

119TH CONGRESS
2D SESSION

S. 4188

To prohibit a covered individual from engaging in covered transactions involving prediction market contracts, and for other purposes.

IN THE SENATE OF THE UNITED STATES

MARCH 25, 2026

Ms. SLOTKIN (for herself, Mr. YOUNG, Mr. SCHIFF, and Mr. CURTIS) introduced the following bill; which was read twice and referred to the Committee on Homeland Security and Governmental Affairs

A BILL

To prohibit a covered individual from engaging in covered transactions involving prediction market contracts, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Public Integrity in Fi-
5 nancial Prediction Markets Act of 2026”.

1 **SEC. 2. PROHIBITION ON COVERED TRANSACTIONS IN-**
 2 **VOLVING PREDICTION MARKET CONTRACTS.**

3 (a) IN GENERAL.—Chapter 131 of title 5, United
 4 States Code, is amended by adding at the end the fol-
 5 lowing:

6 “SUBCHAPTER IV—PROHIBITED COVERED
 7 TRANSACTIONS INVOLVING PREDICTION
 8 MARKET CONTRACTS

9 “§ 13151. Definitions

10 “In this subchapter:

11 “(1) COVERED INDIVIDUAL.—The term ‘cov-
 12 ered individual’ means—

13 “(A) the President;

14 “(B) the Vice President;

15 “(C) a Member of Congress;

16 “(D) a House of Representatives or Senate
 17 employee;

18 “(E) a political appointee; or

19 “(F) an employee of an Executive agency
 20 or independent regulatory agency.

21 “(2) COVERED TRANSACTION.—The term ‘cov-
 22 ered transaction’ means the purchase, sale, or ex-
 23 change of any prediction market contract.

24 “(3) EXECUTIVE AGENCY.—The term ‘Execu-
 25 tive agency’ has the meaning given the term in sec-
 26 tion 105 of title 5.

1 “(4) HOUSE OF REPRESENTATIVES OR SENATE
2 EMPLOYEE.—The term ‘House of Representatives or
3 Senate employee’—

4 “(A) means an employee of the Federal
5 Government whose pay is disbursed by the Sec-
6 retary of the Senate or the Chief Administrative
7 Officer of the House of Representatives; and

8 “(B) does not include an employee de-
9 scribed in subparagraph (A) who is serving
10 under a temporary or term appointment.

11 “(5) INDEPENDENT REGULATORY AGENCY.—
12 The term ‘independent regulatory agency’ has the
13 meaning given the term in section 3502 of title 44.

14 “(6) MATERIAL NONPUBLIC INFORMATION.—
15 The term ‘material nonpublic information’ means in-
16 formation—

17 “(A) that a reasonable investor would con-
18 sider important in making a decision relating to
19 a prediction market contract; and

20 “(B) that is not publicly available.

21 “(7) MEMBER OF CONGRESS; SUPERVISING
22 ETHICS OFFICE.—The terms ‘Member of Congress’
23 and ‘supervising ethics office’ have the meanings
24 given those terms in section 13101.

1 “(8) POLITICAL APPOINTEE.—The term ‘polit-
 2 ical appointee’ has the meaning given the term in
 3 section 106(f)(5) of title 49.

4 “(9) PREDICTION MARKET CONTRACT.—The
 5 term ‘prediction market contract’ means any finan-
 6 cial instrument, contract, or derivative—

7 “(A) listed on or offered by a platform, re-
 8 gardless of whether the platform is domiciled in
 9 the United States; and

10 “(B) tied to the occurrence or non-occu-
 11 rence of an event, including event contracts, as
 12 described in section 5c(c)(5)(C)(i) of the Com-
 13 modity Exchange Act (7 U.S.C. 7a-
 14 2(c)(5)(C)(i)).

15 **“§ 13152. Prohibition**

16 “No covered individual may use material nonpublic
 17 information derived from the position of the covered indi-
 18 vidual as President, Vice President, a Member of Con-
 19 gress, a House of Representatives or Senate employee, a
 20 political appointee, or an employee of an Executive agency
 21 or independent regulatory agency or gained from the per-
 22 formance of the official responsibilities of the covered indi-
 23 vidual as a means for making a profit through a covered
 24 transaction.

1 **“§ 13153. Penalties**

2 “(a) IN GENERAL.—Notwithstanding any other pro-
3 vision of law, including any regulation, a covered indi-
4 vidual who violates section 13152 shall be assessed a fine
5 not to exceed the greater of—

6 “(1) \$500; or

7 “(2) an amount equal to double the profit made
8 by the covered individual through the applicable cov-
9 ered transaction.

10 “(b) DEPOSIT IN TREASURY.—The fines paid under
11 subsection (a) shall be deposited in the miscellaneous re-
12 ceipts of the Treasury.

13 **“§ 13154. Duties of supervising ethics offices**

14 “Not later than 180 days after the date of enactment
15 of the Public Integrity in Financial Prediction Markets
16 Act of 2026, each supervising ethics office shall—

17 “(a) impose and collect penalties in accordance with
18 section 13153;

19 “(b) establish such procedures and standard forms
20 as the supervising ethics office determines appropriate to
21 implement this subchapter;

22 “(c) in consultation with the Commodity Futures
23 Trading Commission, issue such rules and guidelines as
24 the supervising ethics office determines appropriate for
25 the implementation and application of this subchapter;
26 and

1 “(d) publish on a website all procedures, forms, rules,
2 and guidelines described in this section.

3 **“§ 13155. Reports**

4 “Not later than 30 days after receiving notification
5 of any covered transaction the value of which is more than
6 \$250 and to which the covered individual is a party, the
7 covered individual shall submit to the applicable super-
8 vising ethics office a report describing the covered trans-
9 action, which shall include—

10 “(1) the value of the prediction market con-
11 tract, including the purchase price and number of
12 prediction market contracts purchased;

13 “(2) the date and time of the covered trans-
14 action;

15 “(3) the name of the prediction market contract
16 and the position taken on the prediction market con-
17 tract;

18 “(4) the prediction market contract trading
19 platform used to complete the covered transaction;
20 and

21 “(5) the profit or loss of the covered trans-
22 action after the prediction market contract closes, or
23 the covered individual exits the position, provided
24 that if the prediction market contract is not closed
25 on the date on which the report under this section

1 is submitted, an additional report shall be submitted
 2 not later than 30 days after the date on which the
 3 prediction market contract closes or the covered in-
 4 dividual exits the position.”.

5 (b) CLERICAL AMENDMENT.—The table of sections
 6 for chapter 131 of title 5, United States Code, is amended
 7 by adding at the end the following:

“SUBCHAPTER IV—PROHIBITED COVERED TRANSACTIONS INVOLVING
 PREDICTION MARKET CONTRACTS

“13151. Definitions.

“13152. Prohibition.

“13153. Penalties.

“13154. Duties of supervising ethics offices.

“13155. Reports.”.

