

be added. Key elements of the procedure are as follows:

- Online registration to speak at a public hearing will remain open until 5 p.m. on the day immediately before each hearing date.
- Each person who wishes to provide oral comment may do so at only one public hearing.
- Speaking time will be limited to approximately three minutes per speaker.
- Elected government officials and their staff members will have the opportunity to identify themselves when registering to attend a hearing.
- Attendance at the public hearing is not limited and requires no advance registration.
- Written and oral comments will receive equal consideration.

The Commission appreciates the public's participation and input on this matter.

Translation Services for Rulemaking Materials. The Commission will consider requests for translation of this document and the proposed rule text into languages other than English. To request translation of documents related to this rulemaking, please send an email to translate@drbc.gov. Please specify both the requested language and the requested documents.

More Information. Detailed and up-to-date information about the rulemaking, including proposed rule text, a frequently asked questions document, public notices, and links for submitting written comments and for registering online to speak at the scheduled public hearing can be found on the Commission website, www.drbc.gov.

List of Subjects in 18 CFR Part 410

Incorporation by reference, Water pollution control, Water resources, Water supply.

For the reasons set forth in the preamble, the Delaware River Basin Commission proposes to amend title 18, chapter III, subchapter A of the Code of Federal Regulations as follows:

PART 410—BASIN REGULATIONS; WATER CODE AND ADMINISTRATIVE MANUAL—PART III WATER QUALITY REGULATIONS

- 1. The authority citation for part 410 continues to read as follows:

Authority: Delaware River Basin Compact, 75 Stat. 688.

- 2. Amend § 410.1 by revising paragraph (c) to read as follows.

§ 410.1 Basin regulations—Water Code and Administrative Manual—Part III Water Quality Regulations.

* * * * *

(c) Work, services, activities and facilities affecting the conservation, utilization, control, development or management of water resources within the Delaware River Basin are subject to regulations contained within the Delaware River Basin Water Code with Amendments through [EFFECTIVE DATE OF FINAL RULE], and the Administrative Manual—Part III Water Quality Regulations with Amendments through December 7, 2022. Both the Delaware River Basin Water Code and the Administrative Manual—Part III Water Quality Regulations are incorporated by reference into this section with the approval of the Director of the Federal Register under 5 U.S.C. 552(a) and 1 CFR part 51. You may obtain or inspect this material at the Delaware River Basin Commission (DRBC), 25 Cosey Road, West Trenton, New Jersey 08628–0360, 609–883–9500, www.drbc.gov.

Dated: September 29, 2026.

Naomi Mendelsohn,

Commission Secretary/Assistant General Counsel.

[FR Doc. 2026–20480 Filed 10–5–26; 8:45 am]

BILLING CODE 6360–01–P

DEPARTMENT OF THE TREASURY

Financial Crimes Enforcement Network

31 CFR Part 1010

RIN 1506–AB47

Proposal of Special Measure Regarding Convertible Virtual Currency Mixing, as a Class of Transactions of Primary Money Laundering Concern; Withdrawal

AGENCY: Financial Crimes Enforcement Network (FinCEN).

ACTION: Withdrawal of finding and notice of proposed rulemaking.

SUMMARY: FinCEN is withdrawing its finding and proposed rulemaking, pursuant to section 311 of the USA PATRIOT Act, that international Convertible Virtual Currency (CVC) mixing is a class of transactions of primary money laundering concern and that a special measure requiring enhanced recordkeeping and reporting requirements should be imposed regarding this class of transactions.

DATES: FinCEN is withdrawing the proposed rulemaking published at 88

FR 72701 (October 23, 2023), as of October 6, 2026.

FOR FURTHER INFORMATION CONTACT: The FinCEN Regulatory Support Section by submitting an inquiry at www.fincen.gov/contact.

SUPPLEMENTARY INFORMATION:

I. Statutory Provisions

Section 311 of the USA PATRIOT Act¹ (section 311), codified at 31 U.S.C. 5318A, grants the Secretary of the Treasury (Secretary) the authority to make a finding that “reasonable grounds exist for concluding” that any of the following “is of primary money laundering concern”:

- (i) A jurisdiction outside of the United States;
- (ii) One or more financial institutions operating outside of the United States;
- (iii) One or more classes of transactions within, or involving, a jurisdiction outside of the United States; or
- (iv) One or more types of accounts.²

Upon making such a finding, the Secretary is authorized to require domestic financial institutions and domestic financial agencies—collectively, “covered financial institutions”—to take certain “special measures.” Specifically, pursuant to section 311, the Secretary may impose one or more of five possible special measures as safeguards to defend the U.S. financial system from money laundering and terrorist financing risks. Through special measures one through four, the Secretary may impose additional recordkeeping, information collection, and reporting requirements on covered financial institutions.³ Through special measure five, the Secretary may “prohibit, or impose conditions upon, the opening or maintaining in the United States of a correspondent account or payable-through account” for or on behalf of a foreign banking institution, if such correspondent account or payable-through account involves the financial institution operating outside of the United States found to be of primary money laundering concern.⁴

The authority of the Secretary to administer the Bank Secrecy Act (BSA)⁵

¹ Uniting and Strengthening America by Providing Appropriate Tools Required to Intercept and Obstruct Terrorism Act of 2001, Public Law 107–56, 115 Stat. 272 (Oct. 26, 2001) (USA PATRIOT Act).

² 31 U.S.C. 5318A(a)(1).

³ 31 U.S.C. 5318A(b)(1)–(4).

⁴ 31 U.S.C. 5318A(b)(5).

⁵ The BSA, as amended, is the popular name for a collection of statutory authorities that FinCEN administers that is codified at 12 U.S.C. 1829b, 1951–1960 and 31 U.S.C. 5311–5314, 5316–5336,

and its implementing regulations, including the authority under section 311 to make such a finding and to impose special measures, has been delegated to FinCEN.⁶

II. Finding and Notice of Proposed Rulemaking

On October 23, 2023, FinCEN published a proposed rule that, if finalized, would impose recordkeeping and reporting obligations on covered financial institutions to report certain information when they know, suspect, or have reason to suspect a CVC transaction involves the use of CVC mixing within or involving a jurisdiction outside of the United States.⁷ Under the proposed rule, FinCEN defined the term “CVC Mixing” as activity that entailed the facilitation of CVC transactions in a manner that obfuscates the source, destination, or amount involved in one or more transactions regardless of the type of protocol or service used, such as: (1) pooling or aggregating CVC from multiple persons, wallets, addresses, or accounts; (2) using programmatic or algorithmic code to coordinate, manage, or manipulate the structure of a transaction; (3) splitting CVC for transmittal and transmitting the CVC through a series of independent transactions; (4) creating and using single-use wallets, addresses, or accounts, and sending CVC through such wallets, addresses, or accounts through a series of independent transactions; (5) exchanging between types of CVC or other digital assets; or (6) facilitating user-initiated delays in transactional activity.⁸ Additionally, FinCEN proposed a definition for services called “CVC Mixers” as “any person, group, service, code, tool, or function that facilitates CVC mixing.”⁹ The proposed rule would have required covered financial institutions to file a report with FinCEN containing certain information related to CVC Mixing transactions, such as the amount of CVC transferred, CVC type, CVC mixer used, CVC wallet address associated with customers, relevant transaction hashes, date of transactions, IP addresses, and a description of activity through a narrative. The proposed rule would have also required covered financial

institutions to keep records of customers associated with covered transactions to include the customer’s full identity, date of birth, address, email address, or unique identifying numbers.

As stated in the July 2025 report by the President’s Working Group on Digital Asset Markets established by Executive Order 14178 (E.O. 14178), *Strengthening American Leadership in Digital Financial Technology*, “the Trump Administration supports the ability of lawful users of digital assets to privately transact on a public blockchain.”¹⁰ The report also acknowledged that although illicit actors “use mixers to obfuscate and launder funds . . . lawful users of digital assets may leverage mixers to enable financial privacy when transacting through public blockchains.”¹¹ The report recommended that Treasury should consider next steps regarding its proposed rulemaking concerning CVC mixing.¹²

FinCEN is withdrawing its finding that international CVC Mixing is a class of transactions of primary laundering concern, and the proposed rule, published on October 23, 2023, seeking to impose special measure one regarding international CVC Mixing. While FinCEN maintains that illicit actors continue to use mixers and other tools and methods to hinder law enforcement investigations, this withdrawal is informed by the concerns from commentators that the expansive definition of CVC mixing in the proposed rule could have a chilling effect on legitimate activity and place a large reporting burden on covered financial institutions. However, FinCEN will continue to monitor activity involving CVC mixers for indicia of money laundering, terrorist financing, or other illicit finance activity, and may take appropriate steps in the future to mitigate any such activity.

Jimmy L. Kirby,

Deputy Director, Financial Crimes Enforcement Network.

[FR Doc. 2026–20429 Filed 10–5–26; 8:45 am]

BILLING CODE 4810–02–P

DEPARTMENT OF THE TREASURY

Financial Crimes Enforcement Network

31 CFR Parts 1010, 1020, and 1022

RIN 1506–AB47

Requirements for Certain Transactions Involving Convertible Virtual Currency or Digital Assets; Withdrawal

AGENCY: Financial Crimes Enforcement Network (FinCEN), Treasury.

ACTION: Proposed rule; withdrawal.

SUMMARY: FinCEN is withdrawing a notice of proposed rulemaking (NPRM) that proposed requiring banks and money service businesses (MSBs) to submit reports, keep records, and verify the identity of customers in relation to transactions involving convertible virtual currency (CVC) or digital assets with legal tender status (LTDA) held in unhosted wallets or in wallets hosted in a jurisdiction identified by FinCEN. FinCEN will not take any further action on this NPRM.

DATES: FinCEN is withdrawing the proposed rule published at 85 FR 83840 (December 23, 2020), as of October 6, 2026.

FOR FURTHER INFORMATION CONTACT: The FinCEN Regulatory Support Section by submitting an inquiry at www.fincen.gov/contact.

SUPPLEMENTARY INFORMATION: On December 23, 2020, FinCEN published an NPRM that proposed adopting recordkeeping, verification, and reporting requirements for certain deposits, withdrawals, exchanges, or other payments or transfers of CVC or LTDA by, through, or to a bank or MSB that involve an unhosted or otherwise covered wallet.¹ Under the proposal, the term “unhosted wallet” described “when a financial institution is not required to conduct transactions from the wallet.”² FinCEN proposed defining otherwise covered wallets as those wallets that are held at a financial institution that is not subject to the Bank Secrecy Act and is located in a foreign jurisdiction identified by FinCEN.³ The NPRM proposed requiring banks and MSBs to file a report with FinCEN containing certain information related to a customer’s CVC or LTDA transaction and counterparty, and to verify the identity of their customer, if a counterparty to the transaction is using an unhosted or

and includes other authorities reflected in notes thereto. Regulations implementing the BSA appear at 31 CFR Chapter X.

⁶ See Treasury Order 180–01 (Jan. 14, 2020).

⁷ FinCEN, *Proposal of Special Measure Regarding Convertible Virtual Currency Mixing, as a Class of Transactions of Primary Money Laundering Concern*, 88 FR 72701 (Oct. 23, 2023).

⁸ *Id.*

⁹ *Id.*

¹⁰ See White House, *Strengthening American Leadership in Digital Financial Technology*, p. 100 (July 2025), <https://www.whitehouse.gov/wp-content/uploads/2025/07/Digital-Assets-Report-EO14178.pdf>; see also Executive Order 14178, 90 FR 8647 (Jan. 31, 2025).

¹¹ *Id.* at p. 107.

¹² *Id.*

¹ FinCEN, *Requirements for Certain Transactions Involving Convertible Virtual Currency or Digital Assets*, 85 FR 83840 (Dec. 23, 2020).

² *Id.* at 83843.

³ *Id.*