# Top considerations for your business use of GenAI: Five checklists for 2025

**Borden Ladner Gervais** 

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Whether your ambition is for generative artificial intelligence (GenAI) to transform your organization or to augment what you already do well, BLG has assembled quick checklists of topics for Canadian businesses to grapple with internally and with customers — not to mention summarize for their boards — as they strategically leverage the technology.

In what follows, AI governance is crucial. It takes form at stage setting, then carries over all subsequent efforts. It provides a framework that ensures your organization is using GenAI responsibly, with clear structures and safeguards in place to ensure that all AI systems are functioning as intended, and in alignment with your policies and objectives. While companies eager to innovate may be well positioned to capitalize on the competitive edge offered by GenAI and other emerging technologies, it's essential for leadership teams and boards to take a responsible approach if they are to draw advantage of their full promise.

## 1. Stage setting

Just starting out? Get tactical about what follows.

- □ **Governance** Who is responsible for AI in your organization? Do you have agreed areas of accountability to ensure agility and timely decisions? Do you have agreed guiding principles?
- □ **Strategy** What is your strategy regarding GenAl? How will you animate your guiding principles with concrete actions to deliver value? Is your strategy sufficiently anchored to your core business? What needs to happen, to stop happening, or both, to deliver on your strategy?
- Policies Do you have a policy to guide your teams on prohibited uses and sample responsible uses? Do your policies coalesce with other related policies within your organization? Do you have a mechanism to monitor compliance? What about to ensure your policies stay current over time?
- Education and participation How will you educate your teams? How will you encourage them to participate in vibrant discussions about AI in the context of their areas of expertise? How can they help shape your organization's path forward? And the path forward of their customers or communities?

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- Diversity of perspective How will you consider GenAl from multiple lenses? How will you encourage diverse perspectives? Remember, fostering innovation relies on vibrant debate, new angles, critical thought, and creativity.
- Data Is your data AI-ready (reliable, up to date, complete, etc.)? What are you doing to build a data culture?

## 2. Strategic monitoring

With the pace of change, what is true today is not true tomorrow. Make sure to stay informed about:

- □ **The law** What rules and regulations apply to your industry? Consider what is in force now, but also what is likely coming down the pike.
- □ **Tools and their functionality** What are the foundational models, general purpose tools, and tools with use cases specific to your industry? What is coming next? How are you monitoring developments? Who is responsible for staying up to date within your organization?
- □ **Tech industry developments** What is happening in the tech industry that may impact where development is headed? How can you remain aware of it and plan accordingly?

## 3. Impact prediction

Potential impacts — of many varieties — in using GenAl are meant to be considered holistically, and in the context of your own business. Think of impacts on:

- □ What you offer Will GenAl impact your products or service offerings? If so, how? Will it allow you to diversify your offerings? What will the impact of GenAl be on your delivery model?
- □ **How you offer it** What impact can you expect on your future operating model? What could be the impact on your culture?
- □ How you interact with clients and other third parties Have you engaged in GenAl-related conversations? What will the impact of Al be on your business relationships? How will you double down on what others value most? How will you know what use they are making of GenAl within their own organizations? What are they doing with your data? What do they expect you to do with theirs?

## 4. Thoughtful experimentation

Explore GenAl with a clear sense of purpose; begin with defining that purpose, then expand your reflections.

- □ **Purpose** What are your competitive aspirations with GenAI? What business advantage are you trying to gain? What can you embed widely? How will you measure success?
- □ **Use cases** What problems are most worth solving through AI? What opportunities are most worth seizing with it?
- □ **Safety** Can teams experiment with the tools without compromising the safety and security of your company, including its IT infrastructure and data? What about the data of your customers and clients?

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- Pilot projects Who needs to be involved for these to succeed? What needs to be done to get meaningful feedback on the utility of the tools? How will you support participants? What cautions, restrictions, parameters, and guidelines must be in place to support your pilot? What other projects need to make room for GenAI not to cause project fatigue?
- Business transformation What will need to change in the way work gets done to leverage GenAl in your business? What else will you need to do to align GenAl to your operating model? And to align your operating model to GenAl?
- □ **ROI** What will the return be? Again, how will you measure success? What will you do with any increase in revenue? What will ensure the containment of cost?

## 5. Risk assessment

Be thoughtful — and perhaps reach out to BLG — in exploring risks related to:

- The evolving legal landscape Do you have the governance framework in place to support Al guiding principles, for instance those listed in Canada's not-yet-in-force <u>Artificial Intelligence and Data Act</u> (AIDA)? Or, is your company doing business in the EU? Remember, the recently enacted <u>EU Artificial Intelligence Act</u> has extraterritorial reach and may impact your company. How are you aligning with principles related to human oversight? Transparency? Fairness and equity? Safety? Accountability? Validity and robustness?
- □ Vendor assessments Are you experimenting with tools from reputable vendors? Even if the tools work, will they be useful? Have you performed relevant IT security reviews? Are the vendors minded to ensuring security and safeguarding your data?
- Vendor contracts Are the contracts governing the tools fit for purpose? Do you have sufficient service-level agreements? Are there assurances that your data is not shared or used to train a GenAl model? Where and how will your data be processed? Will the vendors keep you informed of new developments in their tools? Will you have an option to opt out if a new feature does not meet your business requirements? Is the dataset that the tool has been trained on reliable for your use cases? Is the data kept up to date and authoritative? Who is responsible in a case of copyright infringement? What use can you make of the outputs?
- □ **Parameters related to using the tools** How are you educating your teams on the use they can make of the tools? What data can they safely input? What questions can they ask? In what areas of expertise? How will you ensure they remain in the loop and responsible for their work? How will they vet and validate outputs? What distinctions need to be made for fresh-out-of-the-box public models, models in pilot, and trained models that you have deployed widely in your organization?

## Start early, reach further: BLG can help

With GenAI more so than with any other technology, becoming familiar early on with how this new type of tool works is critical. Continue experimenting now, even where the tools aren't perfect, so that you can participate in — and shape — the dialogue within your business, as GenAI becomes ever more useful over time.

BLG can assist with embedding GenAl into your business. Reach out to the key contacts below for related advice, or to any lawyer from BLG's <u>Artificial Intelligence</u>, <u>Technology</u> or <u>Information</u> <u>Technology</u> groups.

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