



February 13, 2026

ENGROSSED HOUSE BILL No. 1116

DIGEST OF HB 1116 (Updated February 11, 2026 12:43 pm - DI 154)

Citations Affected: IC 24-5; IC 28-8.

Synopsis: Virtual currency kiosks. Prohibits the operation of virtual currency kiosks in Indiana. Provides that: (1) a person that violates these provisions commits an act that is actionable by the attorney general under law regarding deceptive consumer sales; and (2) in addition to the penalties prescribed for deceptive consumer sales, a person that knowingly or intentionally violates these provisions may be ordered to forfeit one or both of: (A) the amount of the charges assessed to users of the person's virtual currency kiosks in Indiana during the period of the violation; and (B) any virtual currency kiosk operated by the operator in Indiana. Provides that the attorney general may bring an enforcement action against: (1) the operator of a virtual currency kiosk that gives rise to a violation; and (2) the owner of the premises on which the virtual currency kiosk is located if the owner knowingly or intentionally permitted the violation.

Effective: Upon passage.

McNamara, Meltzer, Teshka, Steuerwald

(SENATE SPONSORS — BALDWIN, BECKER, RANDOLPH LONNIE M,
TOMES)

January 5, 2026, read first time and referred to Committee on Financial Institutions.
January 15, 2026, amended, reported — Do Pass. Referred to Committee on Ways and Means pursuant to Rule 126.3.
January 22, 2026, amended, reported — Do Pass.
January 27, 2026, read second time, ordered engrossed.
January 28, 2026, engrossed. Read third time, passed. Yeas 87, nays 7.

SENATE ACTION

February 2, 2026, read first time and referred to Committee on Insurance and Financial Institutions.
February 12, 2026, amended, reported favorably — Do Pass.

EH 1116—LS 6503/DI 119



February 13, 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.

ENGROSSED HOUSE BILL No. 1116

A BILL FOR AN ACT to amend the Indiana Code concerning trade regulation.

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

1 SECTION 1. IC 24-5-0.5-3, AS AMENDED BY P.L.104-2024,
2 SECTION 42, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3 UPON PASSAGE]: Sec. 3. (a) A supplier may not commit an unfair,
4 abusive, or deceptive act, omission, or practice in connection with a
5 consumer transaction. Such an act, omission, or practice by a supplier
6 is a violation of this chapter whether it occurs before, during, or after
7 the transaction. An act, omission, or practice prohibited by this section
8 includes both implicit and explicit misrepresentations.
9 (b) Without limiting the scope of subsection (a), the following acts,
10 and the following representations as to the subject matter of a
11 consumer transaction, made orally, in writing, or by electronic
12 communication, by a supplier, are deceptive acts:
13 (1) That such subject of a consumer transaction has sponsorship,
14 approval, performance, characteristics, accessories, uses, or
15 benefits it does not have which the supplier knows or should

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- 1 reasonably know it does not have.
- 2 (2) That such subject of a consumer transaction is of a particular
3 standard, quality, grade, style, or model, if it is not and if the
4 supplier knows or should reasonably know that it is not.
- 5 (3) That such subject of a consumer transaction is new or unused,
6 if it is not and if the supplier knows or should reasonably know
7 that it is not.
- 8 (4) That such subject of a consumer transaction will be supplied
9 to the public in greater quantity than the supplier intends or
10 reasonably expects.
- 11 (5) That replacement or repair constituting the subject of a
12 consumer transaction is needed, if it is not and if the supplier
13 knows or should reasonably know that it is not.
- 14 (6) That a specific price advantage exists as to such subject of a
15 consumer transaction, if it does not and if the supplier knows or
16 should reasonably know that it does not.
- 17 (7) That the supplier has a sponsorship, approval, or affiliation in
18 such consumer transaction the supplier does not have, and which
19 the supplier knows or should reasonably know that the supplier
20 does not have.
- 21 (8) That such consumer transaction involves or does not involve
22 a warranty, a disclaimer of warranties, or other rights, remedies,
23 or obligations, if the representation is false and if the supplier
24 knows or should reasonably know that the representation is false.
- 25 (9) That the consumer will receive a rebate, discount, or other
26 benefit as an inducement for entering into a sale or lease in return
27 for giving the supplier the names of prospective consumers or
28 otherwise helping the supplier to enter into other consumer
29 transactions, if earning the benefit, rebate, or discount is
30 contingent upon the occurrence of an event subsequent to the time
31 the consumer agrees to the purchase or lease.
- 32 (10) That the supplier is able to deliver or complete the subject of
33 the consumer transaction within a stated period of time, when the
34 supplier knows or should reasonably know the supplier could not.
35 If no time period has been stated by the supplier, there is a
36 presumption that the supplier has represented that the supplier
37 will deliver or complete the subject of the consumer transaction
38 within a reasonable time, according to the course of dealing or the
39 usage of the trade.
- 40 (11) That the consumer will be able to purchase the subject of the
41 consumer transaction as advertised by the supplier, if the supplier
42 does not intend to sell it.



- 1 (12) That the replacement or repair constituting the subject of a
2 consumer transaction can be made by the supplier for the estimate
3 the supplier gives a customer for the replacement or repair, if the
4 specified work is completed and:
5 (A) the cost exceeds the estimate by an amount equal to or
6 greater than ten percent (10%) of the estimate;
7 (B) the supplier did not obtain written permission from the
8 customer to authorize the supplier to complete the work even
9 if the cost would exceed the amounts specified in clause (A);
10 (C) the total cost for services and parts for a single transaction
11 is more than seven hundred fifty dollars (\$750); and
12 (D) the supplier knew or reasonably should have known that
13 the cost would exceed the estimate in the amounts specified in
14 clause (A).
- 15 (13) That the replacement or repair constituting the subject of a
16 consumer transaction is needed, and that the supplier disposes of
17 the part repaired or replaced earlier than seventy-two (72) hours
18 after both:
19 (A) the customer has been notified that the work has been
20 completed; and
21 (B) the part repaired or replaced has been made available for
22 examination upon the request of the customer.
- 23 (14) Engaging in the replacement or repair of the subject of a
24 consumer transaction if the consumer has not authorized the
25 replacement or repair, and if the supplier knows or should
26 reasonably know that it is not authorized.
- 27 (15) The act of misrepresenting the geographic location of the
28 supplier by listing an alternate business name or an assumed
29 business name (as described in IC 23-0.5-3-4) in a local telephone
30 directory if:
31 (A) the name misrepresents the supplier's geographic location;
32 (B) the listing fails to identify the locality and state of the
33 supplier's business;
34 (C) calls to the local telephone number are routinely forwarded
35 or otherwise transferred to a supplier's business location that
36 is outside the calling area covered by the local telephone
37 directory; and
38 (D) the supplier's business location is located in a county that
39 is not contiguous to a county in the calling area covered by the
40 local telephone directory.
- 41 (16) The act of listing an alternate business name or assumed
42 business name (as described in IC 23-0.5-3-4) in a directory



- 1 assistance data base if:
- 2 (A) the name misrepresents the supplier's geographic location;
- 3 (B) calls to the local telephone number are routinely forwarded
- 4 or otherwise transferred to a supplier's business location that
- 5 is outside the local calling area; and
- 6 (C) the supplier's business location is located in a county that
- 7 is not contiguous to a county in the local calling area.
- 8 (17) The violation by a supplier of IC 24-3-4 concerning
- 9 cigarettes for import or export.
- 10 (18) The act of a supplier in knowingly selling or reselling a
- 11 product to a consumer if the product has been recalled, whether
- 12 by the order of a court or a regulatory body, or voluntarily by the
- 13 manufacturer, distributor, or retailer, unless the product has been
- 14 repaired or modified to correct the defect that was the subject of
- 15 the recall.
- 16 (19) The violation by a supplier of 47 U.S.C. 227, including any
- 17 rules or regulations issued under 47 U.S.C. 227.
- 18 (20) The violation by a supplier of the federal Fair Debt
- 19 Collection Practices Act (15 U.S.C. 1692 et seq.), including any
- 20 rules or regulations issued under the federal Fair Debt Collection
- 21 Practices Act (15 U.S.C. 1692 et seq.).
- 22 (21) A violation of IC 24-5-7 (concerning health spa services), as
- 23 set forth in IC 24-5-7-17.
- 24 (22) A violation of IC 24-5-8 (concerning business opportunity
- 25 transactions), as set forth in IC 24-5-8-20.
- 26 (23) A violation of IC 24-5-10 (concerning home consumer
- 27 transactions), as set forth in IC 24-5-10-18.
- 28 (24) A violation of IC 24-5-11 (concerning real property
- 29 improvement contracts), as set forth in IC 24-5-11-14.
- 30 (25) A violation of IC 24-5-12 (concerning telephone
- 31 solicitations), as set forth in IC 24-5-12-23.
- 32 (26) A violation of IC 24-5-13.5 (concerning buyback motor
- 33 vehicles), as set forth in IC 24-5-13.5-14.
- 34 (27) A violation of IC 24-5-14 (concerning automatic
- 35 dialing-announcing devices), as set forth in IC 24-5-14-13.
- 36 (28) A violation of IC 24-5-15 (concerning credit services
- 37 organizations), as set forth in IC 24-5-15-11.
- 38 (29) A violation of IC 24-5-16 (concerning unlawful motor
- 39 vehicle subleasing), as set forth in IC 24-5-16-18.
- 40 (30) A violation of IC 24-5-17 (concerning environmental
- 41 marketing claims), as set forth in IC 24-5-17-14.
- 42 (31) A violation of IC 24-5-19 (concerning deceptive commercial



- 1 solicitation), as set forth in IC 24-5-19-11.
- 2 (32) A violation of IC 24-5-21 (concerning prescription drug
3 discount cards), as set forth in IC 24-5-21-7.
- 4 (33) A violation of IC 24-5-23.5-7 (concerning real estate
5 appraisals), as set forth in IC 24-5-23.5-9.
- 6 (34) A violation of IC 24-5-26 (concerning identity theft), as set
7 forth in IC 24-5-26-3.
- 8 (35) A violation of IC 24-5.5 (concerning mortgage rescue fraud),
9 as set forth in IC 24-5.5-6-1.
- 10 (36) A violation of IC 24-8 (concerning promotional gifts and
11 contests), as set forth in IC 24-8-6-3.
- 12 (37) A violation of IC 21-18.5-6 (concerning representations
13 made by a postsecondary credit bearing proprietary educational
14 institution), as set forth in IC 21-18.5-6-22.5.
- 15 (38) A violation of IC 24-5-15.5 (concerning collection actions of
16 a plaintiff debt buyer), as set forth in IC 24-5-15.5-6.
- 17 (39) A violation of IC 24-14 (concerning towing services), as set
18 forth in IC 24-14-10-1.
- 19 (40) A violation of IC 24-5-14.5 (concerning misleading or
20 inaccurate caller identification information), as set forth in
21 IC 24-5-14.5-12.
- 22 (41) A violation of IC 24-5-27 (concerning intrastate inmate
23 calling services), as set forth in IC 24-5-27-27.
- 24 (42) A violation of IC 15-21 (concerning sales of dogs by retail
25 pet stores), as set forth in IC 15-21-7-4.
- 26 (43) A violation of IC 24-4-23 (concerning the security of
27 information collected and transmitted by an adult oriented website
28 operator), as set forth in IC 24-4-23-14.
- 29 **(44) A violation of IC 28-8-7 (concerning virtual currency**
30 **kiosks), as set forth in IC 28-8-7-9.**
- 31 (c) Any representations on or within a product or its packaging or
32 in advertising or promotional materials which would constitute a
33 deceptive act shall be the deceptive act both of the supplier who places
34 such representation thereon or therein, or who authored such materials,
35 and such other suppliers who shall state orally or in writing that such
36 representation is true if such other supplier shall know or have reason
37 to know that such representation was false.
- 38 (d) If a supplier shows by a preponderance of the evidence that an
39 act resulted from a bona fide error notwithstanding the maintenance of
40 procedures reasonably adopted to avoid the error, such act shall not be
41 deceptive within the meaning of this chapter.
- 42 (e) It shall be a defense to any action brought under this chapter that



1 the representation constituting an alleged deceptive act was one made
 2 in good faith by the supplier without knowledge of its falsity and in
 3 reliance upon the oral or written representations of the manufacturer,
 4 the person from whom the supplier acquired the product, any testing
 5 organization, or any other person provided that the source thereof is
 6 disclosed to the consumer.

7 (f) For purposes of subsection (b)(12), a supplier that provides
 8 estimates before performing repair or replacement work for a customer
 9 shall give the customer a written estimate itemizing as closely as
 10 possible the price for labor and parts necessary for the specific job
 11 before commencing the work.

12 (g) For purposes of subsection (b)(15) and (b)(16), a telephone
 13 company or other provider of a telephone directory or directory
 14 assistance service or its officer or agent is immune from liability for
 15 publishing the listing of an alternate business name or assumed
 16 business name of a supplier in its directory or directory assistance data
 17 base unless the telephone company or other provider of a telephone
 18 directory or directory assistance service is the same person as the
 19 supplier who has committed the deceptive act.

20 (h) For purposes of subsection (b)(18), it is an affirmative defense
 21 to any action brought under this chapter that the product has been
 22 altered by a person other than the defendant to render the product
 23 completely incapable of serving its original purpose.

24 SECTION 2. IC 28-8-7 IS ADDED TO THE INDIANA CODE AS
 25 A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE UPON
 26 PASSAGE]:

27 **Chapter 7. Virtual Currency Kiosks**

28 **Sec. 1. As used in this chapter, "charges", with respect to a**
 29 **virtual currency transaction, means:**

30 **(1) fees or expenses paid by a user to the operator of a virtual**
 31 **currency kiosk as compensation for the operator's facilitation**
 32 **of the virtual currency transaction; and**

33 **(2) the difference between:**

34 **(A) the market price of a virtual currency purchased, sold,**
 35 **transferred, or exchanged by the user in the virtual**
 36 **currency transaction; and**

37 **(B) the price of the virtual currency charged to the user by**
 38 **the operator of the virtual currency kiosk.**

39 **Sec. 2. As used in this chapter, "operate", with regard to a**
 40 **virtual currency kiosk, means to use the virtual currency kiosk to**
 41 **remotely conduct or facilitate virtual currency transactions**
 42 **through the virtual currency kiosk:**



- 1 (1) on behalf of users of the virtual currency kiosk; and
 2 (2) for compensation by a user of the virtual currency kiosk
 3 in the form of charges assessed to the user.
- 4 Sec. 3. As used in this chapter, "operator", with regard to a
 5 virtual currency kiosk, means a person that:
 6 (1) owns; or
 7 (2) engages in the business of operating;
 8 the virtual currency kiosk, regardless of whether the person
 9 provides custodial or noncustodial services with regard to virtual
 10 currency.
- 11 Sec. 4. As used in this chapter, "user" means an individual that
 12 initiates a virtual currency transaction through a virtual currency
 13 kiosk for the purpose of the individual's purchase, sale, transfer, or
 14 exchange of virtual currency.
- 15 Sec. 5. As used in this chapter, "virtual currency" means a
 16 natively electronic asset that:
 17 (1) confers economic, proprietary, or access rights or powers;
 18 and
 19 (2) is recorded using cryptographically secured distributed
 20 ledger technology, or an analogous technology.
- 21 Sec. 6. As used in this chapter, "virtual currency kiosk" means
 22 an electronic terminal through which the operator of the electronic
 23 terminal is able to conduct or facilitate a virtual currency
 24 transaction on behalf of a third party, including by:
 25 (1) connecting to a separate virtual currency exchange that
 26 performs the transaction; or
 27 (2) drawing on virtual currency in the possession of the
 28 operator.
- 29 Sec. 7. As used in this chapter, "virtual currency transaction"
 30 means:
 31 (1) an exchange of virtual currency for:
 32 (A) money;
 33 (B) bank credit; or
 34 (C) another form of virtual currency; or
 35 (2) an exchange of:
 36 (A) money; or
 37 (B) bank credit;
 38 for virtual currency;
 39 conducted through a virtual currency kiosk.
- 40 Sec. 8. A person may not operate a virtual currency kiosk in
 41 Indiana.
- 42 Sec. 9. (a) A person that violates this chapter commits a



1 deceptive act that is actionable by the attorney general under
2 IC 24-5-0.5 and is subject to the remedies and penalties under
3 IC 24-5-0.5.

4 (b) The attorney general may bring an action under subsection
5 (a) against the following:

6 (1) The operator of a virtual currency kiosk that gives rise to
7 a violation of this chapter.

8 (2) The owner of the premises on which the virtual currency
9 kiosk is located, if the owner knowingly or intentionally
10 permitted the violation described in subdivision (1).

11 (c) If a court finds that a person has knowingly or intentionally
12 operated one (1) or more virtual currency kiosks in Indiana in
13 violation of this chapter, the court may, in addition to any other
14 penalty imposed under IC 24-5-0.5, order one (1) or more of the
15 following:

16 (1) That the person forfeit and pay to the state the amount of
17 any charges that were collected by the person from users of
18 the virtual currency kiosk or kiosks during the period in
19 which the person operated the virtual currency kiosk or
20 kiosks in violation of this chapter.

21 (2) That the person forfeit to the state any virtual currency
22 kiosk that is owned by the person and located in Indiana.

23 (3) That the person pay to the attorney general all costs
24 associated with the investigation of the violation.

25 (d) The remedies and penalties under this section are not
26 exclusive and are cumulative to any other remedy or penalty to
27 which a person may be liable for conduct that violates this chapter.

28 SECTION 3. An emergency is declared for this act.



COMMITTEE REPORT

Mr. Speaker: Your Committee on Financial Institutions, to which was referred House Bill 1116, 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 6, delete lines 24 through 42, begin a new paragraph and insert:

"SECTION 2. IC 28-8-4.1-201, AS ADDED BY P.L.198-2023, SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 201. The following definitions apply throughout this chapter:

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

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

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

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

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

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

(4) "Bank Secrecy Act" means:

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

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

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

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

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

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



of a licensee.

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

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

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

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

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

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

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

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

(10) "Eligible rating service" means:

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

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

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



- (A) a bank;
- (B) a credit union;
- (C) a savings and loan association;
- (D) a trust company;
- (E) a corporate fiduciary;
- (F) a savings association;
- (G) a savings bank;
- (H) an industrial bank; or
- (I) an industrial loan company;

that is organized under the law of the United States or any state of the United States and that has federally or privately insured deposits as permitted by state or federal law.

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

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

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

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

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

(13) "Individual" means a natural person.

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

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

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

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



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

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

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

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

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

(D) After December 31, 2026, conducting or facilitating a virtual currency transaction (as defined in IC 28-8-7-12).

The term does not include the provision of solely online or telecommunications services or network access.

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

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

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

(B) applications for the acquisition and control of a licensee;

(C) control determinations; or

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

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

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

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

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

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

(A) any payment instrument or stored value that:

(i) is issued or sold by a licensee to a person located in the United States, or reported as sold by an authorized delegate of the licensee to a person located in the United States; and

(ii) has not yet been paid or refunded by or for the licensee, or escheated in accordance with applicable abandoned



property laws; or

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

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

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

- (A) a payment instrument;
- (B) closed loop stored value; or
- (C) stored value not sold to the public but issued and distributed as part of a loyalty, rewards, or promotional program.

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

Delete pages 7 through 10.

Page 11, delete lines 1 through 41.

Page 14, line 13, delete "A person" and insert "**After December 31, 2026, a person**".

Page 14, line 18, delete "IC 28-8-4.1;" and insert "**IC 28-8-4.1, after December 31, 2026;**".

Page 21, delete lines 2 through 19, begin a new paragraph and insert:

"Sec. 22. (a) As used in this section, "existing user" means an individual who has had a profile with a virtual currency kiosk operator for at least forty-five (45) days.

(b) As used in this section, "new user" means an individual who has had a profile with a virtual currency kiosk operator for less than forty-five (45) days.

(c) Subject to subsection (g), an operator may not allow a new user to conduct any combination of:

- (1) one (1) or more virtual currency transactions through the operator's virtual currency kiosk or kiosks located in Indiana;**



and

(2) one (1) or more purchases or transfers through any other product or service offered by the operator;

in a single twenty-four (24) hour period the total value of which is more than two thousand dollars (\$2,000).

(d) An operator may not allow an existing user to conduct any combination of:

(1) one (1) or more virtual currency transactions through the operator's virtual currency kiosk or kiosks located in Indiana; and

(2) one (1) or more purchases or transfers through any other product or service offered by the operator;

in a single twenty-four (24) hour period the total value of which is more than four thousand dollars (\$4,000).

(e) Subject to subsection (g), an operator may not allow a new user to conduct any combination of:

(1) one (1) or more virtual currency transactions through the operator's virtual currency kiosk or kiosks located in Indiana; and

(2) one (1) or more purchases or transfers through any other product or service offered by the operator;

in a single thirty (30) day period the total value of which is more than ten thousand dollars (\$10,000).

(f) An operator may not allow an existing user to conduct any combination of:

(1) one (1) or more virtual currency transactions through the operator's virtual currency kiosk or kiosks located in Indiana; and

(2) one (1) or more purchases or transfers through any other product or service offered by the operator;

in a single thirty (30) day period the total value of which is more than fifteen thousand dollars (\$15,000).

(g) A new user may not:

(1) conduct a virtual currency transaction through the operator's virtual currency kiosk or kiosks located in Indiana; or

(2) purchase or transfer any other product or service offered by the operator;

unless the new user's profile with the operator has been activated for at least seven (7) business days."

Page 21, line 20, delete "A virtual" and insert "After December 31, 2026, a virtual".



Page 21, line 24, delete "three percent (3%)" and insert "**fifteen percent (15%)**".

Page 21, line 30, after "individual" insert "**located in the United States**".

Page 21, line 31, delete "from 8 a.m. to 10" and insert "**twenty-four (24) hours a day, seven (7) days a week**".

Page 21, delete line 32.

Page 24, between lines 25 and 26, begin a new paragraph and insert:
"Sec. 30. Not later than December 31, 2027, the department shall submit to the executive director of the legislative services agency for distribution to the members of the general assembly a report in an electronic format under IC 5-14-6 that does the following:

- (1) Compares the limit on charges described in section 23 of this chapter with any limit on charges associated with a virtual currency transaction conducted through a virtual currency kiosk established by other states.**
- (2) Calculates the total number of complaints received by the attorney general's office and the department concerning fraudulently induced virtual currency transactions conducted through virtual currency kiosks in the previous calendar year.**
- (3) Provides a detailed breakdown concerning the complaints described in subdivision (2), including detailing the number of complaints per county in Indiana and specifying whether the complaint involved a virtual currency kiosk operated by an operator licensed under IC 28-8-4.1.**
- (4) Specifies the number of complaints described in subdivision (2) that were submitted by individuals who had not completed a virtual currency transaction conducted through a virtual currency kiosk with the virtual currency kiosk operator that operated the virtual currency kiosk involved in the fraudulently induced virtual currency transaction prior to the fraudulently induced virtual currency transaction."**

Page 24, line 26, delete "Sec. 30." and insert "**Sec. 31**".

and when so amended that said bill do pass.

(Reference is to HB 1116 as introduced.)

TESHKA

Committee Vote: yeas 12, nays 0.

EH 1116—LS 6503/DI 119



COMMITTEE REPORT

Mr. Speaker: Your Committee on Ways and Means, to which was referred House Bill 1116, 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 19, line 9, after "address." insert "**The information submitted by the user under this subdivision must match the information on the government issued identification card described in subdivision (1).**".

Page 22, line 13, delete "fifteen percent" and insert "**ten percent**".

Page 22, line 14, delete "(15%)" and insert "**(10%)**".

Page 24, delete lines 21 through 27, begin a new paragraph and insert:

"(b) The attorney general may bring an action under subsection (a) against the following:

(1) The operator of a virtual currency kiosk that gives rise to a violation of this chapter.

(2) The owner of the premises on which the virtual currency kiosk is located, if the owner knowingly or intentionally permitted the violation described in subdivision (1)."

Page 25, between lines 15 and 16, begin a new paragraph and insert:

"Sec. 30. In addition to any fee associated with obtaining a license under IC 28-8-4.1, an operator shall pay to the department before February 1 of each year an amount of five hundred dollars (\$500) for each virtual currency kiosk that the operator operated in Indiana in the previous calendar year."

Page 25, line 16, delete "Sec. 30." and insert "**Sec. 31.**".

Page 25, line 41, delete "Sec. 31." and insert "**Sec. 32.**".

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to HB 1116 as printed January 15, 2026.)

THOMPSON

Committee Vote: yeas 22, nays 0.



COMMITTEE REPORT

Mr. President: The Senate Committee on Insurance and Financial Institutions, to which was referred House Bill No. 1116, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Page 5, line 30, delete "kiosk operators)," and insert "**kiosks**),".

Page 5, line 30, delete " IC 28-8-7-28." and insert "**IC 28-8-7-9**".

Page 6, delete lines 24 through 42.

Delete pages 7 through 10.

Page 11, delete lines 1 through 39.

Page 12, delete lines 2 through 27.

Page 12, line 28, delete "5." and insert "**1**".

Page 12, line 39, delete "6." and insert "**2**".

Page 13, line 4, delete "7." and insert "**3**".

Page 13, line 11, delete "8." and insert "**4**".

Page 13, line 15, delete "9." and insert "**5**".

Page 13, delete lines 21 through 24.

Page 13, line 25, delete "11." and insert "**6**".

Page 13, line 33, delete "12." and insert "**7**".

Page 14, delete lines 2 through 10.

Page 14, line 11, delete "15. After December 31, 2026, a" and insert "**8. A**".

Page 14, line 12, delete "that is located in Indiana unless the person" and insert "**in Indiana**".

Page 14, delete lines 13 through 42.

Delete pages 15 through 23.

Page 24, delete lines 1 through 18.

Page 24, line 19, delete "28." and insert "**9**".

Page 25, delete lines 5 through 42.

Page 26, delete lines 1 through 7.

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to HB 1116 as printed January 22, 2026.)

BALDWIN, Chairperson

Committee Vote: Yeas 6, Nays 1.

EH 1116—LS 6503/DI 119

