



ARKANSAS

ENERGY & ENVIRONMENT

Sarah Huckabee Sanders
GOVERNOR

Shane E. Khoury
SECRETARY

November 21, 2024

VIA ELECTRONIC MAIL

Administrative Rules Subcommittee
Arkansas Legislative Council
Senator Kim Hammer, Co-Chair
Representative Brian Evans, Co-Chair
c/o Rebecca Miller-Rice
Bureau of Legislative Research
Email: miller-ricer@blr.arkansas.gov

RE: Ark. Code Ann. §25-15-216(b)(4) Summary - Digital Asset Mining Rule

Senator Hammer and Representative Evans:

As required by Arkansas Code Ann. §25-15-216(a), the Department of Energy and Environment (E&E) acknowledges that Acts 173 and 174 of the 2024 Fiscal Session require the Oil and Gas Commission to promulgate new rules in regard to digital asset centers and digital asset mining. Ark. Code Ann. §§ 14-1-602 through 605 were substantially amended by the above referenced acts to include additional requirements for businesses engaged in digital asset mining. Ark. Code Ann. § 14-1-606 was added by Act 173 to preclude foreign ownership of digital asset mining business operating in Arkansas. Act 174 creates Ark Code Ann. §§ 23-119-101 through 105, which require permitting of a digital asset mining business. Section 4 of Act 174 requires that Oil and Gas Commission promulgate rules regarding the permitting process to regulate the digital asset mining businesses in this state.

As required by Ark. Code Ann. §25-15-216(b)(4), and at your request, we are providing a summary regarding the progress of the rulemaking required by Acts 173 and 174. As of this date, the final draft of the rules and necessary approval documents have been approved by the Governor. The Oil and Gas Commission will consider the rule at the December 10, 2024, meeting. If approved by the Commission, the rule will then be submitted for public comment in early 2025.

Please let me know if you have any further questions.

Sincerely,

A handwritten signature in blue ink that reads 'Kesia Morrison'.

Kesia Morrison
Chief Counsel
Department of Energy and Environment

ARKANSAS DEPARTMENT OF ENERGY AND ENVIRONMENT

ee.arkansas.gov | 5301 Northshore Drive, North Little Rock, AR 72118 | 501.682.0744