging issues and examines legal measures that can be applied to address these issues.

1. The main role of Artificial Intelligence in the decision-making process

Artificial intelligence systems are capable of making complex choices, sometimes exceeding what humans can do. In this case, the choices made by AI can have a profound effect on individuals, communities, and the environment, assessing the level of responsibility as well as The Associated ethical aspects.

2. Ethical challenges in decision-making algorithms

Artificial intelligence algorithms, which are the foundation of decision-making, often contain certain biases or preferences. This situation poses an ethical problem because the choices generated by AI can generate or amplify injustice, discrimination, or inequality.⁵

3. Openness and responsibility in AI decisions

The decisions taken by AI are often complex and not easily digested by the user nor by those who formulate policies. Understand and take responsibility the decision is an ethical issue that requires explanation and strict legal framework.

4. Social and humanitarian implications of AI decisions

When making decisions that affect daily life, AI raises the issue of the social and humanitarian impact of those decisions. Ethical problems that arise are related to thinking about human values, justice, and the consequences that society may face in the long term.

5. Development of ethical guidelines and AI decision standards

⁴ Paulus Wisnu Yudoprakoso, " Artificial Intelligence As A Process Tool Drafting Laws In An Effort To Face The Industrial Revolution 4.0 In Indonesia", *Journal Symposium Indonesian Law*, vol. 1 no. 1, (April 2019): 454.

⁵ Ibid, 455.

The significance of creating ethical guidelines and decision standards for the development and utilization of AI is crucial. This research investigates the legal actions that might be taken to develop guidelines and standards that could reflect the ethical values of society as a whole. By delving into the ethical issues that arise in AI decisions, the study is expected to provide an in-depth understanding of how the law can play a role in guiding the advancement and application of artificial intelligence technology with an ethical concern.

Security and threats to AI systems: The increasing application of Artificial Intelligence (AI) technology not only brings new innovations, but also raises significant problems with regard to security. Risks to AI systems through cyberattacks and irregularities can lead to adverse outcomes and require close legal attention.⁶ This review reviews security issues in the AI realm and examines legal measures that can be adopted to maintain the integrity of the system.

1. The complexity of threats to AI systems

The emergence of increasingly advanced AI technologies results in complex possible dangers. Threats can stem from cyberattacks originating from outside, abuse carried out within the organization, or even from altering AI algorithms with the intention of damaging the reliability and operability of the system.

2. Cyber attacks and AI Data Security

Digital attacks on AI systems can cause losses not only related to data reliability, but can also alter algorithms to create unexpected results. Legal issues here include securing data, identifying attacks, and managing the impact of digital attacks on AI.

3. Violation of privacy and threats to users

User privacy protection is also an important part of AI security. Issues related to illegal data collection or misuse of personal information are significant issues, requiring appropriate legal regulation to safeguard individual rights.

4. Manipulation of Algorithms and public trust

Modification of artificial intelligence algorithms can reduce people's confidence in this technology. Legal problems arise in designing guidelines and regulations that can prevent manipulation and establish responsibility when manipulation occurs.

5. Intellectual property protection in AI.

Innovation in the world of artificial intelligence often involves the creation of cutting-edge algorithms and technologies. Legal issues that arise here include the protection of intellectual property to encourage innovation and at the same time avoid risks related to theft or misuse.

6. International legal remedies for AI security

Given the global character of artificial intelligence development and Applications, International Collaboration for security is crucial. This research explores the various legal steps that can be taken to create international cooperation in dealing with threats to artificial intelligence systems. By investigating the security challenges and potential dangers that can befall artificial intelligence systems, the study is expected to provide a deeper insight into the role

⁶ Eka N.A.M. Sihombing, Muhammad Yusrizal Adi Syaputra "Implementation Of The Use Artificial Intelligence In The Establishment Of Local Regulations (The Implementation Of Artificial Intelligence Usage In Local Legislation Forming)", *Scientific Journal Of Legal Policy*, vol. 14 no. 3 (November 2020): 425.

of law in protecting and securing the process of development and use of Artificial Intelligence Technology.

Accountability and accountability: Rapid developments in Artificial Intelligence (AI) technologies pose major challenges regarding the responsibility and accountability of decisions generated by such systems. The study focuses on the ethical and legal issues that arise with respect to responsibility in the realm of AI, as well as examining the legal framework that may be able to establish a firm basis for accountability.

1. The importance of accountability in AI decisions
Decisions made by artificial intelligence systems have a profound impact, impacting people, groups, and communities at large. Accountability is key to understanding and dealing with the effects that may arise from that decision.
2. The Challenge Of Determining Responsibility
Determining who is responsible for the decisions taken by AI is a complicated matter. Who should bear the responsibility, whether the developer, the user, or even the algorithm itself? This study explores the legal issues that arise in identifying who should be responsible accordingly.
3. Moral and legal responsibility
Responsibility is not limited to legal aspects, but also includes moral aspects. The study addresses the interaction between moral and legal responsibility in the context of innovation and AI applications, with the aim of finding the right balance to support ethical principles.
4. Principles of transparency and accountability
Openness in the functioning of artificial intelligence systems is of paramount importance for assessing responsibility. This study explores various principles of openness that can support a foundation of responsibility, which facilitates a deeper understanding of the way decision making is carried out.
5. Complaint and dispute handling mechanism
The need for efficient systems to address complaints and disputes related to AI decisions is critical. The study investigated various legal options to establish mechanisms that guarantee that people who feel discriminated against can easily pursue justice.
6. The role of governments and regulators in AI accountability
Regulation from governments and the contribution of regulatory bodies are crucial elements in establishing AI's responsibilities. This study analyzes government and regulatory efforts to create a strong legal framework to ensure good accountability. By exploring barriers as well as legal questions regarding responsibility and accountability in AI, this study is expected to provide a basis for the development of artificial intelligence systems that are not only advanced but also ethical in their responsibilities.

Regulations to protect and develop AI: Rapid developments in Artificial Intelligence (AI) technology require the existence of appropriate regulations to safeguard the interests of society while supporting technological progress. The study examines the critical functions of regulation in ensuring security and inspiring the growth of AI, as well as investigating the various regulatory elements that must be considered.

1. Sustainability of innovation through prudent regulation

Successful regulation needs to be able to strike a balance between safeguarding the public interest and facilitating innovation in the AI sector. The study explores ways in which regulation can support the development and application of AI technologies without hindering progress.

2. **Data protection and privacy in AI regulation**
Effective regulation must provide answers to the privacy and data protection issues that arise as a result of the application of AI technology. The study explores how regulations can develop clear and clear guidelines to ensure data security and individual privacy rights.
3. **Standardization to improve interoperability**
Effective regulation also includes elements of standardization to improve interoperability between various artificial intelligence systems. The implementation of this standard can facilitate the creation of an interconnected and optimal artificial intelligence ecosystem.
4. **Responsibility and accountability of developers and users**
Regulations need to establish clear obligations for developers as well as users of artificial intelligence systems. The study discusses how regulations can build a legal framework to ensure accountability regarding decisions and activities involving AI.
5. **Effective supervision and enforcement**
Regulation will not work well without a solid system of supervision and law enforcement. This study investigates the role of regulatory agencies as well as law enforcement mechanisms in ensuring compliance with AI regulations and responding decisively to violations.
6. **International regulation and collaboration**
Global regulation and cooperation in this age of globalization, international collaboration to develop AI regulations is increasingly crucial. The study investigates the challenges and opportunities of global cooperation in addressing the transboundary impacts of AI development and application. By detailing the key aspects of regulation aimed at protecting and developing AI, this study is expected to provide an understanding of the essential role of regulation in managing the growth of this technology in a responsible and sustainable manner.

Legal Responses to AI challenges: A series of legal challenges arising in conjunction with the advancement of Artificial Intelligence (AI) technology require deep and ongoing attention from a legal point of view. The study explores a range of legal responses to significant challenges faced in the development and application of AI, emphasizing recent developments and possible suggestions for addressing existing issues.⁷

1. **Regulation and establishment of the legal framework of AI**
Rules are a crucial element in dealing with legal issues related to AI. The study analyzes recent advances in regulation and the establishment of a legal system that aims to provide firm guidelines as well as ensure fairness in the development of AI technologies.
2. **Privacy protection and Data Law**

⁷ Eka Nanda Ravizki, Lintang Yudhantaka "Artificial Intelligence As A Legal Subject: A Review Conceptual and regulatory challenges in Indonesia", *Jurnal Notaire*, vol. 5 no. 3 (October 2022): 360.

The issue of privacy and data protection in the context of AI is gaining significant attention from a legal perspective. The study examines the legal response to the need to protect individual privacy and give users more power over their personal data.⁸

3. **Ethics and Professional Code of Conduct**

The ethical aspect in the creation and application of AI raises the need to formulate a Uniform Code of ethics. The study investigates legal initiatives aimed at establishing ethical norms that apply to the parties involved, such as creators, managers, and users of AI technologies.

4. **Security and Cybersecurity Law**

Responding to the security challenges faced by AI requires stricter cybersecurity regulations. The study examines how the law can create the right structures to protect AI systems from cyberattacks as well as keep highly sensitive information secure.

5. **Liability and Civil Liability Law**

Facing the problem of liability requires the development of a firm legal framework. The study analyzes how the law on civil liability evolves to support decisions generated by AI and sets limits on liability for relevant stakeholders.

6. **Innovation in regulations to address new challenges**

Legal developments must continue to go hand in hand with technological advances that occur. This study analyzes efforts to establish regulations that can respond and adapt, thus enabling regulations to face new challenges that arise all the time.

7. **Participation In Regulatory Discussions**

The involvement of the public, academia, and industry sectors in the regulation-making process is essential to produce an overarching legal framework. This study examines how the interaction and participation of these parties shape regulation and ensure the sustainability and acceptance of AI technologies. With a deep understanding of the legal response to AI problems, this study is expected to provide broad insights into the legal steps needed to effectively and ethically manage the development of AI technology.

Conclusion

In the face of the age of rapid progress of Artificial Intelligence Technology, emerging legal issues require a careful and thorough approach. This study has explored various legal dimensions related to innovation and the use of AI, emphasizing significant challenges and responses from a legal point of view. Regulation is a key focus in addressing these challenges. The evolution of robust and relevant regulation is a crucial step towards protecting the right to privacy, ensuring system security and enforcing an appropriate framework of responsibility. Regulations also need to be able to support the sustainability of innovation without compromising the principles of ethics and Justice. Challenges regarding privacy and data protection require the implementation of strict legal regulations to protect the rights of individuals and ensure responsible data management. To create and utilize

⁸ Febri Jaya, Wilton Goh, "Juridical Analysis Of The Position Of Artificial Intelligence Or Artificial Intelligence as a legal Subject in Indonesian positive law", *Jurnal Supermasi Hukum*, vol. 17 no. 2 (July 2021): 6.

AI, ethics must be a foundation that requires the drafting of a code of ethics as well as explicit professional norms. The security of artificial intelligence systems requires appropriate regulations and legislation to ward off the risk of cyber attacks and maintain the integrity of technology. Responsibility and accountability, both on the part of developers and users, requires the establishment of a firm and enforceable legal framework. The importance of international regulation and global cooperation in dealing with challenges that cross borders has attracted attention. This collaboration is key to establishing norms that are acceptable to all parties and addressing the far-reaching impact of the development of artificial intelligence. A deep and sensitive understanding of the legal challenges faced by AI is essential to ensure this technology can deliver optimal benefits while protecting fundamental values and personal rights. By recognizing the complexity and dynamics of these challenges, the legal community has the opportunity to play an important role in directing and overseeing developments in the field of artificial intelligence technology going forward.

Bibliography

- Aditya Kurniawijaya, "Artificial Utilization Intelligence In Contract Design And Its Impact On The Legal Sector In Indonesia", *Journal Equator Law Review*, 2 no. 1 (April 2021): 26-36.
- Anshori, "The Idea Of Artificial Intelligence In The Application Of Law In The Era Of 4.0 Perspective Justice Restoration Model And Progressive Law", *Legal Studies Journal*, 2 no. 2 (August 2022): 2-11.
- Eka N.A.M. Sihombing, Muhammad Yusrizal Adi Syaputra "Implementation Of The Use Artificial Intelligence In The Establishment Of Local Regulations (The Implementation Of Artificial Intelligence Usage In Local Legislation Forming)", *Scientific Journal Of Legal Policy*, 14 no. 3 (November 2020): 425-435.
- Eka Nanda Ravizki, Lintang Yudhantaka "Artificial Intelligence As A Legal Subject: A Review Conceptual and regulatory challenges in Indonesia", *Jurnal Notaire*, 5 no. 3 (October 2022): 360-371.
- Febri Jaya, Wilton Goh, "Juridical Analysis Of The Position Of Artificial Intelligence Or Artificial Intelligence as a legal Subject in Indonesian positive law", *Jurnal Supermasi Hukum*, 17 no. 2 (July 2021): 6-20.
- Qur'ani Dewi Kusumawardani, "The Law Of Progressive And Technological Development Of Intelligence Artificial", *Vej Journal*, 5 no. 1 (May 2019): 169-180.
- Paulus Wisnu Yudoprakoso, " Artificial Intelligence As A Process Tool Drafting Laws In An Effort To Face The Industrial Revolution 4.0 In Indonesia", *Journal Symposium Indonesian Law*, 1 no. 1, (April 2019): 454-466.