



January 14, 2026

HOUSE BILL No. 1042

DIGEST OF HB 1042 (Updated January 13, 2026 2:00 pm - DI 119)

Citations Affected: IC 2-3.5; IC 5-10; IC 5-10.3; IC 5-10.4; IC 5-36; IC 10-12; IC 21-9; IC 28-8; IC 33-38; IC 33-39; IC 34-46; IC 35-37; IC 36-1; IC 36-8.

Synopsis: Regulation and investment of cryptocurrency. Provides that the administrator or manager of the following shall offer, as a regular investment program, a self directed brokerage account that offers at least one cryptocurrency investment option: (1) The legislators' defined contribution plan. (2) The Hoosier START plan. (3) The public employees' retirement fund hybrid plan. (4) The public employees' retirement fund My Choice plan. (5) The teachers' retirement fund hybrid plan (including the teachers' pre-1996 account). (6) The teachers' retirement fund My Choice plan. (7) The 529 education savings plan. Provides that the assets of the following may be invested in cryptocurrency exchange traded funds that do not include payment stablecoin as a permissible asset: (1) The legislators' defined benefit plan. (2) The state excise police, gaming agent, gaming control officer, and conservation enforcement officers' retirement plan. (3) The special death benefit fund. (4) The public employees' retirement fund hybrid plan. (5) The pension relief fund. (6) The teachers' retirement fund hybrid plan (including the teachers' pre-1996 account). (7) The state police benefit system. (8) The judges' retirement system. (9) The prosecuting attorneys retirement fund. (10) The 1977 police officers' and firefighters' pension and disability fund. Prohibits a public agency, other than the department of financial institutions, or a county, municipality, or township from adopting or enforcing a rule, ordinance, or other regulation that does any of the following: (1) Prohibits, restricts, or impairs an individual's ability to: (A) accept digital assets
(Continued next page)

Effective: July 1, 2026.

Pierce K, Teshka, Judy, VanNatter

December 2, 2025, read first time and referred to Committee on Financial Institutions.
January 14, 2026, amended, reported — Do Pass.

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Digest Continued

as a method of payment for legal goods and services; or (B) take custody of digital assets using specified technologies. (2) Imposes taxes or fees on: (A) use or acceptance of digital assets as a method of payment for legal goods and services; or (B) taking or maintaining custody of digital assets using a self-hosted wallet or hardware wallet; that are not applicable to comparable financial transactions that do not involve digital assets. (3) Prohibits, restricts, or impairs the ability of an individual or business to engage in specified activities pertaining to blockchains. Prohibits a public agency, other than the department of financial institutions, from adopting or enforcing a rule, ordinance, or other regulation that prohibits operation of a digital mining business. Prohibits a county, municipality, or township from adopting or enforcing a rule, ordinance, or other regulation that does any of the following: (1) Prohibits a digital asset mining business from operating in an area zoned for industrial use, or subjects a digital asset mining business located in an area zoned for industrial use to noise restrictions that are not applicable to other businesses operating in an area zoned for industrial use. (2) Prohibits private digital asset mining in a private residence located in an area that is zoned for residential use, or subjects private digital asset mining in a residence located in an area zoned for residential use to noise restrictions that do not apply to other residences in an area zoned for residential use. Provides that development or use of software for noncustodial transfer of digital assets does not constitute money transmission for purposes of statutes regarding licensure of money transmitters. Provides that a court may compel a person to disclose a digital asset private key only if no other admissible information is sufficient to provide access to the digital asset.

HB 1042—LS 6415/DI 119



January 14, 2026

Second Regular Session of the 124th General Assembly (2026)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2025 Regular Session of the General Assembly.

HOUSE BILL No. 1042

A BILL FOR AN ACT to amend the Indiana Code concerning state and local administration.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 2-3.5-2-2.8 IS ADDED TO THE INDIANA CODE
2 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
3 1, 2026]: **Sec. 2.8. "Cryptocurrency" means a virtual currency**
4 **that:**

5 **(1) is not issued by a central authority;**
6 **(2) is designed to function as a medium of exchange; and**
7 **(3) uses encryption technology to:**
8 **(A) regulate the generation of units of currency;**
9 **(B) verify fund transfers; and**
10 **(C) prevent counterfeiting.**

11 **The term does not include payment stablecoin.**

12 SECTION 2. IC 2-3.5-2-4.4 IS ADDED TO THE INDIANA CODE
13 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
14 1, 2026]: **Sec. 4.4. "Exchange traded fund" has the meaning set**
15 **forth in 17 CFR 270.6c-11(a)(1).**

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1 SECTION 3. IC 2-3.5-2-7.3 IS ADDED TO THE INDIANA CODE
2 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
3 1, 2026]: **Sec. 7.3. "Payment stablecoin" has the meaning set forth**
4 **in 12 U.S.C. 5901(22).**

5 SECTION 4. IC 2-3.5-3-4, AS AMENDED BY P.L.35-2012,
6 SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
7 JULY 1, 2026]: Sec. 4. (a) The board shall administer the system,
8 which may be commingled for investment purposes with the other
9 funds administered by the board.

10 (b) The board shall:

11 (1) determine eligibility for and make payments of benefits under
12 this chapter, IC 2-3.5-4, and IC 2-3.5-5;

13 (2) in accordance with the powers and duties granted in
14 IC 5-10.3-3-7.1, IC 5-10.3-5-3 through IC 5-10.3-5-6,
15 IC 5-10.5-4, and IC 5-10.5-6, administer the system;

16 (3) provide by rule for the implementation of this chapter,
17 IC 2-3.5-4, and IC 2-3.5-5; and

18 (4) authorize deposits.

19 (c) A determination by the board may be appealed under IC 4-21.5.

20 (d) The powers and duties of:

21 (1) the director and the actuary of the board; and

22 (2) the attorney general;

23 with respect to the fund are those specified in IC 5-10.3-3, IC 5-10.3-4,
24 IC 5-10.5-4, and IC 5-10.5-6.

25 (e) The board may hire additional personnel, including hearing
26 officers, to assist in the implementation of this chapter.

27 (f) Legislators' retirement system records of individual participants
28 and participants' information are confidential, except for the name and
29 years of service of a retirement system participant.

30 (g) **The board may invest the assets of the defined benefit fund**
31 **in cryptocurrency exchange traded funds that do not include**
32 **payment stablecoin as a permissible asset.**

33 SECTION 5. IC 2-3.5-5-3.3 IS ADDED TO THE INDIANA CODE
34 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
35 1, 2026]: **Sec. 3.3. (a) Not later than July 1, 2027, the board shall**
36 **offer, as a regular investment program within the defined**
37 **contribution fund, a self directed brokerage account that offers at**
38 **least one (1) cryptocurrency investment option.**

39 (b) **The board may adopt requirements and rules that apply to**
40 **a cryptocurrency investment option under a self directed**
41 **brokerage account offered under subsection (a), including the**
42 **following:**



- (1) The board's investment guidelines and limits for the cryptocurrency investment option.
- (2) A participant's selection of and changes to the participant's investment options.
- (3) The valuation of a participant's account.
- (4) The allocation and payment of administrative expenses for the cryptocurrency investment option.

(c) The board shall determine the appropriate administrative fees to be charged to the participant's accounts.

SECTION 6. IC 5-10-1.1-0.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 0.5. The following definitions apply throughout this chapter:**

(1) "Cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.

(2) "Exchange traded fund" has the meaning set forth in 17 CFR 270.6c-11(a)(1).

SECTION 7. IC 5-10-1.1-4.3 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 4.3. (a) Not later than July 1, 2027, the deferred compensation committee shall offer, as a regular investment program within the defined contribution fund, a self directed brokerage account that offers at least one (1) cryptocurrency investment option.**

(b) The deferred compensation committee may adopt requirements and rules that apply to a cryptocurrency investment option under a self directed brokerage account offered under subsection (a), including the following:

- (1) The deferred compensation committee's investment guidelines and limits for the cryptocurrency investment option.
- (2) A plan participant's selection of and changes to the plan participant's investment options.
- (3) The valuation of a plan participant's account.
- (4) The allocation and payment of administrative expenses for the cryptocurrency investment option.

(c) The deferred compensation committee shall determine the appropriate administrative fees to be charged to the plan participant accounts.

SECTION 8. IC 5-10-5.5-1, AS AMENDED BY P.L.6-2020, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 1. The following definitions apply throughout this



1 chapter, unless the context clearly denotes otherwise:

2 (1) "Americans with Disabilities Act" refers to the Americans
3 with Disabilities Act (42 U.S.C. 12101 et seq.) and any
4 amendments and regulations related to the Act.

5 (2) "Average annual salary" means the average annual salary of
6 an officer during the five (5) years of highest annual salary in the
7 ten (10) years immediately preceding an officer's retirement date,
8 determined without regard to any salary reduction agreement
9 established under Section 125 of the Internal Revenue Code.

10 (3) "Board" refers to the board of trustees of the Indiana public
11 retirement system established by IC 5-10.5-3-1.

12 (4) "Commission" means the alcohol and tobacco commission.

13 (5) **"Cryptocurrency" has the meaning set forth in
14 IC 2-3.5-2-2.8.**

15 (5) (6) "Department" means the Indiana department of natural
16 resources.

17 (6) (7) "Dies in the line of duty" means death that occurs as a
18 direct result of personal injury or illness caused by incident,
19 accident, or violence that results from any action that the
20 participant, in the participant's capacity as an officer:

21 (A) is obligated or authorized by rule, regulation, condition of
22 employment or service, or law to perform; or

23 (B) performs in the course of controlling or reducing crime or
24 enforcing the criminal law.

25 The term includes a death presumed incurred in the line of duty
26 under IC 5-10-13 for an officer who is an Indiana state excise
27 police officer or an Indiana state conservation enforcement
28 officer.

29 (8) **"Exchange traded fund" has the meaning set forth in 17
30 CFR 270.6c-11(a)(1).**

31 (7) (9) "Interest" means the rate of interest specified by rule by the
32 board of trustees of the Indiana public retirement system
33 established by IC 5-10.5-3-1.

34 (8) (10) "Officer" means any Indiana state excise police officer,
35 any Indiana state conservation enforcement officer, any gaming
36 agent, or any gaming control officer.

37 (9) (11) "Participant" means any officer who has elected to
38 participate in the retirement plan created by this chapter.

39 (12) **"Payment stablecoin" has the meaning set forth in 12
40 U.S.C. 5901(22).**

41 (10) (13) "Public employees' retirement act" means IC 5-10.3.

42 (11) (14) "Public employees' retirement fund" refers to the public



1 employees' retirement fund created by IC 5-10.3-2.

2 ~~(12)~~ **(15)** "Salary" means the total compensation, exclusive of
3 expense allowances, paid to any officer by the department or the
4 commission, determined without regard to any salary reduction
5 agreement established under Section 125 of the Internal Revenue
6 Code.

7 ~~(13)~~ **(16)** Other words and phrases when used in this chapter have
8 the meanings set forth in IC 5-10.3-1.

9 SECTION 9. IC 5-10-5.5-2, AS AMENDED BY P.L.193-2016,
10 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
11 JULY 1, 2026]: Sec. 2. (a) There is hereby created a state excise police,
12 gaming agent, gaming control officer, and conservation enforcement
13 officers' retirement plan to establish a means of providing special
14 retirement, disability and survivor benefits to employees of the
15 department, the Indiana gaming commission, and the commission who
16 are engaged exclusively in the performance of law enforcement duties.

17 (b) The assets of the retirement plan created by this section may be
18 commingled for investment purposes with the assets of other funds
19 administered by the board.

20 **(c) The board may invest the assets of the retirement plan
21 created by this section in cryptocurrency exchange traded funds
22 that do not include payment stablecoin as a permissible asset.**

23 SECTION 10. IC 5-10-9.8-1, AS AMENDED BY P.L.99-2020,
24 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
25 JULY 1, 2026]: Sec. 1. The following definitions apply throughout this
26 chapter:

27 (1) "Board" refers to the board of trustees of the Indiana public
28 retirement system.

29 **(2) "Cryptocurrency" has the meaning set forth in
30 IC 2-3.5-2-2.8.**

31 ~~(2)~~ **(3)** "Employer" means an employer of an employee that may
32 receive a lump sum death benefit under a statute identified in
33 section 2(a) of this chapter.

34 **(4) "Exchange traded fund" has the meaning set forth in 17
35 CFR 270.6c-11(a)(1).**

36 ~~(3)~~ **(5)** "Fund" refers to the special death benefit fund established
37 by section 2 of this chapter.

38 **(6) "Payment stablecoin" has the meaning set forth in 12
39 U.S.C. 5901(22).**

40 SECTION 11. IC 5-10-9.8-2, AS AMENDED BY P.L.99-2020,
41 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
42 JULY 1, 2026]: Sec. 2. (a) The special death benefit fund is established



1 for the purpose of paying lump sum death benefits under the following
2 statutes:

3 (1) IC 5-10-10.
4 (2) IC 5-10-11.
5 (3) IC 10-12-6.
6 (4) IC 36-8-6-20.
7 (5) IC 36-8-7-26.
8 (6) IC 36-8-7.5-22.
9 (7) IC 36-8-8-20.

10 (b) The fund consists of:

11 (1) appropriations by the general assembly;
12 (2) fees remitted to the board under IC 35-33-8-3.2,
13 IC 5-10-10-4.5, IC 5-10-10-4.8, and IC 5-10-10-4.9;
14 (3) contributions from employers;
15 (4) gifts; and
16 (5) interest or other investment income earned on money in the
17 fund.

18 (c) The fund shall be administered by the board. The expenses of
19 administering the fund shall be paid from money in the fund.

20 (d) The board shall invest the money in the fund not currently
21 needed to meet the obligations of the fund in the same manner as the
22 board's other funds may be invested. Interest that accrues from these
23 investments shall be deposited in the fund.

24 (e) Money in the fund at the end of a state fiscal year does not revert
25 to the state general fund.

26 (f) **The board may invest the assets of the fund in**
27 **cryptocurrency exchange traded funds that do not include payment**
28 **stablecoin as a permissible asset.**

29 SECTION 12. IC 5-10.3-1-1.3 IS ADDED TO THE INDIANA
30 CODE AS A **NEW SECTION TO READ AS FOLLOWS**
31 **[EFFECTIVE JULY 1, 2026]: Sec. 1.3. As used in this article,**
32 **"cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.**

33 SECTION 13. IC 5-10.3-1-2.4 IS ADDED TO THE INDIANA
34 CODE AS A **NEW SECTION TO READ AS FOLLOWS**
35 **[EFFECTIVE JULY 1, 2026]: Sec. 2.4. As used in this article,**
36 **"exchange traded fund" has the meaning set forth in 17 CFR**
37 **270.6c-11(a)(1).**

38 SECTION 14. IC 5-10.3-1-10 IS ADDED TO THE INDIANA
39 CODE AS A **NEW SECTION TO READ AS FOLLOWS**
40 **[EFFECTIVE JULY 1, 2026]: Sec. 10. As used in this article,**
41 **"payment stablecoin" has the meaning set forth in 12 U.S.C.**
42 **5901(22).**



1 SECTION 15. IC 5-10.3-5-3, AS AMENDED BY P.L.32-2021,
2 SECTION 9, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3 JULY 1, 2026]: Sec. 3. (a) The board shall invest its assets with the
4 care, skill, prudence, and diligence that a prudent person acting in a
5 like capacity and familiar with such matters would use in the conduct
6 of an enterprise of a like character with like aims. The board shall also
7 diversify such investments in accordance with prudent investment
8 standards.

9 (b) The board may invest:

10 (1) up to five percent (5%) of the excess of its cash working
11 balance in debentures of the corporation for innovation
12 development subject to IC 30-4-3-3; and

13 (2) **the assets of the retirement allowance account described
14 in section 1 of this chapter in cryptocurrency exchange traded
15 funds that do not include payment stablecoin as a permissible
16 asset.**

17 **This subsection does not authorize other funds or accounts to
18 invest in cryptocurrency exchange traded funds.**

19 (c) The board is not subject to IC 4-13, IC 4-13.6, and IC 5-16 when
20 managing real property as an investment. Any management agreements
21 entered into by the board must ensure that the management agent acts
22 in a prudent manner with regard to the purchase of goods and services.
23 Contracts for the management of investment property shall be
24 submitted to the governor, the attorney general, and the budget agency
25 for approval. A contract for management of real property as an
26 investment:

27 (1) may not exceed a four (4) year term and must be based upon
28 guidelines established by the board;

29 (2) may provide that the property manager may collect rent and
30 make disbursements for routine operating expenses such as
31 utilities, cleaning, maintenance, and minor tenant finish needs;

32 (3) must establish, consistent with the board's duty under
33 IC 30-4-3-3(c), guidelines for the prudent management of
34 expenditures related to routine operation and capital
35 improvements; and

36 (4) may provide specific guidelines for the board to purchase new
37 properties, contract for the construction or repair of properties,
38 and lease or sell properties without individual transactions
39 requiring the approval of the governor, the attorney general, the
40 Indiana department of administration, and the budget agency.
41 However, each individual contract involving the purchase or sale
42 of real property is subject to review and approval by the attorney



1 general at the specific request of the attorney general.

2 (d) Whenever the board takes bids in managing or selling real
 3 property, the board shall require a bid submitted by a trust (as defined
 4 in IC 30-4-1-1(a)) to identify all of the following:

5 (1) Each beneficiary of the trust.

6 (2) Each settlor empowered to revoke or modify the trust.

7 SECTION 16. IC 5-10.3-5-3.5 IS ADDED TO THE INDIANA
 8 CODE AS A NEW SECTION TO READ AS FOLLOWS
 9 [EFFECTIVE JULY 1, 2026]: Sec. 3.5. (a) Not later than July 1,
 10 2027, the board shall offer, as a regular investment program within
 11 the fund, a self directed brokerage account that offers at least one
 12 (1) cryptocurrency investment option.

13 (b) The board may adopt requirements and rules that apply to
 14 a cryptocurrency investment option under a self directed
 15 brokerage account offered under subsection (a), including the
 16 following:

17 (1) The board's investment guidelines and limits for the
 18 cryptocurrency investment option.

19 (2) A member's selection of and changes to the member's
 20 investment options.

21 (3) The valuation of a member's account.

22 (4) The allocation and payment of administrative expenses for
 23 the cryptocurrency investment option.

24 (c) The board shall determine the appropriate administrative
 25 fees to be charged to the member accounts.

26 SECTION 17. IC 5-10.3-11-2, AS AMENDED BY P.L.35-2012,
 27 SECTION 83, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 28 JULY 1, 2026]: Sec. 2. (a) The state board shall:

29 (1) make payments from the pension relief fund;

30 (2) administer the pension relief fund in accordance with the
 31 powers and duties granted it in IC 5-10.3-5-3 through
 32 IC 5-10.3-5-6, IC 5-10.5-4, and IC 5-10.5-6; and

33 (3) provide by rule and regulation for the implementation of this
 34 chapter.

35 (b) The state board may invest the assets of the pension relief
 36 fund in cryptocurrency exchange traded funds that do not include
 37 payment stablecoin as a permissible asset.

38 SECTION 18. IC 5-10.3-12-22.5 IS ADDED TO THE INDIANA
 39 CODE AS A NEW SECTION TO READ AS FOLLOWS
 40 [EFFECTIVE JULY 1, 2026]: Sec. 22.5. (a) Not later than July 1,
 41 2027, the board shall offer, as a regular investment program within
 42 the plan, a self directed brokerage account that offers at least one



(1) cryptocurrency investment option.

(b) The board may adopt requirements and rules that apply to a cryptocurrency investment option under a self directed brokerage account offered under subsection (a), including the following:

(1) The board's investment guidelines and limits for the cryptocurrency investment option.

(2) A member's selection of and changes to the member's investment options.

(3) The valuation of a member's account.

(4) The allocation and payment of administrative expenses for the cryptocurrency investment option.

(c) The board shall determine the appropriate administrative fees to be charged to the member accounts.

SECTION 19. IC 5-10.4-1-5.4 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 5.4. "Cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.**

SECTION 20. IC 5-10.4-1-6.4 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 6.4. "Exchange traded fund" has the meaning set forth in 17 CFR 270.6c-11(a)(1).**

SECTION 21. IC 5-10.4-1-11.8 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 11.8. "Payment stablecoin" has the meaning set forth in 12 U.S.C. 5901(22).**

SECTION 22. IC 5-10.4-3-10, AS ADDED BY P.L.2-2006, SECTION 28, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 10. (a) The board shall invest its assets with the care, skill, prudence, and diligence that a prudent person acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of a like character with like aims. The board also shall diversify investments in accordance with prudent investment standards, subject to the limitations and restrictions set forth in IC 5-10.2-2-18.

(b) The board may:

(1) make or have investigations made concerning investments;
and

(2) contract for and employ investment counsel to advise and assist in the purchase and sale of securities: **and**

(3) invest the assets of the retirement allowance accounts described in IC 5-10.4-2-2 in cryptocurrency exchange traded funds that do not include payment stablecoin as a permissible



asset.

This subsection does not authorize other funds or accounts to invest in cryptocurrency exchange traded funds.

(c) The board is not subject to IC 4-13, IC 4-13.6, or IC 5-16 when managing real property as an investment. A management agreement entered into by the board shall ensure that the management agent acts in a prudent manner regarding the purchase of goods and services. Contracts for the management of investment property shall be submitted to the governor, the attorney general, and the budget agency for approval. A contract for the management of real property as an investment:

(1) may not exceed a four (4) year term and must be based upon guidelines established by the board;

(2) may provide that the property manager may collect rent and make disbursements for routine operating expenses such as utilities, cleaning, maintenance, and minor tenant finish needs;

(3) shall establish, consistent with the board's duty under IC 30-4-3-3(c), guidelines for the prudent management of expenditures related to routine operation and capital improvements; and

(4) may provide specific guidelines for the board to:

(A) purchase new properties;

(B) contract for the construction or repair of properties; and

(C) lease or sell properties;

without individual transactions requiring the approval of the governor, the attorney general, the Indiana department of administration, and the budget agency. However, each individual contract involving the purchase or sale of real property is subject to review and approval by the attorney general at the specific request of the attorney general.

(d) Whenever the board takes bids in managing or selling real property, the board shall require a bid submitted by a trust (as defined in IC 30-4-1-1(a)) to identify all the following:

(1) Each beneficiary of the trust.

(2) Each settlor empowered to revoke or modify the trust.

SECTION 23. IC 5-10.4-3-10.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 10.5.** (a) Not later than July 1, 2027, the board shall offer, as a regular investment program within the annuity savings accounts described in IC 5-10.4-2-2, a self directed brokerage account that offers at least one (1) cryptocurrency investment option.



(b) The board may adopt requirements and rules that apply to a cryptocurrency investment option under a self directed brokerage account offered under subsection (a), including the following:

(1) The board's investment guidelines and limits for the cryptocurrency investment option.

(2) A member's selection of and changes to the member's investment options.

(3) The valuation of a member's account.

(4) The allocation and payment of administrative expenses for the cryptocurrency investment option.

(c) The board shall determine the appropriate administrative fees to be charged to the member accounts.

SECTION 24. IC 5-10.4-8-8.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 8.5. (a) Not later than July 1, 2027, the board shall offer, as a regular investment program within the plan, a self directed brokerage account that offers at least one (1) cryptocurrency investment option.**

(b) The board may adopt requirements and rules that apply to a cryptocurrency investment option under a self directed brokerage account offered under subsection (a), including the following:

(1) The board's investment guidelines and limits for the cryptocurrency investment option.

(2) A member's selection of and changes to the member's investment options.

(3) The valuation of a member's account.

(4) The allocation and payment of administrative expenses for the cryptocurrency investment option.

(c) The board shall determine the appropriate administrative fees to be charged to the member accounts.

SECTION 25. IC 5-36 IS ADDED TO THE INDIANA CODE AS A NEW ARTICLE TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]:

ARTICLE 36. AUTHORITY OF ADMINISTRATIVE AGENCIES TO REGULATE DIGITAL ASSETS

Chapter 1. Definitions

Sec. 1. The definitions in this chapter apply throughout this article.

Sec. 2. "Blockchain" means data that is:

(1) shared across a network to create a ledger of verified



1 **transactions or information among network participants; and**
2 **(2) linked using cryptography to maintain the integrity of the**
3 **ledger and to execute other functions;**
4 **including data that is distributed among network participants in an**
5 **automated manner to concurrently update network participants on**
6 **the state of the ledger and any other functions.**

7 **Sec. 3. "Blockchain protocol" means executable software that:**

8 **(1) is governed by a set of predefined rules that:**
9 **(A) execute autonomously without human intervention;**
10 **and**
11 **(B) can be altered by a predetermined process;**
12 **including predefined rules that use a previously existing**
13 **blockchain as a base;**
14 **(2) facilitates transfer of data and electronic records and**
15 **allows the data and electronic records to be broadcast to**
16 **nodes; and**
17 **(3) is deployed to a blockchain;**
18 **including a smart contract or network of smart contracts.**

19 **Sec. 4. "Digital asset" means:**

20 **(1) virtual currency;**
21 **(2) cryptocurrency (as defined in IC 2-3.5-2-2.8);**
22 **(3) payment stablecoin (as defined in 12 U.S.C. 5901(22));**
23 **(4) fungible tokens and nonfungible tokens; and**
24 **(5) other assets that:**
25 **(A) exist only in electronic form; and**
26 **(B) confer economic, proprietary, or access rights or**
27 **powers.**

28 **Sec. 5. "Digital asset mining" means using computing devices to**
29 **run software that is specifically designed or utilized for the purpose**
30 **of validating data and securing a blockchain network.**

31 **Sec. 6. "Digital asset mining business" means multiple**
32 **computing devices at a single location that:**

33 **(1) are used to perform digital asset mining; and**
34 **(2) consume, in total, an annual average of more than one (1)**
35 **megawatt of energy in performing digital asset mining.**

36 **Sec. 7. "Hardware wallet" means:**

37 **(1) a physical device that:**
38 **(A) is not continuously connected to the Internet; and**
39 **(B) allows an individual to secure and transfer digital**
40 **assets; or**
41 **(2) a physical device that enables the owner of digital assets to**
42 **retain independent control over the digital assets.**



Sec. 8. "Node" means software:

(1) that:

- (A) communicates with other devices or participants on a blockchain to maintain consensus and integrity of the blockchain;
- (B) creates and validates blocks of transactions;
- (C) contains and updates a copy of a blockchain; or
- (D) performs any combination of the functions described in clauses (A) through (D); and

(2) that does not exercise discretion over transactions initiated by the end user of a blockchain protocol.

Sec. 9. "Private digital asset mining" means digital asset mining:

(1) that is conducted by an individual; and

(2) the individual's conduct of which does not consume an annual average of more than one (1) megawatt of energy.

Sec. 10. "Public agency" means a board, commission, department, division, bureau, committee, agency, office, instrumentality, authority, or other entity exercising any part of the executive, including the administrative, power of the state.

Sec. 11. "Self-hosted wallet" means a digital interface used to:

(1) secure and transfer digital assets; and

(2) retain independent control over the digital assets by the owner of the digital assets.

Sec. 12. "Smart contract" means a computer program that:

- (1) is hosted and executed on a blockchain network; and
- (2) consists of code specifying predetermined conditions that, when met, trigger predetermined outcomes.

Sec. 13. "Stake" or "staking" means committing digital assets to a blockchain network to participate in the blockchain network's operations by validating transactions, proposing or attesting to blocks, and securing the blockchain network.

Sec. 14. "Validate" means performance of a process by which a blockchain protocol, through its consensus mechanism, confirms the authenticity and accuracy of transactions or other data entries that are then recorded on a blockchain protocol.

Chapter 2. Regulation of Digital Assets

Sec. 1. (a) No public agency other than the department of financial institutions may adopt or enforce a rule or other regulation that would have the effect of prohibiting, restricting, or impairing the ability of a person to:

(1) use or accept digital assets as a method of payment for



1 **legal goods and services; or**
 2 **(2) take or maintain custody of digital assets using a**
 3 **self-hosted wallet or hardware wallet.**

4 **(b) No public agency other than the department of financial**
 5 **institutions may impose taxes or fees on:**

6 **(1) use or acceptance of digital assets as a method of payment**
 7 **for legal goods and services; or**
 8 **(2) taking or maintaining custody of digital assets using a**
 9 **self-hosted wallet or hardware wallet;**

10 **that are not applicable to comparable financial transactions that**
 11 **do not involve digital assets.**

12 **Sec. 2. No public agency other than the department of financial**
 13 **institutions may adopt or enforce a rule or other regulation that**
 14 **would have the effect of prohibiting, restricting, or impairing the**
 15 **ability of an individual or business to do any of the following:**

16 **(1) Operate a node for the purpose of connecting to a**
 17 **blockchain protocol and participating in the operation of the**
 18 **blockchain protocol.**

19 **(2) Develop software on a blockchain protocol.**

20 **(3) Transfer digital assets to another individual or business**
 21 **using a blockchain protocol.**

22 **(4) Participate in staking on a blockchain protocol.**

23 **Sec. 3. (a) Except as provided in subsection (b), no public agency**
 24 **other than the department of financial institutions may prohibit**
 25 **the operation of a digital asset mining business.**

26 **(b) A public agency may enforce rules or other regulations**
 27 **applicable to a digital asset mining business's location as zoned, in**
 28 **compliance with IC 36-7-4.**

29 SECTION 26. IC 10-12-1-1.6 IS ADDED TO THE INDIANA
 30 CODE AS A NEW SECTION TO READ AS FOLLOWS
 31 [EFFECTIVE JULY 1, 2026]: **Sec. 1.6. "Cryptocurrency" has the**
 32 **meaning set forth in IC 2-3.5-2-2.8.**

33 SECTION 27. IC 10-12-1-4.2 IS ADDED TO THE INDIANA
 34 CODE AS A NEW SECTION TO READ AS FOLLOWS
 35 [EFFECTIVE JULY 1, 2026]: **Sec. 4.2. "Exchange traded fund" has the**
 36 **meaning set forth in 17 CFR 270.6c-11(a)(1).**

37 SECTION 28. IC 10-12-1-6.5 IS ADDED TO THE INDIANA
 38 CODE AS A NEW SECTION TO READ AS FOLLOWS
 39 [EFFECTIVE JULY 1, 2026]: **Sec. 6.5. "Payment stablecoin" has the**
 40 **meaning set forth in 12 U.S.C. 5901(22).**

41 SECTION 29. IC 10-12-2-2 IS AMENDED TO READ AS
 42 FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 2. (a) The department**



1 may:

2 (1) establish and operate an actuarially sound pension plan
3 governed by a pension trust; and

4 (2) make the necessary annual contribution in order to prevent
5 any deterioration in the actuarial status of the trust fund.

6 (b) The department shall make contributions to the trust fund. An
7 employee beneficiary shall make contributions to the trust fund through
8 authorized monthly deductions from wages.

9 (c) The trust fund:

10 (1) may not be commingled with any other funds; and

11 (2) shall be invested only in accordance with state laws for the
12 investment of trust funds, together with other investments as are
13 specifically designated in the pension trust.

14 Subject to the terms of the pension trust, the trustee, with the approval
15 of the department and the pension advisory board, may establish
16 investment guidelines and limits on all types of investments, including
17 stocks and bonds, and take other action necessary to fulfill its duty as
18 a fiduciary for the trust fund.

19 (d) The trustee shall invest the trust fund assets with the same care,
20 skill, prudence, and diligence that a prudent person acting in a like
21 capacity and familiar with these matters would use in the conduct of an
22 enterprise of a similar character with similar aims.

23 (e) The trustee shall diversify the trust fund's investments in
24 accordance with prudent investment standards. The investment of the
25 trust fund is subject to section 3 of this chapter.

26 (f) The trustee shall receive and hold as trustee for the uses and
27 purposes set forth in the pension trust the funds paid by the department,
28 the employee beneficiaries, or any other person or persons.

29 (g) The trustee shall engage pension consultants to supervise and
30 assist in the technical operation of the pension plan so that there is no
31 deterioration in the actuarial status of the plan.

32 (h) Before October 1 of each year, the trustee, with the aid of the
33 pension consultants, shall prepare and file a report with the department
34 and the state board of accounts. The report must include the following
35 with respect to the fiscal year ending on the preceding June 30:

36 SCHEDE I. Receipts and disbursements.

37 SCHEDE II. Assets of the pension trust, listing investments as
38 to book value and current market value at the end of the fiscal
39 year.

40 SCHEDE III. List of terminations, showing cause and amount
41 of refund.

42 SCHEDE IV. The application of actuarially computed "reserve



1 factors" to the payroll data, properly classified for the purpose of
 2 computing the reserve liability of the trust fund as of the end of
 3 the fiscal year.

4 SCHEDULE V. The application of actuarially computed "current
 5 liability factors" to the payroll data, properly classified for the
 6 purpose of computing the liability of the trust fund for the end of
 7 the fiscal year.

8 SCHEDULE VI. An actuarial computation of the pension liability
 9 for all employees retired before the close of the fiscal year.

10 (i) The minimum annual contribution by the department must be of
 11 sufficient amount, as determined by the pension consultants, to prevent
 12 any deterioration in the actuarial status of the pension plan during that
 13 year. If the department fails to make the minimum contribution for five
 14 (5) successive years, the pension trust terminates and the trust fund
 15 shall be liquidated.

16 (j) Except as provided by applicable federal law, in the event of
 17 liquidation, the department shall take the following actions:

18 (1) All expenses of the pension trust must be paid.

19 (2) Adequate provision must be made for continuing pension
 20 payments to retired persons.

21 (3) Each employee beneficiary must receive the net amount paid
 22 into the trust fund from the employee beneficiary's wages.

23 (4) Any amount remaining in the pension trust after the
 24 department makes the payments described in subdivisions (1)
 25 through (3) must be equitably divided among the employee
 26 beneficiaries in proportion to the net amount paid from each
 27 employee beneficiary's wages into the trust fund.

28 (k) **The trustee may invest the trust fund assets in
 29 cryptocurrency exchange traded funds that do not include payment
 30 stablecoin as a permissible asset.**

31 SECTION 30. IC 10-12-2-7 IS AMENDED TO READ AS
 32 FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 7. (a) The:

33 (1) mortality reserve account referred to in section 4 of this
 34 chapter;

35 (2) disability reserve account referred to in section 5 of this
 36 chapter; and

37 (3) dependent pension reserve account referred to in section 6 of
 38 this chapter;

39 may be commingled and operated as one (1) fund, known as the police
 40 benefit fund, under the terms of a supplementary trust agreement
 41 between the department and the trustee for the exclusive benefit of
 42 employee beneficiaries and their dependents.



(1) investments that trust funds are permitted to invest in under Indiana law; and

(2) other investments as may be specifically designated in the supplementary trust agreement.

16 (e) Contributions by the department to the police benefit fund shall
17 be provided in the general appropriations to the department.

21 SECTION 31. IC 21-9-2-10.2 IS ADDED TO THE INDIANA
22 CODE AS A NEW SECTION TO READ AS FOLLOWS
23 [EFFECTIVE JULY 1, 2026]: **Sec. 10.2. "Cryptocurrency" has the**
24 **meaning set forth in IC 2-3.5-2-2.8.**

25 SECTION 32. IC 21-9-2-12.9 IS ADDED TO THE INDIANA
26 CODE AS A NEW SECTION TO READ AS FOLLOWS
27 [EFFECTIVE JULY 1, 2026]: **Sec. 12.9.** "Exchange traded fund" has
28 the meaning set forth in 17 CFR 270.6c-11(a)(1).

29 SECTION 33. IC 21-9-5-10 IS ADDED TO THE INDIANA CODE
30 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
31 1, 2026]: **Sec. 10. (a) Not later than July 1, 2027, the board shall**
32 **offer, as a regular investment program within an education savings**
33 **program established under this article, a self directed brokerage**
34 **account that offers at least one (1) cryptocurrency investment**
35 **option.**

36 (b) The board may adopt requirements and rules that apply to
37 a cryptocurrency investment option under a self directed
38 brokerage account offered under subsection (a), including the
39 following:

40 (1) The board's investment guidelines and limits for the
41 cryptocurrency investment option.
42 (2) An account owner's selection of and changes to the

(2) An account owner's selection of and changes to the



1 **account owner's investment options.**
2 **(3) The valuation of accounts.**
3 **(4) The allocation and payment of administrative expenses for**
4 **the cryptocurrency investment option.**
5 **(c) The board shall determine the appropriate administrative**
6 **fees to be charged to the accounts.**

7 SECTION 34. IC 28-8-4.1-201, AS ADDED BY P.L.198-2023,
8 SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
9 JULY 1, 2026]: Sec. 201. The following definitions apply throughout
10 this chapter:

11 (1) "Acting in concert" means persons knowingly acting together
12 with a common goal of jointly acquiring control of a licensee
13 whether or not pursuant to an express agreement.

14 (2) "Authorized delegate" means a person a licensee designates to
15 engage in money transmission on behalf of the licensee.

16 (3) "Average daily money transmission liability", with respect to
17 a calendar quarter, means:

18 (A) the sum of the amounts of a licensee's outstanding money
19 transmission obligations in Indiana at the end of each day in
20 the calendar quarter; divided by

21 (B) the total number of days in that calendar quarter.

22 For purposes of this subdivision, a "calendar quarter" is a quarter
23 ending on March 31, June 30, September 30, or December 31.

24 (4) "Bank Secrecy Act" means:

25 (A) the Bank Secrecy Act (31 U.S.C. 5311 et seq.); and

26 (B) regulations adopted under the Bank Secrecy Act (31
27 U.S.C. 5311 et seq.).

28 (5) "Closed loop stored value" means stored value that is
29 redeemable by the issuer only for goods or services provided by
30 the issuer or the issuer's affiliate or by franchisees of the issuer or
31 the issuer's affiliate, except to the extent required by applicable
32 law to be redeemable in cash for its cash value.

33 (6) "Control" means any of the following:

34 (A) The power to vote, directly or indirectly, at least
35 twenty-five percent (25%) of the outstanding voting shares or
36 voting interests of a licensee or of a person in control of a
37 licensee.

38 (B) The power to elect or appoint a majority of key individuals
39 or executive officers, managers, directors, trustees, or other
40 persons exercising managerial authority of a person in control
41 of a licensee.

42 (C) The power to exercise, directly or indirectly, a controlling



1 influence over the management or policies of a licensee or of
2 a person in control of a licensee. For purposes of this clause,
3 a person is presumed to exercise a controlling influence if the
4 person holds the power to vote, directly or indirectly, at least
5 ten percent (10%) of the outstanding voting shares or voting
6 interests of a licensee or of a person in control of a licensee.
7 However, a person presumed to exercise a controlling
8 influence under this clause may rebut the presumption of
9 control if the person is a passive investor.

10 For purposes of this subdivision, the percentage of a person
11 controlled by any other person is determined by aggregating the
12 other person's interest with the interest of any other immediate
13 family member of that person, including the person's spouse,
14 parents, children, siblings, mothers-in-law and fathers-in-law,
15 sons-in-law and daughters-in-law, and any other person who
16 shares the person's home.

17 (7) "Department" refers to the members of the department of
18 financial institutions.

19 (8) "Director" refers to the director of the department appointed
20 under IC 28-11-2-1.

21 (9) "Eligible rating" means a credit rating of any of the three (3)
22 highest rating categories provided by an eligible rating service,
23 including any rating category modifiers, such as "plus" or "minus"
24 for S&P Global, or an equivalent modifier for any other eligible
25 rating service. The term includes the following:

26 (A) A long term credit rating equal to at least A- by S&P
27 Global, or an equivalent long term credit rating for any other
28 eligible rating service.

29 (B) A short term credit rating equal to at least A-2 by S&P
30 Global, or an equivalent short term credit rating for any other
31 eligible rating service.

32 In any case in which the credit ratings differ among eligible rating
33 services, the highest rating applies in determining whether the
34 credit rating is an "eligible rating" as defined in this subdivision.

35 (10) "Eligible rating service" means:

36 (A) a nationally recognized statistical rating organization, as
37 defined by the United States Securities and Exchange
38 Commission; or

39 (B) any other organization designated as such by the director.

40 (11) "Federally insured depository financial institution" means:

41 (A) a bank;
42 (B) a credit union;



1 (C) a savings and loan association;
2 (D) a trust company;
3 (E) a corporate fiduciary;
4 (F) a savings association;
5 (G) a savings bank;
6 (H) an industrial bank; or
7 (I) an industrial loan company;
8 that is organized under the law of the United States or any state of
9 the United States and that has federally or privately insured
10 deposits as permitted by state or federal law.

11 (12) "In Indiana", with respect to the location of a transaction,
12 means the following:

13 (A) At a physical location in Indiana, for a transaction
14 requested in person.

15 (B) For a transaction requested electronically or by telephone,
16 a determination made by the provider of money transmission,
17 by relying on the following, that the person requesting the
18 transaction is in Indiana:

19 (i) Information, provided by the person, regarding the
20 location of the individual's residential address or the
21 business entity's principal place of business or other physical
22 address location, as applicable.

23 (ii) Any records associated with the person that the provider
24 of money transmission may have that indicate the person's
25 location, including an address associated with an account.

26 (13) "Individual" means a natural person.

27 (14) "Key individual" means an individual ultimately responsible
28 for establishing or directing policies and procedures of a licensee,
29 such as an executive officer, manager, director, or trustee.

30 (15) "Licensee" means a person licensed under this chapter.

31 (16) "Material litigation" means litigation that, according to
32 United States generally accepted accounting principles, is
33 significant to a person's financial health and would be required to
34 be disclosed in the person's annual audited financial statements,
35 report to shareholders, or similar records.

36 (17) "Money" means a medium of exchange that is issued by the
37 United States government or by a foreign government. The term
38 includes a monetary unit of account established by an
39 intergovernmental organization or by agreement between two (2)
40 or more governments.

41 (18) "Monetary value" means a medium of exchange, whether or
42 not redeemable in money.



1 (19) "Money transmission" means any of the following:

2 (A) Selling or issuing payment instruments to a person located
3 in Indiana.

4 (B) Selling or issuing stored value to a person located in
5 Indiana.

6 (C) Receiving money for transmission from a person located
7 in Indiana.

8 The term does not include the provision of solely online or
9 telecommunications services or network access. **The term does**
10 **not include development or use of software for noncustodial**
11 **transfer of digital assets (as defined by IC 5-36-1-4).**

12 (20) "MSB accredited state" means a state agency that is
13 accredited by the Conference of State Bank Supervisors and
14 Money Transmitter Regulators Association for money
15 transmission licensing and supervision.

16 (21) "Multistate licensing process" means an agreement entered
17 into by and among state regulators related to:

18 (A) coordinated processing of applications for money
19 transmission licenses;

20 (B) applications for the acquisition and control of a licensee;
21 (C) control determinations; or

22 (D) notice and information requirements for a change of key
23 individuals.

24 (22) "NMLS" means the Nationwide Multistate Licensing System
25 and Registry:

26 (A) developed by the Conference of State Bank Supervisors
27 and the American Association of Residential Mortgage
28 Regulators; and

29 (B) owned and operated by the State Regulatory Registry,
30 LLC, or by any successor or affiliated entity;

31 for the licensing and registry of persons in financial services
32 industries.

33 (23) "Outstanding money transmission obligation", as established
34 and extinguished in accordance with applicable state law, means:

35 (A) any payment instrument or stored value that:

36 (i) is issued or sold by a licensee to a person located in the
37 United States, or reported as sold by an authorized delegate
38 of the licensee to a person located in the United States; and
39 (ii) has not yet been paid or refunded by or for the licensee,
40 or escheated in accordance with applicable abandoned
41 property laws; or

42 (B) any money that:



- (i) is received for transmission by a licensee, or by an authorized delegate of the licensee, from a person located in the United States; and
- (ii) has not been received by the payee or refunded to the seller, or escheated in accordance with applicable abandoned property laws.

For purposes of this subdivision, a person is located "in the United States" if the person is located in any state, territory, or possession of the United States or in the District of Columbia, the Commonwealth of Puerto Rico, or a United States military installation located in a foreign country.

(24) "Passive investor" means a person that:

(A) does not have the power to elect a majority of key individuals or executive officers, managers, directors, trustees, or other persons exercising managerial authority over a person in control of a licensee;

(B) is not employed by and does not have any managerial duties with respect to the licensee or a person in control of the licensee;

(C) does not have the power to exercise, directly or indirectly, a controlling influence over the management or policies of the licensee or a person in control of the licensee; and

(D) either:

(i) attests to as facts the characteristics of passivity set forth in clauses (A) through (C), in a form and by a medium prescribed by the director; or

(ii) commits to the characteristics of passivity set forth in clauses (A) through (C) in a written document.

(25) "Payment instrument" means a written or electronic check, draft, money order, traveler's check, or other written or electronic instrument for the transmission or payment of money or monetary value, whether or not negotiable. The term does not include:

(A) stored value; or

(B) any instrument that:

(i) is redeemable by the issuer only for goods or services provided by the issuer or its affiliate, or franchisees of the issuer or its affiliate, except to the extent required by applicable law to be redeemable in cash for its cash value; or

(ii) is not sold to the public but is issued and distributed as part of a loyalty, rewards, or promotional program.

(26) "Person" means any individual, general partnership, limited



1 partnership, limited liability company, corporation, trust,
2 association, joint stock corporation, or other corporate entity, as
3 so identified by the director.

4 (27) "Receiving money for transmission" means receiving money
5 or monetary value in the United States for transmission within or
6 outside the United States by electronic or other means. The term
7 "money received for transmission" has a corresponding meaning.

8 (28) "Stored value" means monetary value representing a claim,
9 against the issuer, that is evidenced by an electronic or digital
10 record and that is intended and accepted for use as a means of
11 redemption for money or monetary value, or payment for goods
12 or services. The term includes "prepaid access" as defined in 31
13 CFR 1010.100. The term does not include:

14 (A) a payment instrument;

15 (B) closed loop stored value; or

16 (C) stored value not sold to the public but issued and
17 distributed as part of a loyalty, rewards, or promotional
18 program.

19 (29) "Tangible net worth" means the aggregate assets of a
20 licensee, excluding all intangible assets, less liabilities, as
21 determined in accordance with United States generally accepted
22 accounting principles.

23 SECTION 35. IC 33-38-6-2.3 IS ADDED TO THE INDIANA
24 CODE AS A **NEW SECTION TO READ AS FOLLOWS**
25 [EFFECTIVE JULY 1, 2026]: **Sec. 2.3. As used in this chapter,**
26 **"cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.**

27 SECTION 36. IC 33-38-6-3.2 IS ADDED TO THE INDIANA
28 CODE AS A **NEW SECTION TO READ AS FOLLOWS**
29 [EFFECTIVE JULY 1, 2026]: **Sec. 3.2. As used in this chapter,**
30 **"exchange traded fund" has the meaning set forth in 17 CFR**
31 **270.6c-11(a)(1).**

32 SECTION 37. IC 33-38-6-9.1 IS ADDED TO THE INDIANA
33 CODE AS A **NEW SECTION TO READ AS FOLLOWS**
34 [EFFECTIVE JULY 1, 2026]: **Sec. 9.1. As used in this chapter,**
35 **"payment stablecoin" has the meaning set forth in 12 U.S.C.**
36 **5901(22).**

37 SECTION 38. IC 33-38-6-23, AS AMENDED BY P.L.35-2012,
38 SECTION 103, IS AMENDED TO READ AS FOLLOWS
39 [EFFECTIVE JULY 1, 2026]: Sec. 23. (a) The board of trustees of the
40 Indiana public retirement system (referred to as "the system" in this
41 section) shall administer the fund, which may be commingled for
42 investment purposes with any public pension and retirement fund



1 administered by the system.

2 (b) The board shall do the following:

3 (1) Determine eligibility for and make payments of benefits under
4 IC 33-38-7 and IC 33-38-8.

5 (2) In accordance with the powers and duties granted it in
6 IC 5-10.3-3-7.1, IC 5-10.3-5-3 through IC 5-10.3-5-6,
7 IC 5-10.5-4, and IC 5-10.5-6, administer the fund.

8 (3) Provide by rule for the implementation of this chapter and
9 IC 33-38-7 and IC 33-38-8.

10 (4) Authorize deposits.

11 (c) A determination by the board may be appealed under the
12 procedures in IC 4-21.5.

13 (d) The powers and duties of:

14 (1) the director and the actuary of the board; and

15 (2) the attorney general;

16 with respect to the fund are those specified in IC 5-10.3-3, IC 5-10.3-4,
17 IC 5-10.5-4, and IC 5-10.5-6.

18 (e) The board may hire additional personnel, including hearing
19 officers, to assist it in the implementation of this chapter.

20 (f) Fund records of individual participants and participants'
21 information are confidential, except for the name and years of service
22 of a fund participant.

23 (g) **The board may invest the assets of the fund in
24 cryptocurrency exchange traded funds that do not include payment
25 stablecoin as a permissible asset.**

26 SECTION 39. IC 33-39-7-3.2 IS ADDED TO THE INDIANA
27 CODE AS A NEW SECTION TO READ AS FOLLOWS
28 [EFFECTIVE JULY 1, 2026]: **Sec. 3.2. As used in this chapter,
29 "cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.**

30 SECTION 40. IC 33-39-7-3.8 IS ADDED TO THE INDIANA
31 CODE AS A NEW SECTION TO READ AS FOLLOWS
32 [EFFECTIVE JULY 1, 2026]: **Sec. 3.8. As used in this chapter,
33 "exchange traded fund" has the meaning set forth in 17 CFR
34 270.6c-11(a)(1).**

35 SECTION 41. IC 33-39-7-6.1 IS ADDED TO THE INDIANA
36 CODE AS A NEW SECTION TO READ AS FOLLOWS
37 [EFFECTIVE JULY 1, 2026]: **Sec. 6.1. As used in this chapter,
38 "payment stablecoin" has the meaning set forth in 12 U.S.C.
39 5901(22).**

40 SECTION 42. IC 33-39-7-11, AS AMENDED BY P.L.35-2012,
41 SECTION 105, IS AMENDED TO READ AS FOLLOWS
42 [EFFECTIVE JULY 1, 2026]: Sec. 11. (a) The board shall administer



1 the fund, which may be commingled with any public pension and
 2 retirement fund administered by the Indiana public retirement system
 3 for investment purposes.

4 (b) The board shall do the following:

5 (1) Determine eligibility for and make payments of benefits under
 6 this chapter.

7 (2) In accordance with the powers and duties granted the board in
 8 IC 5-10.3-3-7.1, IC 5-10.3-5-3 through IC 5-10.3-5-6,
 9 IC 5-10.5-4, and IC 5-10.5-6, administer the fund.

10 (3) Provide by rule for the implementation of this chapter.

11 (4) Authorize deposits.

12 (c) A determination by the board may be appealed under IC 4-21.5.

13 (d) The powers and duties of:

14 (1) the director and the actuary of the board; and

15 (2) the attorney general;

16 with respect to the fund are those specified in IC 5-10.3-3, IC 5-10.3-4,
 17 IC 5-10.5-4, and IC 5-10.5-6.

18 (e) The board may hire additional personnel, including hearing
 19 officers, to assist in the implementation of this chapter.

20 (f) Fund records of individual participants and participants'
 21 information are confidential, except for the name and years of service
 22 of a fund participant.

23 (g) **The board may invest the assets of the fund in**
 24 **cryptocurrency exchange traded funds that do not include payment**
 25 **stablecoin as a permissible asset.**

26 SECTION 43. IC 34-46-7 IS ADDED TO THE INDIANA CODE
 27 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
 28 JULY 1, 2026]:

29 **Chapter 7. Privileged Financial Information**

30 **Sec. 1. As used in this chapter, "digital asset" means:**

31 (1) **virtual currency;**

32 (2) **cryptocurrency (as defined in IC 2-3.5-2-8);**

33 (3) **payment stablecoin (as defined in 12 U.S.C. 5901(22));**

34 (4) **fungible tokens and nonfungible tokens; and**

35 (5) **other assets that:**

36 (A) **exist only in electronic form; and**

37 (B) **confer economic, proprietary, or access rights or**
 38 **powers.**

39 **Sec. 2. As used in this chapter, "digital asset private key" means**
 40 **an alphanumeric code that is used to:**

41 (1) **prove ownership of; and**

42 (2) **access;**



1 **digital assets.**

2 **Sec. 3. A court may compel a person to disclose a digital asset**
 3 **private key only if no other admissible information is sufficient to**
 4 **provide access to the digital asset.**

5 **SECTION 44. IC 35-37-7 IS ADDED TO THE INDIANA CODE**
 6 **AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE**
 7 **JULY 1, 2026]:**

8 **Chapter 7. Privileged Financial Information**

9 **Sec. 1. As used in this chapter, "digital asset" means:**

- 10 (1) **virtual currency;**
- 11 (2) **cryptocurrency (as defined in IC 2-3.5-2-2.8);**
- 12 (3) **payment stablecoin (as defined in 12 U.S.C. 5901(22));**
- 13 (4) **fungible tokens and nonfungible tokens; and**
- 14 (5) **other assets that:**
 - 15 (A) **exist only in electronic form; and**
 - 16 (B) **confer economic, proprietary, or access rights or**
 17 **powers.**

18 **Sec. 2. As used in this chapter, "digital asset private key" means**
 19 **an alphanumeric code that is used to:**

- 20 (1) **prove ownership of; and**
- 21 (2) **access;**

22 **a digital asset.**

23 **Sec. 3. A court may compel a person to disclose a digital asset**
 24 **private key only if no other admissible information is sufficient to**
 25 **provide access to the digital asset.**

26 **SECTION 45. IC 36-1-3-15 IS ADDED TO THE INDIANA CODE**
 27 **AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY**
 28 **1, 2026]: Sec. 15. (a) The definitions in IC 5-36-1 apply throughout**
 29 **this section.**

30 **(b) A unit may not adopt or enforce a rule or other regulation**
 31 **that would have the effect of prohibiting, restricting, or impairing**
 32 **the ability of a person to:**

- 33 (1) **use or accept digital assets as a method of payment for**
 34 **legal goods and services; or**
- 35 (2) **take custody of digital assets using a self-hosted wallet or**
 36 **hardware wallet.**

37 **(c) A unit may not impose taxes or fees on:**

- 38 (1) **use or acceptance of digital assets as a method of payment**
 39 **for legal goods and services; or**
- 40 (2) **taking or maintaining custody of digital assets using a**
 41 **self-hosted wallet or hardware wallet;**

42 **that are not applicable to comparable financial transactions that**



1 **do not involve digital assets.**

2 SECTION 46. IC 36-1-30.5 IS ADDED TO THE INDIANA CODE
3 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
4 JULY 1, 2026]:

5 **Chapter 30.5. Regulation of Digital Asset Mining**

6 **Sec. 1. The definitions in IC 5-36-1 apply throughout this
7 chapter.**

8 **Sec. 2. A unit may not adopt or enforce an ordinance or other
9 regulation that would have the effect of prohibiting, restricting, or
10 impairing the ability of an individual or business to do any of the
11 following:**

12 **(1) Operate a node for the purpose of connecting to a
13 blockchain protocol and participating in the operation of the
14 blockchain protocol.**

15 **(2) Develop software on a blockchain protocol.**

16 **(3) Transfer digital assets to another individual or business
17 using a blockchain protocol.**

18 **(4) Participate in staking on a blockchain protocol.**

19 **Sec. 3. A unit may not adopt or enforce an ordinance or other
20 regulation:**

21 **(1) that prohibits a digital asset mining business that
22 otherwise meets the requirements for operation in an area
23 zoned for industrial use from operating in an area zoned for
24 industrial use; or**

25 **(2) that:**

26 **(A) limits the level of noise generated by a digital asset
27 mining business that is located in an area zoned for
28 industrial use; and**

29 **(B) is not applicable to other businesses operating in an
30 area zoned for industrial use.**

31 **Sec. 4. A unit may not adopt or enforce an ordinance or other
32 regulation:**

33 **(1) that prohibits private digital asset mining in a residence
34 located in an area that is zoned for residential use; or**

35 **(2) that:**

36 **(A) limits the level of noise generated by private digital
37 asset mining in a residence located in an area that is zoned
38 for residential use; and**

39 **(B) is not applicable to other residences in an area zoned
40 for residential use.**

41 SECTION 47. IC 36-8-8-1.3 IS ADDED TO THE INDIANA CODE
42 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY



1, 2026]: **Sec. 1.3. As used in this chapter, "cryptocurrency" has the
2 meaning set forth in IC 2-3.5-2-2.8.**

3 SECTION 48. IC 36-8-8-1.6 IS ADDED TO THE INDIANA CODE
4 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
5 1, 2026]: **Sec. 1.6. As used in this chapter, "exchange traded fund"
6 has the meaning set forth in 17 CFR 270.6c-11(a)(1).**

7 SECTION 49. IC 36-8-8-2.4 IS ADDED TO THE INDIANA CODE
8 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
9 1, 2026]: **Sec. 2.4. As used in this chapter, "payment stablecoin"
10 has the meaning set forth in 12 U.S.C. 5901(22).**

11 SECTION 50. IC 36-8-8-5, AS AMENDED BY P.L.85-2022,
12 SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
13 JULY 1, 2026]: Sec. 5. (a) The system board shall:

- 14 (1) determine eligibility for and make payments of benefits,
15 except as provided in section 12 of this chapter;
- 16 (2) in accordance with the powers and duties granted it in
17 IC 5-10.3-5-3 through IC 5-10.3-5-6, IC 5-10.5-4, and
18 IC 5-10.5-5, administer the 1977 fund;
- 19 (3) provide by rule for the implementation of this chapter; and
- 20 (4) authorize deposits.

21 (b) A determination by the system board may be appealed under the
22 procedures in IC 4-21.5.

23 (c) The powers and duties of the director appointed by the system
24 board, the actuary of the system board, and the attorney general, with
25 respect to the 1977 fund, are those specified in IC 5-10.3-3,
26 IC 5-10.3-4, and IC 5-10.5.

27 (d) The system board may hire additional personnel, including
28 hearing officers, to assist it in the implementation of this chapter.

29 (e) The 1977 fund records of individual members and membership
30 information are confidential, except for the name and years of service
31 of a 1977 fund member.

32 (f) After July 1, 2022, if the system board determines that a new
33 police officer or firefighter in PERF should be a member of the 1977
34 fund, the system board shall require the employer to:

- 35 (1) transfer the member into the 1977 fund; and
- 36 (2) contribute the amount that the system board determines is
37 necessary to fund fully the member's service credit in the 1977
38 fund for all service earned as a police officer or firefighter in
39 PERF.

40 (g) **The system board may invest the assets of the 1977 fund in
41 cryptocurrency exchange traded funds that do not include payment
42 stablecoin as a permissible asset.**



COMMITTEE REPORT

Mr. Speaker: Your Committee on Financial Institutions, to which was referred House Bill 1042, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Page 1, between the enacting clause and line 1, begin a new paragraph and insert:

"SECTION 1. IC 2-3.5-2-2.8 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 2.8. "Cryptocurrency" means a virtual currency that:

- (1) is not issued by a central authority;**
- (2) is designed to function as a medium of exchange; and**
- (3) uses encryption technology to:**
 - (A) regulate the generation of units of currency;**
 - (B) verify fund transfers; and**
 - (C) prevent counterfeiting.**

The term does not include payment stablecoin.

SECTION 2. IC 2-3.5-2-4.4 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 4.4. "Exchange traded fund" has the meaning set forth in 17 CFR 270.6c-11(a)(1).

SECTION 3. IC 2-3.5-2-7.3 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 7.3. "Payment stablecoin" has the meaning set forth in 12 U.S.C. 5901(22).".

Page 2, line 12, delete "funds." and insert "**funds that do not include payment stablecoin as a permissible asset.**"

Page 2, line 15, delete "As used in this section, "cryptocurrency"" and insert "**Not later than July 1, 2027, the board shall offer, as a regular investment program within the defined contribution fund, a self directed brokerage account that offers at least one (1) cryptocurrency investment option.**"

Page 2, delete lines 16 through 34.

Page 2, line 35, delete "(d)" and insert "**(b)**".

Page 2, line 35, after "to" insert "**a cryptocurrency investment option under a self directed brokerage account offered under subsection (a), including the following:**".

Page 2, delete lines 36 through 37.

Page 2, line 39, delete "exchange traded fund." and insert "**investment option.**".



Page 3, line 2, delete "exchange traded fund." and insert "**investment option.**".

Page 3, line 3, delete "(e)" and insert "(c)".

Page 3, delete lines 5 through 42.

Page 4, delete lines 1 through 30, begin a new paragraph and insert:

"SECTION 4. IC 5-10-1.1-0.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 0.5. The following definitions apply throughout this chapter:

(1) "Cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.

(2) "Exchange traded fund" has the meaning set forth in 17 CFR 270.6c-11(a)(1).".

Page 4, line 33, delete "As used in this section," and insert "**Not later than July 1, 2027, the deferred compensation committee shall offer, as a regular investment program within the defined contribution fund, a self directed brokerage account that offers at least one (1) cryptocurrency investment option.**".

Page 4, delete lines 34 through 42.

Page 5, delete lines 1 through 4.

Page 5, line 5, delete "(c)" and insert "(b)".

Page 5, line 6, delete "the cryptocurrency exchange" and insert "**a cryptocurrency investment option under a self directed brokerage account offered under subsection (a), including the following:**".

Page 5, delete line 7.

Page 5, line 9, delete "exchange traded" and insert "**investment option.**".

Page 5, delete line 10.

Page 5, line 15, delete "exchange traded fund." and insert "**investment option.**".

Page 5, line 16, delete "(d)" and insert "(c)".

Page 5, between lines 18 and 19, begin a new paragraph and insert:

"SECTION 5. IC 5-10-5.5-1, AS AMENDED BY P.L.6-2020, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 1. The following definitions apply throughout this chapter, unless the context clearly denotes otherwise:

(1) "Americans with Disabilities Act" refers to the Americans with Disabilities Act (42 U.S.C. 12101 et seq.) and any amendments and regulations related to the Act.

(2) "Average annual salary" means the average annual salary of an officer during the five (5) years of highest annual salary in the ten (10) years immediately preceding an officer's retirement date,



determined without regard to any salary reduction agreement established under Section 125 of the Internal Revenue Code.

(3) "Board" refers to the board of trustees of the Indiana public retirement system established by IC 5-10.5-3-1.

(4) "Commission" means the alcohol and tobacco commission.

(5) "Cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.

~~(5)~~ (6) "Department" means the Indiana department of natural resources.

~~(6)~~ (7) "Dies in the line of duty" means death that occurs as a direct result of personal injury or illness caused by incident, accident, or violence that results from any action that the participant, in the participant's capacity as an officer:

(A) is obligated or authorized by rule, regulation, condition of employment or service, or law to perform; or

(B) performs in the course of controlling or reducing crime or enforcing the criminal law.

The term includes a death presumed incurred in the line of duty under IC 5-10-13 for an officer who is an Indiana state excise police officer or an Indiana state conservation enforcement officer.

(8) "Exchange traded fund" has the meaning set forth in 17 CFR 270.6c-11(a)(1).

~~(7)~~ (9) "Interest" means the rate of interest specified by rule by the board of trustees of the Indiana public retirement system established by IC 5-10.5-3-1.

~~(8)~~ (10) "Officer" means any Indiana state excise police officer, any Indiana state conservation enforcement officer, any gaming agent, or any gaming control officer.

~~(9)~~ (11) "Participant" means any officer who has elected to participate in the retirement plan created by this chapter.

(12) "Payment stablecoin" has the meaning set forth in 12 U.S.C. 5901(22).

~~(10)~~ (13) "Public employees' retirement act" means IC 5-10.3.

~~(11)~~ (14) "Public employees' retirement fund" refers to the public employees' retirement fund created by IC 5-10.3-2.

~~(12)~~ (15) "Salary" means the total compensation, exclusive of expense allowances, paid to any officer by the department or the commission, determined without regard to any salary reduction agreement established under Section 125 of the Internal Revenue Code.

~~(13)~~ (16) Other words and phrases when used in this chapter have



the meanings set forth in IC 5-10.3-1.".

Page 5, line 31, delete "funds." and insert "**funds that do not include payment stablecoin as a permissible asset.**"

SECTION 7. IC 5-10-9.8-1, AS AMENDED BY P.L.99-2020, SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 1. The following definitions apply throughout this chapter:

(1) "Board" refers to the board of trustees of the Indiana public retirement system.

(2) "Cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.

(2) (3) "Employer" means an employer of an employee that may receive a lump sum death benefit under a statute identified in section 2(a) of this chapter.

(4) "Exchange traded fund" has the meaning set forth in 17 CFR 270.6c-11(a)(1).

(3) (5) "Fund" refers to the special death benefit fund established by section 2 of this chapter.

(6) "Payment stablecoin" has the meaning set forth in 12 U.S.C. 5901(22)."

Page 6, line 19, delete "funds." and insert "**funds that do not include payment stablecoin as a permissible asset.**"

SECTION 8. IC 5-10.3-1-1.3 IS ADDED TO THE INDIANA CODE AS A **NEW SECTION** TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 1.3. **As used in this article, "cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.**

SECTION 9. IC 5-10.3-1-2.4 IS ADDED TO THE INDIANA CODE AS A **NEW SECTION** TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 2.4. **As used in this article, "exchange traded fund" has the meaning set forth in 17 CFR 270.6c-11(a)(1).**

SECTION 10. IC 5-10.3-1-10 IS ADDED TO THE INDIANA CODE AS A **NEW SECTION** TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 10. **As used in this article, "payment stablecoin" has the meaning set forth in 12 U.S.C. 5901(22)."**

Page 6, line 34, delete "funds." and insert "**funds that do not include payment stablecoin as a permissible asset.**"

Page 7, line 27, delete "As used in this section," and insert "**Not later than July 1, 2027, the board shall offer, as a regular investment program within the fund, a self directed brokerage account that offers at least one (1) cryptocurrency investment**



option.".

Page 7, delete lines 28 through 40.

Page 7, line 41, delete "(c)" and insert "(b)".

Page 7, line 41, after "to" insert "**a cryptocurrency investment option under a self directed brokerage account offered under subsection (a), including the following:**".

Page 7, delete line 42.

Page 8, delete line 1.

Page 8, line 3, delete "exchange traded fund." and insert "**investment option.".**

Page 8, line 8, delete "exchange traded fund." and insert "**investment option.".**

Page 8, line 9, delete "(d)" and insert "(c)".

Page 8, line 21, delete "funds." and insert "**funds that do not include payment stablecoin as a permissible asset.**".

Page 8, line 24, delete "As used in this section," and insert "**Not later than July 1, 2027, the board shall offer, as a regular investment program within the plan, a self directed brokerage account that offers at least one (1) cryptocurrency investment option.**".

Page 8, delete lines 25 through 36.

Page 8, line 37, delete "(c)" and insert "(b)".

Page 8, line 37, after "to" insert "**a cryptocurrency investment option under a self directed brokerage account offered under subsection (a), including the following:**".

Page 8, delete lines 38 through 39.

Page 8, line 41, delete "exchange traded fund." and insert "**investment option.".**

Page 9, line 4, delete "exchange traded fund." and insert "**investment option.".**

Page 9, line 5, delete "(d)" and insert "(c)".

Page 9, between lines 6 and 7, begin a new paragraph and insert:

"SECTION 11. IC 5-10.4-1-5.4 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 5.4. "Cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.

SECTION 12. IC 5-10.4-1-6.4 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 6.4. "Exchange traded fund" has the meaning set forth in 17 CFR 270.6c-11(a)(1).

SECTION 13. IC 5-10.4-1-11.8 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS



[EFFECTIVE JULY 1, 2026]: **Sec. 11.8. "Payment stablecoin" has the meaning set forth in 12 U.S.C. 5901(22).**".

Page 9, line 22, delete "funds." and insert "**funds that do not include payment stablecoin as a permissible asset.**".

Page 10, line 17, delete "As used in this section," and insert "**Not later than July 1, 2027, the board shall offer, as a regular investment program within the annuity savings accounts described in IC 5-10.4-2-2, a self directed brokerage account that offers at least one (1) cryptocurrency investment option.**".

Page 10, delete lines 18 through 30.

Page 10, line 31, delete "(c)" and insert "(b)".

Page 10, line 31, after "to" insert "**a cryptocurrency investment option under a self directed brokerage account offered under subsection (a), including the following:**".

Page 10, delete lines 32 through 33.

Page 10, line 35, delete "exchange traded fund." and insert "**investment option.**".

Page 10, line 40, delete "exchange traded fund." and insert "**investment option.**".

Page 10, line 41, delete "(d)" and insert "(c)".

Page 11, line 3, delete "As used in this section," and insert "**Not later than July 1, 2027, the board shall offer, as a regular investment program within the plan, a self directed brokerage account that offers at least one (1) cryptocurrency investment option.**".

Page 11, delete lines 4 through 14.

Page 11, line 15, delete "(c)" and insert "(b)".

Page 11, line 15, after "to" insert "**a cryptocurrency investment option under a self directed brokerage account offered under subsection (a), including the following:**".

Page 11, delete lines 16 through 17.

Page 11, line 19, delete "exchange traded fund." and insert "**investment option.**".

Page 11, line 24, delete "exchange traded fund." and insert "**investment option.**".

Page 11, line 25, delete "(d)" and insert "(c)".

Page 11, delete lines 27 through 42.

Delete page 12.

Page 13, delete lines 1 through 31.

Page 14, delete line 20, begin a new line block indented and insert:

"(2) cryptocurrency (as defined in IC 2-3.5-2-2.8);

(3) payment stablecoin (as defined in 12 U.S.C. 5901(22));".



Page 14, line 21, delete "(3)" and insert "(4)".

Page 14, line 22, delete "(4)" and insert "(5)".

Page 15, line 36, delete "A public agency may not" and insert "**No public agency other than the department of financial institutions may**".

Page 16, line 1, delete "A public agency may not" and insert "**No public agency other than the department of financial institutions may**".

Page 16, line 8, delete "A public agency may not" and insert "**No public agency other than the department of financial institutions may**".

Page 16, delete lines 19 through 42, begin a new paragraph and insert:

"Sec. 3. (a) Except as provided in subsection (b), no public agency other than the department of financial institutions may prohibit the operation of a digital asset mining business.

(b) A public agency may enforce rules or other regulations applicable to a digital asset mining business's location as zoned, in compliance with IC 36-7-4."

Page 17, delete lines 1 through 22, begin a new paragraph and insert:

"SECTION 17. IC 10-12-1-1.6 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 1.6. "Cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.

SECTION 18. IC 10-12-1-4.2 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 4.2. "Exchange traded fund" has the meaning set forth in 17 CFR 270.6c-11(a)(1).

SECTION 19. IC 10-12-1-6.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 6.5. "Payment stablecoin" has the meaning set forth in 12 U.S.C. 5901(22)."

Page 19, line 11, delete "consisting of one (1) or" and insert "**that do not include payment stablecoin as a permissible asset.**"

Page 19, delete line 12.

Page 20, line 1, delete "consisting of one (1) or" and insert "**that do not include payment stablecoin as a permissible asset.**"

Page 20, delete line 2, begin a new paragraph and insert:

"SECTION 19. IC 21-9-2-10.2 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 10.2. "Cryptocurrency" has the



meaning set forth in IC 2-3.5-2-2.8.

SECTION 20. IC 21-9-2-12.9 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 12.9. "Exchange traded fund" has the meaning set forth in 17 CFR 270.6c-11(a)(1).**".

Page 20, line 5, delete "As used in this section, "cryptocurrency"" and insert "**Not later than July 1, 2027, the board shall offer, as a regular investment program within an education savings program established under this article, a self directed brokerage account that offers at least one (1) cryptocurrency investment option.**".

Page 20, delete lines 6 through 18.

Page 20, line 19, delete "(c)" and insert "(b)".

Page 20, line 19, after "to" insert "**a cryptocurrency investment option under a self directed brokerage account offered under subsection (a), including the following:**".

Page 20, delete lines 20 through 21.

Page 20, line 23, delete "exchange traded fund." and insert "**investment option.**".

Page 20, line 28, delete "exchange traded fund." and insert "**investment option.**".

Page 20, line 29, delete "(d)" and insert "(c)".

Page 26, between lines 4 and 5, begin a new paragraph and insert:

"SECTION 21. IC 33-38-6-2.3 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 2.3. As used in this chapter, "cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.

SECTION 22. IC 33-38-6-3.2 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 3.2. As used in this chapter, "exchange traded fund" has the meaning set forth in 17 CFR 270.6c-11(a)(1).

SECTION 23. IC 33-38-6-9.1 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 9.1. As used in this chapter, "payment stablecoin" has the meaning set forth in 12 U.S.C. 5901(22).

Page 26, line 34, delete "funds." and insert "**funds that do not include payment stablecoin as a permissible asset.**

SECTION 25. IC 33-39-7-3.2 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 3.2. As used in this chapter, "cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.



SECTION 26. IC 33-39-7-3.8 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 3.8. As used in this chapter, "exchange traded fund" has the meaning set forth in 17 CFR 270.6c-11(a)(1).**

SECTION 27. IC 33-39-7-6.1 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 6.1. As used in this chapter, "payment stablecoin" has the meaning set forth in 12 U.S.C. 5901(22).**

Page 27, line 19, delete "funds." and insert "**funds that do not include payment stablecoin as a permissible asset.**"

Page 27, delete line 26, begin a new line block indented and insert:

"(2) cryptocurrency (as defined in IC 2-3.5-2-2.8);

(3) payment stablecoin (as defined in 12 U.S.C. 5901(22));".

Page 27, line 27, delete "(3)" and insert "(4)".

Page 27, line 28, delete "(4)" and insert "(5)".

Page 28, delete line 4, begin a new line block indented and insert:

"(2) cryptocurrency (as defined in IC 2-3.5-2-2.8);

(3) payment stablecoin (as defined in 12 U.S.C. 5901(22));".

Page 28, line 5, delete "(3)" and insert "(4)".

Page 28, line 6, delete "(4)" and insert "(5)".

Page 29, between lines 32 and 33, begin a new paragraph and insert:

"SECTION 27. IC 36-8-8-1.3 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 1.3. As used in this chapter, "cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.**

SECTION 28. IC 36-8-8-1.6 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 1.6. As used in this chapter, "exchange traded fund" has the meaning set forth in 17 CFR 270.6c-11(a)(1).**

SECTION 29. IC 36-8-8-2.4 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 2.4. As used in this chapter, "payment stablecoin" has the meaning set forth in 12 U.S.C. 5901(22).**

Page 30, line 21, delete "funds." and insert "**funds that do not include payment stablecoin as a permissible asset.**"

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.



(Reference is to HB 1042 as introduced.)

TESHKA

Committee Vote: yeas 9, nays 3.

HB 1042—LS 6415/DI 119

