

119TH CONGRESS
2D SESSION

H. R. 7004

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

IN THE HOUSE OF REPRESENTATIVES

JANUARY 9, 2026

Mr. TORRES of New York (for himself, Ms. TITUS, Mr. LATIMER, Ms. NORTON, Mr. SHERMAN, Mr. THANEDAR, Mr. MOULTON, Ms. MCBRIDE, Ms. ADAMS, Ms. BYNUM, Mr. STANTON, Ms. PETTERSEN, Ms. SEWELL, Mr. FOSTER, Mr. SUBRAMANYAM, Ms. PELOSI, Mr. CASTEN, Mr. GOLDMAN of New York, Mr. BELL, Mr. CARSON, Mr. HORSFORD, Mr. LEVIN, Mr. MCGARVEY, Mr. DELUZIO, Ms. McDONALD RIVET, Mr. VARGAS, Mr. SOTO, Mr. HERNÁNDEZ, Ms. TLAIB, Mr. RILEY of New York, Mr. VINDMAN, Ms. MENG, and Ms. MCCOLLUM) introduced the following bill; which was referred to the Committee on Oversight and Government Reform, and in addition to the Committee on House Administration, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

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,*

1 **SECTION 1. SHORT TITLE.**

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

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

6 (a) IN GENERAL.—It shall be unlawful for a covered
7 individual to knowingly engage in a covered transaction
8 if the covered individual—

9 (1) at the time of the covered transaction, pos-
10 sesses material nonpublic information relevant to
11 such covered transaction; or

12 (2) may reasonably obtain such material non-
13 public information in the course of performing offi-
14 cial duties, including when such information would
15 not otherwise be available to a member of the public
16 exercising reasonable diligence.

17 (b) DEFINITIONS.—In this section:

18 (1) COVERED INDIVIDUAL.—The term “covered
19 individual” means—

20 (A) an elected official of the Federal Gov-
21 ernment;

22 (B) an employee of the House of Rep-
23 resentatives or the Senate;

24 (C) a political appointee; or

1 (D) an employee of an Executive agency,
2 as defined in section 105 of title 5, United
3 States Code.

4 (2) MATERIAL NONPUBLIC INFORMATION.—The
5 term “material nonpublic information” means infor-
6 mation—

7 (A) that a reasonable investor would con-
8 sider important in making an investment deci-
9 sion; and

10 (B) that is not publicly available.

11 (3) PREDICTION MARKET CONTRACT.—The
12 term “prediction market contract” means any finan-
13 cial instrument, contract, or derivative—

14 (A) listed on or offered by a platform en-
15 gaged in interstate commerce; and

16 (B) tied to the occurrence or non-occu-
17 rence of a future event, including market-based
18 event contracts.

19 (4) COVERED TRANSACTION.—The term “cov-
20 ered transaction” means the purchase, sale, or ex-
21 change of any prediction market contract related to
22 a—

23 (A) government policy;

24 (B) government action; or

1 (C) political outcome.

