AMENDMENT TO THE AMENDMENT IN THE NATURE OF A SUBSTITUTE TO H.R. 2392 OFFERED BY MR. CASTEN OF ILLINOIS

In section 4(a), insert after paragraph (5) the following:

1	(6) Annual financial audit.—
2	(A) In GENERAL.—A permitted payment
3	stablecoin issuer with more than
4	\$1,000,000,000 in total assets that is not sub-
5	ject to the reporting requirements under section
6	13(a) or 15(d) of the Securities and Exchange
7	Act of 1934 (15 U.S.C. 78m(a) or 78o(d)) shall
8	prepare, in accordance with generally accepted
9	accounting principles, an annual financial state
10	ment, which shall include a certification report
11	signed by the chief executive officer and the
12	chief financial officer of the issuer.
13	(B) AUDITOR.—A permitted payment
14	stablecoin issuer described in subparagraph (A)
15	shall have an independent public accountant
16	perform an audit of the annual financial state-
17	ments described in subparagraph (A).

I	(C) STANDARDS.—An audit described in
2,	subparagraph (B) shall be conducted in accord-
3	ance with generally accepted auditing standards
4	or the auditing standards of the Public Com-
5	pany Accounting Oversight Board, including
6	those related to auditor independence, internal
7	controls, and related party transactions.
8	(D) Public disclosure and submission
9	TO FEDERAL REGULATORS.—Each permitted
10	payment stablecoin issuer required to prepare
11	an audited annual financial statement under
12	this paragraph shall—
13	(i) make such audited financial state-
14	ments publicly available on the website of
15	the permitted payment stablecoin issuer;
16	and
17	(ii) submit such audited financial
18	statements annually to the primary Fed-
19	eral payment stablecoin regulator (or, in
20	the case of a State qualified payment
21	stablecoin issuer, the State payment
22	stablecoin regulator).
23	(E) CONSULTATION.—The primary Fed-
24	eral payment stablecoin regulators and State
25	payment stablecoin regulators may consult with

1	the Public Company Accounting Oversight
2	Board to determine best practices for deter-
3	mining audit oversight and to detect fraud, ma-
4	terial misstatements, and other financial mis-
5	representations that could mislead payment
6	stablecoin holders.

