

**AMENDMENT TO S. 1582**  
**OFFERED BY MR. DAVIDSON OF OHIO**

Add at the end the following:

1   **SEC. 21. PROHIBITION ON FEDERAL RESERVE BANKS RE-**  
2                   **LATING TO CERTAIN PRODUCTS OR SERV-**  
3                   **ICES FOR INDIVIDUALS AND PROHIBITION**  
4                   **ON DIRECTLY ISSUING A CENTRAL BANK DIG-**  
5                   **ITAL CURRENCY.**

6       Section 16 of the Federal Reserve Act (12 U.S.C. 411  
7 et seq.) is amended by adding at the end the following  
8 new paragraph:

9       “(18)(A) A Federal reserve bank may not—

10       “(i) offer financial products or services directly to an  
11 individual;

12       “(ii) maintain an account on behalf of an individual;  
13 or

14       “(iii) issue a central bank digital currency, or any  
15 digital asset that is substantially similar under any other  
16 name or label.

17       “(B) In this paragraph, the term ‘central bank digital  
18 currency’ has the meaning given that term under section  
19 10(11)(D).”.

1 **SEC. 22. PROHIBITION ON FEDERAL RESERVE BANKS INDI-**  
2 **RECTLY ISSUING A CENTRAL BANK DIGITAL**  
3 **CURRENCY.**

4 Section 16 of the Federal Reserve Act (12 U.S.C. 411  
5 et seq.), as amended by section 2, is further amended by  
6 adding at the end the following paragraph:

7 “(19)(A) A Federal reserve bank may not offer a cen-  
8 tral bank digital currency, or any digital asset that is sub-  
9 stantially similar under any other name or label, indirectly  
10 to an individual through a financial institution or other  
11 intermediary.

12 “(B) In this paragraph, the term ‘central bank digital  
13 currency’ has the meaning given that term under section  
14 10(11)(D).”.

15 **SEC. 23. PROHIBITION WITH RESPECT TO CENTRAL BANK**  
16 **DIGITAL CURRENCY.**

17 Section 10 of the Federal Reserve Act (12 U.S.C. 241  
18 et seq.) is amended by inserting before paragraph (12) the  
19 following:

20 “(11) PROHIBITION WITH RESPECT TO CEN-  
21 TRAL BANK DIGITAL CURRENCY.—

22 “(A) IN GENERAL.—The Board of Gov-  
23 ernors of the Federal Reserve System may not  
24 test, study, develop, create, or implement a cen-  
25 tral bank digital currency, or any digital asset

1           that is substantially similar under any other  
2           name or label.

3           “(B) MONETARY POLICY.—The Board of  
4           Governors of the Federal Reserve System and  
5           the Federal Open Market Committee may not  
6           use a central bank digital currency to imple-  
7           ment monetary policy, or any digital asset that  
8           is substantially similar under any other name or  
9           label.

10          “(C) EXCEPTION.—Subparagraph (A) and  
11          sections 16(18)(A)(iii) and 16(19)(A) may not  
12          be construed to prohibit any dollar-denominated  
13          currency that is open, permissionless, and pri-  
14          vate, and fully preserves the privacy protections  
15          of United States coins and physical currency.

16          “(D) CENTRAL BANK DIGITAL CURRENCY  
17          DEFINED.—In this paragraph, the term ‘central  
18          bank digital currency’ means a form of digital  
19          money or monetary value that is—

20                 “(i) denominated in the national unit  
21                 of account;

22                 “(ii) a direct liability of the Federal  
23                 Reserve System; and

24                 “(iii) widely available to the general  
25                 public.”.

1 **SEC. 24. SENSE OF CONGRESS.**

2       It is the sense of Congress that the Board of Gov-  
3 ernors of the Federal Reserve System currently does not  
4 have the authority to issue a central bank digital currency,  
5 or any digital asset that is substantially similar under any  
6 other name or label, and will not have such authority un-  
7 less Congress grants it under Congress's Article 1 Section  
8 8 powers.

