

# Inflation Protection Act of 2025:

## SAFEGUARDING STATE FUNDS AGAINST INFLATION

### How the Legislation Works

#### 1 Diversified Asset Authorization:

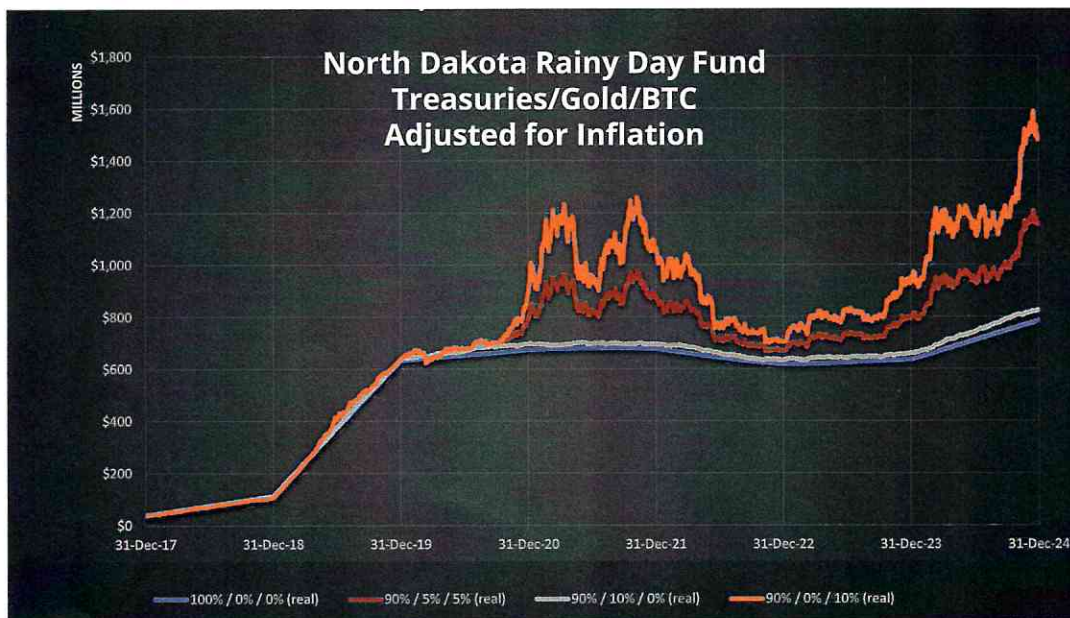
Permits investment of up to 10% of selected government funds in:

- ◆ Precious metals (gold, silver, platinum).
- ◆ Digital assets with a sufficiently high market cap (Bitcoin).
- ◆ Stablecoins backed by dollars or short term government bonds and approved by United States regulators.

#### 2 Secure Custody and Regulatory Compliance:

Requires all digital assets to be held:

- ◆ Directly by the state treasurer using Secure Custody Solutions.
- ◆ By Qualified Custodians, such as federal or state chartered banks, digital asset exchanges or through regulated Exchange Traded Products (ETPs).
- ◆ Ensures Stablecoins are backed by dollars and regulated by an American government.
- ◆ Provides solutions to safely store gold precious medals.



### Benefits of the Legislation



#### Protects Against Inflation:

Diversifying into inflation-resistant assets safeguards the value of public funds and enhances financial stability.



#### Modernizes Investment Strategies:

Incorporates emerging technologies like digital assets, ensuring the state remains competitive.

# Inflation Protection Act of 2025: SAFEGUARDING STATE FUNDS AGAINST INFLATION

## Summary of Legislation

Inflation has eroded the purchasing power of state-managed funds. **Since 2018, the value of a dollar held by the state has declined by roughly 25%!** The Inflation Protection Act allows for a diverse set of investment tools for state fiduciaries to counter inflation's effects and bolster the state's financial security.

This legislation empowers state treasurers and pension funds to diversify investments by incorporating assets that preserve purchasing power, such as precious metals and Bitcoin which are a proven hedge against inflation and default risk.

**Since 2018, the value of a dollar held by the state has declined by roughly 25%!**

