118TH CONGRESS 2D SESSION

H. R. 6572

AN ACT

- To direct the Secretary of Commerce to take actions necessary and appropriate to promote the competitiveness of the United States related to the deployment, use, application, and competitiveness of blockchain technology or other distributed ledger technology, and for other purposes.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,

1 SECTION 1. SHORT TITLE.

2	This Act may be cited as the "Deploying American				
3	Blockchains Act of 2023".				
4	SEC. 2. DEFINITIONS.				
5	In this Act:				
6	(1) Blockchain technology or other dis-				
7	TRIBUTED LEDGER TECHNOLOGY.—The term				
8	"blockchain technology or other distributed ledger				
9	technology" means a distributed digital database				
10	where data is—				
11	(A) shared across a network of computers				
12	to create a ledger of verified information among				
13	network participants;				
14	(B) linked using cryptography to maintain				
15	the integrity of the ledger and to execute other				
16	functions; and				
17	(C) distributed among network partici-				
18	pants in an automated fashion to concurrently				
19	update network participants on the state of the				
20	ledger and other functions.				
21	(2) Covered nongovernmental represent-				
22	ATIVES.—The term "covered nongovernmental rep-				
23	resentatives" means representatives as specified in				
24	the second sentence of section 135(b)(1) of the				
25	Trade Act of 1974 (19 U.S.C. 2155(b)(1)), except				

- that such term does not include representatives of
 non-Federal governments.
- (3) SECRETARY.—The term "Secretary" means
 the Secretary of Commerce.
 - (4) STATE.—The term "State" means each of the several States, the District of Columbia, each commonwealth, territory, or possession of the United States, and each federally recognized Indian Tribe.
- 9 (5) Token.—The term "token" means a trans-10 ferable, digital representation of information re-11 corded on blockchain technology or other distributed 12 ledger technology.
- 13 (6) TOKENIZATION.—The term "tokenization"
 14 means the process of creating a token.

15 SEC. 3. DEPARTMENT OF COMMERCE LEADERSHIP ON BLOCKCHAIN.

- 17 (a) Function of Secretary.—The Secretary shall 18 serve as the principal advisor to the President for policy 19 pertaining to the deployment, use, application, and com-20 petitiveness of blockchain technology or other distributed 21 ledger technology, applications built on blockchain tech-
- 22 nology or other distributed ledger technology, tokens, and 23 tokenization.
- 24 (b) ACTIVITIES.—The Secretary shall take actions 25 necessary and appropriate to support the leadership of the

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- 1 United States with respect to the deployment, use, appli-
- 2 cation, and competitiveness of blockchain technology or
- 3 other distributed ledger technology, applications built on
- 4 blockchain technology or other distributed ledger tech-
- 5 nology, tokens, and tokenization, including by—
- 6 (1) developing policies and recommendations on 7 issues and risks related to the deployment, use, ap-8 plication, and competitiveness of blockchain tech-9 nology or other distributed ledger technology, appli-10 cations built on blockchain technology or other dis-11 tributed ledger technology, tokens, and tokenization, 12 including the issues of decentralized identity, cyber-13 security, key storage and security systems, artificial 14 intelligence, fraud reduction, regulatory compliance, 15 e-commerce, health care applications, and supply 16 chain resiliency;
 - (2) supporting and promoting the stability, maintenance, improvement, and security of blockchain technology or other distributed ledger technology, applications built on blockchain technology or other distributed ledger technology, to-kens, and tokenization;
 - (3) helping to promote the leadership of the United States with respect to the deployment, use, application, and competitiveness of blockchain tech-

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- nology or other distributed ledger technology, applications built on blockchain technology or other distributed ledger technology, tokens, and tokenization through the establishment of a Blockchain Deployment Program in the Department of Commerce;
 - (4) promoting the national security and economic security of the United States with respect to blockchain technology or other distributed ledger technology, applications built on blockchain technology or other distributed ledger technology, tokens, and tokenization;
 - (5) supporting engagement with the public to promote the best practices described in subsection (c);
 - (6) considering policies and programs to encourage and improve coordination among Federal agencies with respect to the deployment of blockchain technology or other distributed ledger technology, applications built on blockchain technology or other distributed ledger technology, to-kens, and tokenization;

(7) examining—

(A) how Federal agencies can benefit from utilizing blockchain technology or other distributed ledger technology, applications built on

1	blockchain technology or other distributed ledg-
2	er technology, tokens, and tokenization;
3	(B) the current use by Federal agencies of
4	blockchain technology or other distributed ledg-
5	er technology, applications built on blockchain
6	technology or other distributed ledger tech-
7	nology, tokens, and tokenization;
8	(C) the current and future preparedness
9	and ability of Federal agencies to adopt
10	blockchain technology or other distributed ledg-
11	er technology, applications built on blockchain
12	technology or other distributed ledger tech-
13	nology, tokens, and tokenization; and
14	(D) additional security measures Federal
15	agencies may need to take to—
16	(i) safely and securely use blockchain
17	technology or other distributed ledger tech-
18	nology, applications built on blockchain
19	technology or other distributed ledger tech-
20	nology, tokens, and tokenization, including
21	to ensure the security of critical infrastruc-
22	ture; and
23	(ii) enhance the resiliency of Federal
24	systems against cyber threats to blockchain
25	technology or other distributed ledger tech-

1	nology, applications built on blockchain					
2	technology or other distributed ledger tech-					
3	nology, tokens, and tokenization;					
4	(8) supporting coordination of the activities of					
5	the Federal Government related to the security of					
6	blockchain technology and other distributed ledger					
7	technology, applications built on blockchain tech-					
8	nology or other distributed ledger technology, to-					
9	kens, and tokenization; and					
10	(9) not later than 180 days after the date of					
11	the enactment of this Act, establishing advisory com-					
12	mittees to support the adoption of blockchain tech-					
13	nology or other distributed ledger technology, appli-					
14	cations built on blockchain technology or other dis-					
15	tributed ledger technology, tokens, and tokenization,					
16	the membership of which shall include—					
17	(A) the Secretary;					
18	(B) representatives of Federal agencies (as					
19	determined necessary by the Secretary); and					
20	(C) nongovernmental stakeholders with ex-					
21	pertise related to blockchain technology or other					
22	distributed ledger technology, including—					
23	(i) blockchain technology or other dis-					
24	tributed ledger technology infrastructure					

1	operators, suppliers, service providers, and
2	vendors;
3	(ii) application developers building on
4	blockchain technology or other distributed
5	ledger technology;
6	(iii) developers and organizations sup-
7	porting the advancement and deployment
8	of public blockchain technology or other
9	distributed ledger technology;
10	(iv) subject matter experts rep-
11	resenting industrial sectors that can ben-
12	efit from blockchain technology or other
13	distributed ledger technology;
14	(v) small, medium, and large busi-
15	nesses;
16	(vi) think tanks and academia;
17	(vii) nonprofit organizations and con-
18	sumer groups;
19	(viii) cybersecurity experts;
20	(ix) rural stakeholders;
21	(x) covered nongovernmental rep-
22	resentatives;
23	(xi) artists and the content creator
24	community; and

1	(xii) other stakeholders with relevant					
2	expertise (as determined necessary by the					
3	Secretary).					
4	(c) Best Practices.—The Secretary shall, on an					
5	ongoing basis, facilitate and support the development and					
6	dissemination of best practices with respect to blockchain					
7	technology or other distributed ledger technology, applica-					
8	tions built on blockchain technology or other distributed					
9	ledger technology, tokens, and tokenization that—					
10	(1) support the private sector, the public sector,					
11	and public-private partnerships in the deployment of					
12	technologies needed to advance the capabilities of					
13	blockchain technology or other distributed ledger					
14	technology, applications built on blockchain tech-					
15	nology or other distributed ledger technology, to-					
16	kens, and tokenization;					
17	(2) support the interoperability of blockchain					
18	technology or other distributed ledger technology,					
19	applications built on blockchain technology or other					
20	distributed ledger technology, tokens, and					
21	tokenization;					
22	(3) support operations, including hashing and					
23	key storage and security systems, that form the					
24	foundation of blockchain technology or other distrib-					

uted ledger technology,

applications built on

- blockchain technology or other distributed ledger
 technology, tokens, and tokenization;
- 3 (4) reduce cybersecurity and other risks that
 4 may compromise blockchain technology or other dis5 tributed ledger technology, applications built on
 6 blockchain technology or other distributed ledger
 7 technology, tokens, and tokenization;
 - (5) reduce uncertainty and risks in the use of blockchain technology or other distributed ledger technology, applications built on blockchain technology or other distributed ledger technology, tokens, and tokenization; and
 - (6) quantify the value and potential cost savings associated with adoption of blockchain technology or other distributed ledger technology, applications built on blockchain technology or other distributed ledger technology, tokens, and tokenization, including through comparative analyses of competing and existing technologies within specific industry applications.
- 21 (d) Additional Requirements.—In carrying out 22 this section, the Secretary shall—
- 23 (1) consult closely and regularly with stake-24 holders, including private sector individuals and enti-25 ties, and incorporate industry expertise;

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- 1 (2) collaborate with private sector stakeholders 2 to identify prioritized, flexible, repeatable, perform-3 ance-based, and cost-effective approaches to the de-4 ployment of blockchain technology or other distrib-5 ledger technology, applications built 6 blockchain technology or other distributed ledger 7 technology, tokens, and tokenization;
 - (3) disseminate research and information pertaining to the use of, and marketplace for, blockchain technology or other distributed ledger technology, applications built on blockchain technology or other distributed ledger technology, tokens, and tokenization;
 - (4) develop standardized terminology for, and promote common understanding of, blockchain technology or other distributed ledger technology, applications built on blockchain technology or other distributed ledger technology, tokens, and tokenization;
 - (5) ensure the best practices described in subsection (c) facilitate the ease of use of blockchain technology or other distributed ledger technology, applications built on blockchain technology or other distributed ledger technology, tokens, and tokenization;

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1	(6) support open-source infrastructure, data					
2	management, and authentication activities with re-					
3	spect to blockchain technology or other distributed					
4	ledger technology, applications built on blockchair					
5	technology or other distributed ledger technology, to-					
6	kens, and tokenization; and					
7	(7) consider the needs and interests of both the					
8	private and public sector, including small businesses					
9	and Federal, State, and local governments.					
10	(e) Rules of Construction.—Nothing in this sec-					
11	tion may be construed to—					
12	(1) require a private entity to share information					
13	with the Secretary;					
14	(2) require a private entity to request assist-					
15	ance from the Secretary;					
16	(3) require a private entity to implement any					
17	measure or recommendation suggested by the Sec-					
18	retary in response to a request by the private entity;					
19	or					
20	(4) require the adoption of the best practices					
21	described in subsection (c).					
22	(f) Consultation.—In implementing this section,					
23	the Secretary may, as appropriate, consult with the heads					
24	of relevant Federal agencies.					

- 1 (g) TERMINATION OF PROGRAM.—The Blockchain 2 Deployment Program established pursuant to subsection 3 (b)(3) shall terminate on the date that is 7 years after the date of the enactment of this Act. SEC. 4. REPORT TO CONGRESS. 6 Not later than 2 years after the date of the enactment of this Act, and annually thereafter, the Secretary 8 shall make public on the website of the Department of Commerce and submit to the Committee on Energy and 10 Commerce of the House of Representatives and the Committee on Commerce, Science, and Transportation of the 12 Senate a report that includes— 13 (1) a description of the activities of the Sec-14 retary under this Act during the preceding year; 15 (2) any recommendations by the Secretary for 16 additional legislation to strengthen the competitive-17 ness of the United States with respect to blockchain 18 technology or other distributed ledger technology, 19 applications built on blockchain technology or other 20 distributed ledger technology, tokens, and 21 tokenization; and 22 (3) a description of any emerging risks and
- long-term trends with respect to blockchain technology or other distributed ledger technology, appli-

- 1 cations built on blockchain technology or other dis-
- 2 tributed ledger technology, tokens, and tokenization.
 Passed the House of Representatives May 15, 2024.
 Attest:

Clerk.

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