

118TH CONGRESS 1ST SESSION H.R. 6572

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.

IN THE HOUSE OF REPRESENTATIVES

DECEMBER 4, 2023

Mr. Bucshon (for himself and Ms. Blunt Rochester) introduced the following bill; which was referred to the Committee on Energy and Commerce

A BILL

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,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Deploying American
- 5 Blockchains Act of 2023".

1 SEC. 2. DEFINITIONS.

2	In this Act:
3	(1) Blockchain technology or other dis-
4	TRIBUTED LEDGER TECHNOLOGY.—The term
5	"blockchain technology or other distributed ledger
6	technology" means a decentralized digital database
7	where data is—
8	(A) shared across a network of computers
9	to create a ledger of verified information among
10	network participants;
11	(B) linked using cryptography to maintain
12	the integrity of the ledger and to execute other
13	functions; and
14	(C) distributed among network partici-
15	pants in an automated fashion to concurrently
16	update network participants on the state of the
17	ledger and other functions.
18	(2) Non-governmental organization.—The
19	term "non-governmental organization" means orga-
20	nizations described in section 2155(b) of title 19 of
21	United States Code, excluding non-Federal govern-
22	ments.
23	(3) Secretary.—The term "Secretary" means
24	the Secretary of Commerce.
25	(4) State.—The term "State" means each of
26	the several States, the District of Columbia, each

- 1 commonwealth, territory, or possession of the United
- 2 States, and each federally recognized Indian Tribe.
- 3 (5) Token.—The term "token" means a
- 4 transferrable, digital representation of information
- 5 recorded on blockchain technology or other distrib-
- 6 uted ledger technology.
- 7 (6) Tokenization.—The term "tokenization"
- 8 means the process of creating a token.

9 SEC. 3. DEPARTMENT OF COMMERCE LEADERSHIP ON

- 10 **BLOCKCHAIN.**
- 11 (a) Functions of Secretary.—The Secretary
- 12 shall serve as the principal advisor to the President for
- 13 policy pertaining to the deployment, use, application, and
- 14 competitiveness of blockchain technology or other distrib-
- 15 uted ledger technology, applications built on blockchain
- 16 technology or other distributed ledger technology, tokens,
- 17 and tokenization.
- 18 (b) ACTIVITIES.—The Secretary shall take actions
- 19 necessary and appropriate to promote the competitiveness
- 20 of the United States related to the deployment, use, appli-
- 21 cation, and competitiveness of blockchain technology or
- 22 other distributed ledger technology, applications built on
- 23 blockchain technology or other distributed ledger tech-
- 24 nology, tokens, and tokenization including by—

- (1) establishing best practices described in subsection (3) to assist the private sector, the public sector, and public-private partnerships in the deployment of technologies needed to advance the capabilities of blockchain technology or other distributed ledger technology, applications built on blockchain technology or other distributed ledger technology, tokens, and tokenization;
 - (2) developing policies and recommendations on issues and risks pertaining to the deployment, use, application, and competitiveness of blockchain technology or other distributed ledger technology, applications built on blockchain technology or other distributed ledger technology, tokens, and tokenization, including the issues of decentralized identity, cybersecurity, key storage and security systems, artificial intelligence, fraud reduction, regulatory compliance, e-commerce, health care applications, and supply chain resiliency;
 - (3) 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;

- (4) helping to promote the leadership of the United States with respect to the use of blockchain technology or other distributed ledger technology, applications built on blockchain technology or other distributed ledger technology, tokens, and tokenization;
 - (5) 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, to-kens, and tokenization;
 - (6) supporting engagement with the public to promote best practices described in subsection (3);
 - (7) considering policies or 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, tokens, and tokenization;

(8) 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	(9) support the coordination of current and fu-
5	ture activities of the Federal government related to
6	the security of blockchain technology and other dis-
7	tributed technologies, applications built on
8	blockchain technology or other distributed ledger
9	technology, tokens, and tokenization;
10	(10) establishing a Blockchain Deployment Pro-
11	gram to support American leadership in the deploy-
12	ment and use of blockchain technology and other
13	distributed ledger technology, applications built on
14	blockchain technology or other distributed ledger
15	technology, tokens, and tokenization; and
16	(11) establishing advisory committees, not later
17	than 180 days after the date of the enactment of
18	this Act, to support the adoption of blockchain tech-
19	nology or other distributed ledger technology, appli-
20	cations built on blockchain technology or other dis-
21	tributed ledger technology, tokens, and tokenization,
22	membership of which shall include—
23	(A) the Secretary;
24	(B) representatives of Federal agencies (as
25	determined necessary by the Secretary): and

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

1	(ix) rural stakeholders;
2	(x) Non-governmental organizations;
3	(xi) artists and the content creator
4	community; and
5	(xii) other stakeholders with relevant
6	expertise (as determined necessary by the
7	Secretary).
8	(c) Best Practices.—The Secretary, shall, on an
9	ongoing basis, facilitate and support the development and
10	dissemination of best practices with respect to blockchain
11	technology or other distributed ledger technology, applica-
12	tions built on blockchain technology or other distributed
13	ledger technology, tokens, and tokenization that—
14	(1) support interoperability of blockchain tech-
15	nology or other distributed ledger technology, appli-
16	cations built on blockchain technology or other dis-
17	tributed ledger technology, tokens, and tokenization;
18	(2) support operations, including hashing and
19	key storage and security systems, that form the
20	foundation of blockchain technology or other distrib-
21	uted ledger technology, applications built on
22	blockchain technology or other distributed ledger
23	technology, tokens, and tokenization;
24	(3) reduce cybersecurity and other risks that
25	may compromise blockchain technology or other dis-

- tributed ledger technology, applications built on blockchain technology or other distributed ledger technology, tokens, and tokenization;
 - (4) reduce uncertainty risks in the use of blockchain technology or other distributed ledger technology, applications built on blockchain technology or other distributed ledger technology, to-kens, and tokenization; and
 - (5) 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.
- 17 (d) Additional Requirements.—In carrying out 18 subsection (3), the Secretary shall—
 - (1) consult closely and regularly with stakeholders, including private sector individuals and entities, and incorporate industry expertise;
- 22 (2) collaborate with private sector stakeholders 23 to identify prioritized, flexible, repeatable, perform-24 ance-based, and cost-effective approaches to the de-25 ployment of blockchain technology or other distrib-

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- uted ledger technology, applications built on
 blockchain technology or other distributed ledger
 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, 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 paragraph (3) 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;
 - (6) support open-source infrastructure, data management, and authentication activities with respect to blockchain technology or other distributed ledger technology, applications built on blockchain

1 technology or other distributed ledger technology, to-2 kens, and tokenization; and (7) consider the needs and interests of both the 3 4 private and public sector, including small businesses 5 and Federal, State, and local governments. 6 (e) Rules of Construction.—Nothing in this sec-7 tion may be construed to— 8 (1) require a private entity to share information 9 with the Secretary; (2) require a private entity to request assist-10 11 ance from the Secretary; 12 (3) require a private entity to implement any 13 measure or recommendation suggested by the Sec-14 retary in response to a request by the private entity; 15 or16 (4) require the adoption of the best practices 17 described in paragraph (3). 18 (f) Consultation.—In implementing this section, the Secretary may, as appropriate, consult with the heads 19 of relevant Federal agencies. 20 21 TERMINATION.—The Blockchain Deployment Program established subsection (J) by shall terminate on

the date that is 7 years after the date of the enactment

of this Act.

1 SEC. 4. REPORT TO CONGRESS.

- 2 Not later than 2 years after the date of the enact-
- 3 ment of this Act, and annually thereafter, the Secretary
- 4 shall make public on the website of the Department of
- 5 Commerce and submit to the Committee on Energy and
- 6 Commerce of the House of Representatives and the Com-
- 7 mittee on Commerce, Science, and Transportation of the
- 8 Senate a report that includes—

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- 9 (1) a description of the activities of the Sec-10 retary under this Act during the preceding year;
 - (2) any recommendations by the Secretary for additional legislation to strengthen the competitiveness 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; and
 - (3) a description of any emerging risks and long-term trends with respect to blockchain technology or other distributed ledger technology, applications built on blockchain technology or other distributed ledger technology, tokens, and tokenization.

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