

**Effective 5/7/2025**

## **Chapter 29**

### **Digital Asset and Blockchain Technology**

#### **Part 1**

#### **General Provisions**

##### **7-29-101 Definitions.**

As used in this chapter:

- (1) "Blockchain protocol" means any executable software deployed to enable the transfer of data and electronic records through a distributed network of nodes, including an additional standardized set of rules that uses a previously existing blockchain as a base.
- (2) "Digital asset" means:
  - (a) virtual currency;
  - (b) cryptocurrency;
  - (c) natively electronic assets, including:
    - (i) stablecoins; and
    - (ii) non-fungible tokens; or
  - (d) other digital-only assets that confer economic, proprietary, or access rights or powers.
- (3) "Hardware wallet" means a physical device that:
  - (a) is not continuously connected to the Internet;
  - (b) allows an individual to secure and transfer digital assets; and
  - (c) enables the owner of digital assets to retain independent control over the digital assets.

Enacted by Chapter 228, 2025 General Session

##### **7-29-102 Permitted uses of digital assets.**

A state or local governmental entity may not prohibit, restrict, or impair a person's ability to:

- (1) accept digital assets as a method of payment for legal goods and services; or
- (2) take custody of digital assets using:
  - (a) a self-hosted wallet; or
  - (b) a hardware wallet.

Enacted by Chapter 228, 2025 General Session

##### **7-29-103 Access to blockchain protocols and transfer of digital assets.**

A person may:

- (1) operate a node for the purpose of:
  - (a) connecting to a blockchain protocol; and
  - (b) participating in the blockchain protocol's operations;
- (2) develop software on a blockchain protocol;
- (3) transfer digital assets to another individual or business utilizing a blockchain protocol; or
- (4) participate in staking on a blockchain protocol.

Enacted by Chapter 228, 2025 General Session

##### **7-29-104 Exemption from money transmission license.**

The following activities do not require an individual or business to obtain a money transmitter license under Title 7, Chapter 25, Money Transmitter Act:

- (1) operating one or more nodes on a blockchain protocol;
- (2) developing software on a blockchain protocol; or
- (3) operating a business or decentralized protocol that:
  - (a) effectuates the exchange of one digital asset for another digital asset; and
  - (b) does not exchange digital assets for legal tender or bank deposits.

Enacted by Chapter 228, 2025 General Session