

March 12, 2025

Chairman Tim Scott
Committee on Banking, Housing, and Urban Affairs
United States Senate
Washington, D.C. 20510

Ranking Member Elizabeth Warren
Committee on Banking, Housing, and Urban Affairs
United States Senate
Washington, D.C. 20510

RE: Support for Guiding and Establishing National Innovation for U.S. Stablecoins (GENIUS) Act

Dear Chairman Scott and Ranking Member Warren

On behalf of the Crypto Council for Innovation (CCI), we write to express our support for the *Guiding and Establishing National Innovation for U.S. Stablecoins (GENIUS) Act*, and its bipartisan goal of establishing a clear and comprehensive regulatory framework for stablecoins. A well-defined set of rules governing stablecoin issuance and use is essential to foster financial innovation, strengthen U.S. leadership in digital finance, protect consumers, and realize the benefits of fast and low-cost transactions for both individuals and businesses.

Stablecoins have demonstrated their value as a transformative financial tool, offering the efficiency of digital assets while maintaining the price stability needed for practical use in payments and commerce. However, the lack of a consistent regulatory framework has created uncertainty for market participants, potential confusion for consumers, and hindered the full potential of this innovation. Establishing clear guidelines through federal legislation will encourage responsible growth, increase consumer confidence, and ensure that the U.S. remains at the forefront of financial technology.

The GENIUS Act, by implementing clear requirements for transparency, redeemability, proof of reserves, and operational oversight, protects both individual consumers and the stability of the financial sector more broadly. These provisions are critical to prevent risks associated with under-collateralization, fraud, and market manipulation while allowing consumers access to a reliable and trusted form of digital payment.

Stablecoins have the opportunity to modernize payments, enhance financial inclusion, and provide greater efficiency in domestic and cross-border transactions. Traditional cross-border payments can take days to settle and incur high fees, whereas stablecoins enable near-instantaneous transactions with minimal costs. These efficiencies can support greater

financial inclusion by expanding access to fast and affordable payment solutions, particularly for underbanked communities and small businesses, for whom transaction expenses represent a significant source of their overall costs.

However, to realize these benefits, the U.S. requires a strong regulatory foundation which provides certainty for issuers and protections for consumers. This is a step other jurisdictions are not waiting for the U.S. to take first. For example, the European Union, Singapore, Japan, and others have advanced their own frameworks for digital assets, including stablecoins. Without timely action, the United States risks falling behind in setting global standards and losing influence over the future of digital financial infrastructure. A well-crafted stablecoin bill will not only support innovation at home but also reinforce the U.S. dollar's dominance in global financial markets.

We stand ready to work with your Committee as this works its way through the legislative process and welcome the opportunity to further refine the bill where necessary. For example, we believe it is important to ensure regulatory parity between domestic and foreign stablecoin issuers. All issuers who have access to U.S. markets should be subject to key regulatory requirements to best mitigate any risks to consumers, financial stability, and national security.

A well-structured approach to stablecoin oversight is critical to promote financial innovation, secure the United States' leadership in digital finance, and protect consumers. We again commend the bipartisan commitment Senator Hagerty and the leaders of the GENIUS Act, including Senators Gillibrand, Lummis, Alsbrooks, and Scott have taken in addressing the risks and opportunities in this space, while working to achieve a balanced regulatory approach.

Thank you for your leadership in this critical area. We look forward to continuing to be a resource and work with your Committee to secure the benefits of stablecoin technology, safeguard consumers, and ensure the U.S. maintains its position as the global leader in digital finance and innovation.

Respectfully,



Ji Hun Kim
President and Acting Chief Executive Officer
Crypto Council for Innovation