



FACT SHEET

The CLARITY Act Protects Americans

TOPLINE: The CLARITY Act establishes clear protections for digital asset market participants and gives everyday Americans the tools they need to participate.

KEY PROTECTION MEASURES INCLUDE

- **Timely disclosure requirements** that ensure everyday Americans have the information they need to make informed investment decisions.
- **Resale restrictions** that reduce volatility and prevent company insiders from engaging in pump-and-dump schemes that harm everyday investors.
- **Preservation of important anti-fraud authorities**, ensuring bad actors remain accountable under federal law.
- Clear allocation of SEC and CFTC jurisdiction, reducing regulatory risk and litigation over agency authority while allowing regulators to focus on fraud and abuse.
- Federal grants for state and local law enforcement to investigate and combat digital asset fraud and abuse in local communities.
- **Educational materials**, ensuring that everyday Americans understand key digital asset risks, relevant reporting and disclosure requirements, and how to spot and report fraud.
- **Financial literacy** provisions that require regulators to coordinate and develop a strategy with measurable goals for improvement.
- **Coordination among regulators**, the digital asset industry, and academics to provide recommendations that promote consistent, enforceable standards.

BOTTOM LINE: Americans deserve transparency, fairness, and accountability regardless of the technology involved.