Adopted   Rejected

COMMITTEE REPORT

YES: **9**
NO: **3**

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:*

1   Page 1, between the enacting clause and line 1, begin a new
2   paragraph and insert:
3   "SECTION 1. IC 2-3.5-2-2.8 IS ADDED TO THE INDIANA CODE
4   AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
5   1, 2026]: **Sec. 2.8. "Cryptocurrency" means a virtual currency**
6   **that:**
7   **(1) is not issued by a central authority;**
8   **(2) is designed to function as a medium of exchange; and**
9   **(3) uses encryption technology to:**
10   **(A) regulate the generation of units of currency;**
11   **(B) verify fund transfers; and**
12   **(C) prevent counterfeiting.**

1   **The term does not include payment stablecoin.**
2   SECTION 2. IC 2-3.5-2-4.4 IS ADDED TO THE INDIANA CODE
3   AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
4   1, 2026]: **Sec. 4.4. "Exchange traded fund" has the meaning set**
5   **forth in 17 CFR 270.6c-11(a)(1).**
6   SECTION 3. IC 2-3.5-2-7.3 IS ADDED TO THE INDIANA CODE
7   AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
8   1, 2026]: **Sec. 7.3. "Payment stablecoin" has the meaning set forth**
9   **in 12 U.S.C. 5901(22).**".
10   Page 2, line 12, delete "funds." and insert "**funds that do not**
11   **include payment stablecoin as a permissible asset.**".
12   Page 2, line 15, delete "As used in this section, "cryptocurrency""
13   and insert "**Not later than July 1, 2027, the board shall offer, as a**
14   **regular investment program within the defined contribution fund,**
15   **a self directed brokerage account that offers at least one (1)**
16   **cryptocurrency investment option.**".
17   Page 2, delete lines 16 through 34.
18   Page 2, line 35, delete "(d)" and insert "**(b)**".
19   Page 2, line 35, after "to" insert "**a cryptocurrency investment**
20   **option under a self directed brokerage account offered under**
21   **subsection (a), including the following:**".
22   Page 2, delete lines 36 through 37.
23   Page 2, line 39, delete "exchange traded fund." and insert
24   "**investment option.**".
25   Page 3, line 2, delete "exchange traded fund." and insert
26   "**investment option.**".
27   Page 3, line 3, delete "(e)" and insert "**(c)**".
28   Page 3, delete lines 5 through 42.
29   Page 4, delete lines 1 through 30, begin a new paragraph and insert:
30   "SECTION 4. IC 5-10-1.1-0.5 IS ADDED TO THE INDIANA
31   CODE AS A **NEW** SECTION TO READ AS FOLLOWS
32   [EFFECTIVE JULY 1, 2026]: **Sec. 0.5. The following definitions**
33   **apply throughout this chapter:**
34   **(1) "Cryptocurrency" has the meaning set forth in**
35   **IC 2-3.5-2-2.8.**
36   **(2) "Exchange traded fund" has the meaning set forth in 17**
37   **CFR 270.6c-11(a)(1).**".
38   Page 4, line 33, delete "As used in this section," and insert "**Not**

1   **later than July 1, 2027, the deferred compensation committee shall**
2   **offer, as a regular investment program within the defined**
3   **contribution fund, a self directed brokerage account that offers at**
4   **least one (1) cryptocurrency investment option.**".
5   Page 4, delete lines 34 through 42.
6   Page 5, delete lines 1 through 4.
7   Page 5, line 5, delete "(c)" and insert "**(b)**".
8   Page 5, line 6, delete "the cryptocurrency exchange" and insert "**a**
9   **cryptocurrency investment option under a self directed brokerage**
10   **account offered under subsection (a), including the following:**".
11   Page 5, delete line 7.
12   Page 5, line 9, delete "exchange traded" and insert "**investment**
13   **option.**".
14   Page 5, delete line 10.
15   Page 5, line 15, delete "exchange traded fund." and insert
16   "**investment option.**".
17   Page 5, line 16, delete "(d)" and insert "**(c)**".
18   Page 5, between lines 18 and 19, begin a new paragraph and insert:
19   "SECTION 5. IC 5-10-5.5-1, AS AMENDED BY P.L.6-2020,
20   SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
21   JULY 1, 2026]: Sec. 1. The following definitions apply throughout this
22   chapter, unless the context clearly denotes otherwise:
23   (1) "Americans with Disabilities Act" refers to the Americans
24   with Disabilities Act (42 U.S.C. 12101 et seq.) and any
25   amendments and regulations related to the Act.
26   (2) "Average annual salary" means the average annual salary of
27   an officer during the five (5) years of highest annual salary in the
28   ten (10) years immediately preceding an officer's retirement date,
29   determined without regard to any salary reduction agreement
30   established under Section 125 of the Internal Revenue Code.
31   (3) "Board" refers to the board of trustees of the Indiana public
32   retirement system established by IC 5-10.5-3-1.
33   (4) "Commission" means the alcohol and tobacco commission.
34   **(5) "Cryptocurrency" has the meaning set forth in**
35   **IC 2-3.5-2-2.8.**
36   (5) **(6)** "Department" means the Indiana department of natural
37   resources.
38   (6) **(7)** "Dies in the line of duty" means death that occurs as a

1   direct result of personal injury or illness caused by incident,
2   accident, or violence that results from any action that the
3   participant, in the participant's capacity as an officer:

       4   (A) is obligated or authorized by rule, regulation, condition of
       5   employment or service, or law to perform; or
       6   (B) performs in the course of controlling or reducing crime or
       7   enforcing the criminal law.

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

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

14   (7) **(9)** "Interest" means the rate of interest specified by rule by the
15   board of trustees of the Indiana public retirement system
16   established by IC 5-10.5-3-1.

17   (8) **(10)** "Officer" means any Indiana state excise police officer,
18   any Indiana state conservation enforcement officer, any gaming
19   agent, or any gaming control officer.

20   (9) **(11)** "Participant" means any officer who has elected to
21   participate in the retirement plan created by this chapter.

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

24   (10) **(13)** "Public employees' retirement act" means IC 5-10.3.
25   (11) **(14)** "Public employees' retirement fund" refers to the public
26   employees' retirement fund created by IC 5-10.3-2.

27   (12) **(15)** "Salary" means the total compensation, exclusive of
28   expense allowances, paid to any officer by the department or the
29   commission, determined without regard to any salary reduction
30   agreement established under Section 125 of the Internal Revenue
31   Code.

32   (13) **(16)** Other words and phrases when used in this chapter have
33   the meanings set forth in IC 5-10.3-1.".

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

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

1   chapter:

2   (1) "Board" refers to the board of trustees of the Indiana public

3   retirement system.

4   **(2) "Cryptocurrency" has the meaning set forth in**

5   **IC 2-3.5-2-2.8.**

6   (2) **(3)** "Employer" means an employer of an employee that may

7   receive a lump sum death benefit under a statute identified in

8   section 2(a) of this chapter.

9   **(4) "Exchange traded fund" has the meaning set forth in 17**

10   **CFR 270.6c-11(a)(1).**

11   (3) **(5)** "Fund" refers to the special death benefit fund established

12   by section 2 of this chapter.

13   **(6) "Payment stablecoin" has the meaning set forth in 12**

14   **U.S.C. 5901(22).**".

15   Page 6, line 19, delete "funds." and insert "**funds that do not**

16   **include payment stablecoin as a permissible asset.**

17   SECTION 8. IC 5-10.3-1-1.3 IS ADDED TO THE INDIANA

18   CODE AS A **NEW** SECTION TO READ AS FOLLOWS

19   [EFFECTIVE JULY 1, 2026]: **Sec. 1.3. As used in this article,**

20   **"cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.**

21   SECTION 9. IC 5-10.3-1-2.4 IS ADDED TO THE INDIANA

22   CODE AS A **NEW** SECTION TO READ AS FOLLOWS

23   [EFFECTIVE JULY 1, 2026]: **Sec. 2.4. As used in this article,**

24   **"exchange traded fund" has the meaning set forth in 17 CFR**

25   **270.6c-11(a)(1).**

26   SECTION 10. IC 5-10.3-1-10 IS ADDED TO THE INDIANA

27   CODE AS A **NEW** SECTION TO READ AS FOLLOWS

28   [EFFECTIVE JULY 1, 2026]: **Sec. 10. As used in this article,**

29   **"payment stablecoin" has the meaning set forth in 12 U.S.C.**

30   **5901(22).**".

31   Page 6, line 34, delete "funds." and insert "**funds that do not**

32   **include payment stablecoin as a permissible asset.**".

33   Page 7, line 27, delete "As used in this section," and insert "**Not**

34   **later than July 1, 2027, the board shall offer, as a regular**

35   **investment program within the fund, a self directed brokerage**

36   **account that offers at least one (1) cryptocurrency investment**

37   **option.**".

38   Page 7, delete lines 28 through 40.

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

2   Page 7, line 41, after "to" insert "**a cryptocurrency investment**

3   **option under a self directed brokerage account offered under**

4   **subsection (a), including the following:**".

5   Page 7, delete line 42.

6   Page 8, delete line 1.

7   Page 8, line 3, delete "exchange traded fund." and insert

8   "**investment option.**".

9   Page 8, line 8, delete "exchange traded fund." and insert

10   "**investment option.**".

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

12   Page 8, line 21, delete "funds." and insert "**funds that do not**

13   **include payment stablecoin as a permissible asset.**".

14   Page 8, line 24, delete "As used in this section," and insert "**Not**

15   **later than July 1, 2027, the board shall offer, as a regular**

16   **investment program within the plan, a self directed brokerage**

17   **account that offers at least one (1) cryptocurrency investment**

18   **option.**".

19   Page 8, delete lines 25 through 36.

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

21   Page 8, line 37, after "to" insert "**a cryptocurrency investment**

22   **option under a self directed brokerage account offered under**

23   **subsection (a), including the following:**".

24   Page 8, delete lines 38 through 39.

25   Page 8, line 41, delete "exchange traded fund." and insert

26   "**investment option.**".

27   Page 9, line 4, delete "exchange traded fund." and insert

28   "**investment option.**".

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

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

31   "SECTION 11. IC 5-10.4-1-5.4 IS ADDED TO THE INDIANA

32   CODE AS A **NEW** SECTION TO READ AS FOLLOWS

33   [EFFECTIVE JULY 1, 2026]: **Sec. 5.4. "Cryptocurrency" has the**

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

35   SECTION 12. IC 5-10.4-1-6.4 IS ADDED TO THE INDIANA

36   CODE AS A **NEW** SECTION TO READ AS FOLLOWS

37   [EFFECTIVE JULY 1, 2026]: **Sec. 6.4. "Exchange traded fund" has**

38   **the meaning set forth in 17 CFR 270.6c-11(a)(1).**

1   SECTION 13. IC 5-10.4-1-11.8 IS ADDED TO THE INDIANA
2   CODE AS A **NEW** SECTION TO READ AS FOLLOWS
3   [EFFECTIVE JULY 1, 2026]: **Sec. 11.8. "Payment stablecoin" has**
4   **the meaning set forth in 12 U.S.C. 5901(22).**".
5   Page 9, line 22, delete "funds." and insert "**funds that do not**
6   **include payment stablecoin as a permissible asset.**".
7   Page 10, line 17, delete "As used in this section," and insert "**Not**
8   **later than July 1, 2027, the board shall offer, as a regular**
9   **investment program within the annuity savings accounts described**
10   **in IC 5-10.4-2-2, a self directed brokerage account that offers at**
11   **least one (1) cryptocurrency investment option.**".
12   Page 10, delete lines 18 through 30.
13   Page 10, line 31, delete "(c)" and insert "**(b)**".
14   Page 10, line 31, after "to" insert "**a cryptocurrency investment**
15   **option under a self directed brokerage account offered under**
16   **subsection (a), including the following:**".
17   Page 10, delete lines 32 through 33.
18   Page 10, line 35, delete "exchange traded fund." and insert
19   "**investment option.**".
20   Page 10, line 40, delete "exchange traded fund." and insert
21   "**investment option.**".
22   Page 10, line 41, delete "(d)" and insert "**(c)**".
23   Page 11, line 3, delete "As used in this section," and insert "**Not**
24   **later than July 1, 2027, the board shall offer, as a regular**
25   **investment program within the plan, a self directed brokerage**
26   **account that offers at least one (1) cryptocurrency investment**
27   **option.**".
28   Page 11, delete lines 4 through 14.
29   Page 11, line 15, delete "(c)" and insert "**(b)**".
30   Page 11, line 15, after "to" insert "**a cryptocurrency investment**
31   **option under a self directed brokerage account offered under**
32   **subsection (a), including the following:**".
33   Page 11, delete lines 16 through 17.
34   Page 11, line 19, delete "exchange traded fund." and insert
35   "**investment option.**".
36   Page 11, line 24, delete "exchange traded fund." and insert
37   "**investment option.**".
38   Page 11, line 25, delete "(d)" and insert "**(c)**".

1   Page 11, delete lines 27 through 42.

2   Delete page 12.

3   Page 13, delete lines 1 through 31.

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

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

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

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

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

9   Page 15, line 36, delete "A public agency may not" and insert "**No**

10   **public agency other than the department of financial institutions**

11   **may**".

12   Page 16, line 1, delete "A public agency may not" and insert "**No**

13   **public agency other than the department of financial institutions**

14   **may**".

15   Page 16, line 8, delete "A public agency may not" and insert "**No**

16   **public agency other than the department of financial institutions**

17   **may**".

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

19   insert:

20   "**Sec. 3. (a) Except as provided in subsection (b), no public**

21   **agency other than the department of financial institutions may**

22   **prohibit the operation of a digital asset mining business.**

23   **(b) A public agency may enforce rules or other regulations**

24   **applicable to a digital asset mining business's location as zoned, in**

25   **compliance with IC 36-7-4.**".

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

27   insert:

28   "SECTION 17. IC 10-12-1-1.6 IS ADDED TO THE INDIANA

29   CODE AS A **NEW** SECTION TO READ AS FOLLOWS

30   [EFFECTIVE JULY 1, 2026]: **Sec. 1.6. "Cryptocurrency" has the**

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

32   SECTION 18. IC 10-12-1-4.2 IS ADDED TO THE INDIANA

33   CODE AS A **NEW** SECTION TO READ AS FOLLOWS

34   [EFFECTIVE JULY 1, 2026]: **Sec. 4.2. "Exchange traded fund" has**

35   **the meaning set forth in 17 CFR 270.6c-11(a)(1).**

36   SECTION 19. IC 10-12-1-6.5 IS ADDED TO THE INDIANA

37   CODE AS A **NEW** SECTION TO READ AS FOLLOWS

38   [EFFECTIVE JULY 1, 2026]: **Sec. 6.5. "Payment stablecoin" has the**

1   **meaning set forth in 12 U.S.C. 5901(22).**".

2   Page 19, line 11, delete "consisting of one (1) or" and insert "**that**

3   **do not include payment stablecoin as a permissible asset.**".

4   Page 19, delete line 12.

5   Page 20, line 1, delete "consisting of one (1) or" and insert "**that do**

6   **not include payment stablecoin as a permissible asset.**".

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

8   "SECTION 19. IC 21-9-2-10.2 IS ADDED TO THE INDIANA

9   CODE AS A **NEW** SECTION TO READ AS FOLLOWS

10   [EFFECTIVE JULY 1, 2026]: **Sec. 10.2. "Cryptocurrency" has the**

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

12   SECTION 20. IC 21-9-2-12.9 IS ADDED TO THE INDIANA

13   CODE AS A **NEW** SECTION TO READ AS FOLLOWS

14   [EFFECTIVE JULY 1, 2026]: **Sec. 12.9. "Exchange traded fund" has**

15   **the meaning set forth in 17 CFR 270.6c-11(a)(1).**".

16   Page 20, line 5, delete "As used in this section, "cryptocurrency""

17   and insert "**Not later than July 1, 2027, the board shall offer, as a**

18   **regular investment program within an education savings program**

19   **established under this article, a self directed brokerage account**

20   **that offers at least one (1) cryptocurrency investment option.**".

21   Page 20, delete lines 6 through 18.

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

23   Page 20, line 19, after "to" insert "**a cryptocurrency investment**

24   **option under a self directed brokerage account offered under**

25   **subsection (a), including the following:**".

26   Page 20, delete lines 20 through 21.

27   Page 20, line 23, delete "exchange traded fund." and insert

28   "**investment option.**".

29   Page 20, line 28, delete "exchange traded fund." and insert

30   "**investment option.**".

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

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

33   "SECTION 21. IC 33-38-6-2.3 IS ADDED TO THE INDIANA

34   CODE AS A **NEW** SECTION TO READ AS FOLLOWS

35   [EFFECTIVE JULY 1, 2026]: **Sec. 2.3. As used in this chapter,**

36   **"cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.**

37   SECTION 22. IC 33-38-6-3.2 IS ADDED TO THE INDIANA

38   CODE AS A **NEW** SECTION TO READ AS FOLLOWS

1 [EFFECTIVE JULY 1, 2026]: **Sec. 3.2. As used in this chapter,**
2 **"exchange traded fund" has the meaning set forth in 17 CFR**
3 **270.6c-11(a)(1).**
4   SECTION 23. IC 33-38-6-9.1 IS ADDED TO THE INDIANA
5 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
6 [EFFECTIVE JULY 1, 2026]: **Sec. 9.1. As used in this chapter,**
7 **"payment stablecoin" has the meaning set forth in 12 U.S.C.**
8 **5901(22).".**
9   Page 26, line 34, delete "funds." and insert "**funds that do not**
10 **include payment stablecoin as a permissible asset.**
11   SECTION 25. IC 33-39-7-3.2 IS ADDED TO THE INDIANA
12 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
13 [EFFECTIVE JULY 1, 2026]: **Sec. 3.2. As used in this chapter,**
14 **"cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.**
15   SECTION 26. IC 33-39-7-3.8 IS ADDED TO THE INDIANA
16 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
17 [EFFECTIVE JULY 1, 2026]: **Sec. 3.8. As used in this chapter,**
18 **"exchange traded fund" has the meaning set forth in 17 CFR**
19 **270.6c-11(a)(1).**
20   SECTION 27. IC 33-39-7-6.1 IS ADDED TO THE INDIANA
21 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
22 [EFFECTIVE JULY 1, 2026]: **Sec. 6.1. As used in this chapter,**
23 **"payment stablecoin" has the meaning set forth in 12 U.S.C.**
24 **5901(22).".**
25   Page 27, line 19, delete "funds." and insert "**funds that do not**
26 **include payment stablecoin as a permissible asset.**".
27   Page 27, delete line 26, begin a new line block indented and insert:
28   "**(2) cryptocurrency (as defined in IC 2-3.5-2-2.8);**
29   **(3) payment stablecoin (as defined in 12 U.S.C. 5901(22));**".
30   Page 27, line 27, delete "(3)" and insert "**(4)**".
31   Page 27, line 28, delete "(4)" and insert "**(5)**".
32   Page 28, delete line 4, begin a new line block indented and insert:
33   "**(2) cryptocurrency (as defined in IC 2-3.5-2-2.8);**
34   **(3) payment stablecoin (as defined in 12 U.S.C. 5901(22));**".
35   Page 28, line 5, delete "(3)" and insert "**(4)**".
36   Page 28, line 6, delete "(4)" and insert "**(5)**".
37   Page 29, between lines 32 and 33, begin a new paragraph and insert:
38   "SECTION 27. IC 36-8-8-1.3 IS ADDED TO THE INDIANA

1 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
2 [EFFECTIVE JULY 1, 2026]: **Sec. 1.3. As used in this chapter,**
3 **"cryptocurrency" has the meaning set forth in IC 2-3.5-2-2.8.**
4 SECTION 28. IC 36-8-8-1.6 IS ADDED TO THE INDIANA CODE
5 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
6 1, 2026]: **Sec. 1.6. As used in this chapter, "exchange traded fund"**
7 **has the meaning set forth in 17 CFR 270.6c-11(a)(1).**
8 SECTION 29. IC 36-8-8-2.4 IS ADDED TO THE INDIANA CODE
9 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
10 1, 2026]: **Sec. 2.4. As used in this chapter, "payment stablecoin"**
11 **has the meaning set forth in 12 U.S.C. 5901(22).**".
12 Page 30, line 21, delete "funds." and insert "**funds that do not**
13 **include payment stablecoin as a permissible asset.**".
14 Renumber all SECTIONS consecutively.
   (Reference is to HB 1042 as introduced.)

and when so amended that said bill do pass.

Representative Teshka