

117TH CONGRESS
2D SESSION

H. R. 8498

To establish reporting requirements for persons who issue fiat currency-backed stablecoins, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JULY 26, 2022

Mr. HOLLINGSWORTH introduced the following bill; which was referred to the Committee on Financial Services

A BILL

To establish reporting requirements for persons who issue fiat currency-backed stablecoins, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. FIAT CURRENCY-BACKED STABLECOINS.**

4 (a) IN GENERAL.—The term “fiat currency-backed
5 stablecoin” means a fiat currency-backed digital asset—

6 (1) that maintains price stability by backing the
7 value of such digital asset to a non-digital currency
8 that is denominated in the same currency as such
9 digital asset is issued; and

1 (2) is redeemable on a one-to-one basis in the
2 denominated currency to which the digital asset is
3 backed.

4 (b) TREATMENT AS A SECURITY OR COMMODITY.—
5 A fiat currency-based stablecoin is not a security (within
6 the meaning given the term in section 3 of the Securities
7 Exchange Act of 1934) or a commodity (within the mean-
8 ing given the term in section 1a of the Commodity Ex-
9 change Act) and may not be regulated as such by the Se-
10 curities Exchange Commission or the Commodity Futures
11 Trading Commission.

12 **SEC. 2. STABLECOIN ISSUER REQUIREMENTS.**

13 (a) DEFINITIONS.—In this section:

14 (1) FIAT CURRENCY-BACKED STABLECOIN.—
15 The term “fiat currency-backed stablecoin” means a
16 fiat currency-backed digital asset—

17 (A) that maintains price stability by back-
18 ing the value of such digital asset to a non-dig-
19 ital currency that is denominated in the same
20 currency as such digital asset is issued; and

21 (B) is redeemable on a one-to-one basis in
22 the denominated currency to which the digital
23 asset is backed.

1 (2) STABLECOIN ISSUER.—The term
2 “stablecoin issuer” means a person that issues a fiat
3 currency-backed stablecoin.

4 (b) RESERVES.—Each stablecoin issuer shall hold all
5 reserves associated with each fiat currency-backed
6 stablecoin issued by such stablecoin issuer in—

7 (1) government securities that mature not more
8 than 12 months;

9 (2) fully collateralized security repurchase
10 agreements; and

11 (3) United States dollars or any other non-dig-
12 ital currency.

13 (c) RESERVE REPORTS.—Each stablecoin issuer
14 shall, not later than 30 days after the date of the enact-
15 ment of this Act and every 30 days thereafter, publish on
16 the website of such stablecoin issuer, a report on the re-
17 serves held by such stablecoin issuer that has been audited
18 by a third-party auditor.

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