



Written by [Alex Newman](#) on May 9, 2025

States Move Toward Sound Money With “Transactional Gold”

With the dollar’s decades-long decline in purchasing power accelerating in recent years, state governments across America are moving quickly to give citizens a constitutional option for both saving and commerce. Known as “transactional gold,” the idea is for state governments to create a system where gold and silver can easily be acquired, stored, used, saved, and turned back to dollars to be spent. Multiple states have already approved bills to do it, with more expected.



jansucko/iStock/Getty Images Plus

Under the system, states either create or contract with a depository institution to store and manage the precious metals. In what was seen as a challenge to the Federal Reserve’s mismanagement of the U.S. currency, [Texas created its own bullion depository a decade ago](#). The “transactional” component comes when citizens are able to obtain a mobile app or debit card-style card allowing them to spend the precious metals anywhere, anytime. Merchants can choose to be paid in dollars or metal.

Arkansas Goes First

The first state to officially get legislation signed into law creating a transactional gold system was Arkansas. On April 17, Governor Sarah Huckabee Sanders put her signature on House Bill 1918 authorizing gold and silver as legal tender for electronic payments. Building on 2023 legislation declaring the metals to be legal tender, the legislation passed with strong bipartisan support. Supporters said it aligned with the Constitution, which prohibits states from making anything other than gold or silver legal tender.



Written by [Alex Newman](#) on May 9, 2025



Governor Sarah Huckabee Sanders signs a bill creating a transactional gold system for Arkansas.

"This legislation is a game-changer for Arkansans," said Arkansas Representative Mindy McAlindon in a statement. "While our 2023 law was a vital first step, it didn't make gold and silver easily usable for the average person. Now, by linking gold and silver to a debit card through a secure vault system, we've created a free-market choice that empowers citizens to use precious metals as a hedge against inflation and a practical payment method for groceries, car repairs, or savings."

State Senator Jim Dotson, who sponsored and carried the bill in the Senate, also emphasized the benefits of the program. "This law makes gold and silver available to everyone," he said. "By making access to gold and silver easy to use, citizens can start with as little as 10 cents worth of gold, save securely, and spend it when needed. It's a rainy-day fund and a currency all in one, giving Arkansans more control over their financial future."

Florida Shines Bright

Another major state moving ahead on transactional gold is Florida. As reported by *The New American* on May 1, Florida lawmakers voted unanimously to approve H.B. 999 under the leadership of State Representative Doug Bankson, a Republican. "What a wonderful thing that our nation's forefathers had the foresight to have states use gold and silver as legal tender in the Constitution," Bankson [told The Epoch Times](#) as part of an in-depth investigative piece on transactional gold efforts.

The Florida bill, which Governor Ron DeSantis [told The New American magazine's Andrew Muller](#) at a press conference that he would sign, establishes regulations for custodians to handle transactions involving precious metals. Now declared to be legal tender, gold and silver can officially be used as



Written by [Alex Newman](#) on May 9, 2025

money once the law goes into effect. As Florida is a major economic powerhouse, analysts expect the bill to encourage other GOP-controlled states to move in the same direction.

Texas Depository Lead

Texas, [with its state bullion depository](#), is already ahead of most states on bringing gold and silver back into commerce. Legislation to use the state institutions as part of a transactional gold system is moving through the legislature quickly, with strong bipartisan support. H.B. 1056 passed the House on May 2 and is now being considered by the Senate. While it has very strong grassroots support — more than three in four Republicans voted in favor of transactional gold on a ballot — Democrats have also supported it.

“Over the last 6,000 years of history, gold and silver have kept their value and served as the standard,” said Texas state Representative Mark Dorazio, the primary Republican sponsor of the bill in the House. “It is the go-to in economic crisis and instability — everyone knows you go to gold.... Everybody I talk to likes the idea of using our depository to conduct business. Plus, it would make money for the state. It’s a win-win.”

Utah Gold

Utah, a major gold producer, was the first state to get a transactional gold bill out of the legislature. Following recommendations from a state working group that investigated the matter, lawmakers voted overwhelmingly to approve the bill. It had the strong backing of Utah Treasurer Marlo Oaks, who [told *The New American* last year](#) that it was important for states to look at gold for stability and protection.

Representative Ken Ivory, a powerful leader in Utah politics, helped shepherd the bill through the legislature. In [comments to this writer](#), he explained that when President Richard Nixon severed the last connection between U.S. dollars and gold, an average house in Salt Lake City could be purchased for less than \$20,000, the equivalent of about 563 ounces of gold back then. An average house in the city today is over \$550,000, the equivalent of about 160 ounces of gold.

Utah Governor Spencer Cox, widely seen as a liberal to moderate Republican, vetoed the overwhelmingly popular transactional gold bill in his state, arguing that it would be “impractical” to implement. He did not offer details. It remains unclear whether lawmakers will be able to override his veto. However, legislative leaders told *The New American* that they intend to seek an override and that they expect to succeed.

Private Sector

Despite Governor Cox’s claims that the system would be “impractical,” there are already private-sector companies such as the U.K.-based Glint that offer precisely such a system. It is used every day by people across the United States and beyond to purchase groceries and other necessities using gold. Leaders of the company have been supportive of state efforts, despite the potential for broader competition.

Other private initiatives, such as a company known as “Goldbacks,” are gaining traction as well. Goldbacks are bills that contain a certain amount of gold bullion inside them that can be used with participating merchants. First launched in Utah in 2019, the notes are now being used in voluntary transactions across numerous states, with thousands of businesses accepting them as payment.



Other States Moving Forward

With at least two dozen states considering legislation to create transactional gold systems, the landscape is shifting and evolving rapidly. From bills to remove taxes on precious metals and declare them legal tender to legislation mandating state reserve funds be allocated partly to precious metals, related proposals are proliferating in states as well. But analysts expect more movement on transactional gold this year, too.

Oklahoma lawmakers, for example, passed legislation to establish a state-run depository for gold and silver, enabling citizens to use precious metals in financial transactions. House Bill 1197, championed by Senator David Bullard, would allow the state treasurer to create a local transactional depository. The goal is to provide Oklahomans with an alternative to fiat currency while promoting financial sovereignty, advocates of the proposal say.

Other [states considering similar legislation](#) include Alabama, Arizona, Georgia, Idaho, Kansas, Louisiana, Missouri, Montana, New Hampshire, North Carolina, Ohio, South Dakota, and more, according to a list compiled by TransactionalGold.com. Louisiana's bill would create a 100-percent gold and silver-backed transactional currency, allowing any citizen to use gold and silver in their everyday transactions. Much more is expected in the months and years ahead.

Pirate Money

The man behind the movement for transactional gold is economic warfare expert Kevin Freeman, author of [Pirate Money: Discovering the Founders' Hidden Plan for Economic Justice and Defeating the Great Reset](#) and host of *Economic War Room* on Blaze TV. Freeman, who lawmakers across the country credit as the inspiration behind the move toward gold, argues that the Founding Fathers provided these tools for Americans very deliberately and strategically. And only a return to precious metals, he said, will be able to protect the U.S. economy, the middle class, and individual liberty.

Speaking to *The New American*, Freeman celebrated all of the action happening in state capitols across the country this year. He also explained that the issue transcends political parties, with many Democrats joining the bandwagon when they see how it can help protect poor and middle-class Americans from the ravages of inflation and currency creation. "States should exercise authorities granted under the Constitution, even in regard to money," he said.

The Future

With gold prices consistently hitting new record highs, interest in the precious metal is not confined to central banks. While monetary authorities have indeed been purchasing massive quantities in recent years, retail demand is also increasing as the purchasing power of Federal Reserve Notes continues declining. Using the metal as a hedge against inflation is one of the reasons experts say it is so attractive right now.

The resurgence of gold and silver as legal tender is more than just about economics, though. It reflects a growing movement among states and citizens to reclaim monetary sovereignty and create a stable, constitutionally backed alternative to fiat currency. As inflation continues to erode the value of the U.S. dollar, these legislative efforts illustrate a renewed passion for sound money principles and the protection of individual financial freedoms.

Perhaps the single biggest obstacle to wider adoption of gold and silver as money is the possibility of having to pay capital gains taxes on fictitious gains in precious metals. These gains result not from an



Written by [Alex Newman](#) on May 9, 2025

increase in value of gold and silver, but from the erosion of the dollar's value caused by central-bank currency creation and out-of-control government spending. But Freeman and others believe that with Trump in the White House — the first president in decades to actively tout gold — there is a real chance at fixing the problem.

With dozens of bills already introduced across the country and more expected in the months and years ahead, citizens have a real chance to advance sound money in America. Lawmakers on both sides of the aisle have shown massive support. Escalating financial and monetary turmoil are causing citizens and policymakers everywhere to seek answers. As such, there is now a historic opportunity to restore sound money — if Americans will get involved.



Subscribe to the New American

Get exclusive digital access to the most informative,
non-partisan truthful news source for patriotic Americans!

Discover a refreshing blend of time-honored values, principles and insightful perspectives within the pages of "The New American" magazine. Delve into a world where tradition is the foundation, and exploration knows no bounds.

From politics and finance to foreign affairs, environment, culture, and technology, we bring you an unparalleled array of topics that matter most.



Subscribe

What's Included?

- 24 Issues Per Year
- Optional Print Edition
- Digital Edition Access
- Exclusive Subscriber Content
- Audio provided for all articles
- Unlimited access to past issues
- Coming Soon! Ad FREE
- 60-Day money back guarantee!
- Cancel anytime.