HOUSE BILL NO. 4239

March 13, 2025, Introduced by Reps. Bruck, Rigas, Martin, DeBoyer, Maddock, Cavitt, Greene, Kunse, Alexander, Beson, Wortz, Jenkins-Arno, Fox, Meerman and Smit and referred to Committee on Government Operations.

A bill to prohibit state institutions of higher education from entering into agreements with foreign actors under certain circumstances; to prohibit state institutions of higher education from receiving grants and other items of value from foreign actors under certain circumstances; to require state institutions of higher education to enter into gift agreements; to establish reporting requirements for certain gifts received by state institutions of higher education and affiliate organizations from certain foreign actors; to provide for the powers and duties of

certain state and local governmental officers and entities; to prescribe remedies; to prescribe civil sanctions; and to repeal acts and parts of acts.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 1. This act may be cited as the "foreign influence of
 state institutions of higher education act".
- 3 Sec. 3. As used in this act:
- 4 (a) "Affiliate organization" means an entity under the control
 5 of or established for the benefit of a state institution of higher
 6 education.
- 7 (b) "Contract" means an agreement for any of the following:
- 8 (i) The acquisition, through purchase, lease, or barter, of
 9 property or services by a foreign source for the direct benefit or
 10 use of either of the parties.
- (ii) The purchase, lease, or barter of property or servicesfrom a foreign country of concern.
- (c) "Foreign country of concern" means any of the following:
- 14 (i) The People's Republic of China.
- 15 (ii) The Russian Federation.
- 16 (iii) The Islamic Republic of Iran.
- 17 (iv) The Democratic People's Republic of Korea.
- 18 (v) The Republic of Cuba.
- 19 (vi) The Venezuelan regime of Nicolás Maduro.
- 20 (vii) The Syrian Arab Republic.
- 21 (viii) An agency or other entity under significant control of a country described in subparagraphs (i) to (vii).
- 23 (d) "Foreign government" means the government of a country,
- 24 nation, or group of nations, or a province or other political
- 25 subdivision of a country or nation. Foreign government includes an

- 1 agent of a country or nation. Foreign government does not include
- 2 the government of the United States or the government of a state or
- 3 political subdivision of the United States.
- 4 (e) "Foreign source" means any of the following:
- 5 (i) A foreign government or an agency of a foreign government.
- $oldsymbol{6}$ (ii) A governmental or nongovernmental entity created solely
- 7 under the laws of a foreign state or foreign states.
- 8 (iii) An individual who is not a citizen or national of the
- 9 United States or a territory or protectorate of the United States.
- 10 (iv) An agent acting on behalf of an individual or entity
- 11 described in subparagraphs (i) to (iii).
- 12 (f) "Gift" includes a pledge, contract, grant, endowment,
- 13 award, or donation of money or property, or a combination of those
- 14 things.
- 15 (g) "Pledge" means a promise, an agreement, or an expressed
- 16 intention to give a gift.
- 17 (h) "State institution of higher education" means a public
- 18 community or junior college established under section 7 of article
- 19 VIII of the state constitution of 1963 or part 25 of the revised
- 20 school code, 1976 PA 451, MCL 380.1601 to 380.1607, or a state
- 21 university described in section 4, 5, or 6 of article VIII of the
- 22 state constitution of 1963.
- 23 Sec. 5. A state institution of higher education may not
- 24 participate in an agreement with or accept a grant from a foreign
- 25 country of concern if the agreement or grant does any of the
- 26 following:
- 27 (a) Constrains the state institution of higher education's
- 28 freedom to contract.
- 29 (b) Allows the curriculum or values of a program in this state

- 1 to be directed or controlled by the foreign country of concern.
- (c) Promotes an agenda that is detrimental to the safety andsecurity of the United States or its residents.
- **4** Sec. 7. (1) Before a state institution of higher education
- 5 executes a cultural exchange agreement with a foreign country of
- 6 concern, the substance of the agreement must be shared with a
- 7 federal agency concerned with protecting national security or
- 8 enforcing trade sanctions, embargoes, or other restrictions under
- 9 federal law.
- 10 (2) If the federal agency reviewing the cultural exchange
- 11 agreement under subsection (1) suggests that the agreement promotes
- 12 an agenda that is detrimental to the safety and security of the
- 13 United States or its residents, the state institution of higher
- 14 education may not enter into the agreement.
- 15 Sec. 9. A state institution of higher education may not accept
- 16 anything of value that is conditioned on its participation in a
- 17 program or other endeavor to promote the language or culture of a
- 18 foreign country of concern.
- 19 Sec. 11. (1) Before a state institution of higher education
- 20 may receive a gift from a foreign source, the state institution of
- 21 higher education and the foreign source must enter into a gift
- 22 agreement.
- 23 (2) The gift agreement described in subsection (1) must
- 24 include all of the following:
- 25 (a) The signatures of all of the following:
- 26 (i) The chief administrative officer of the state institution
- 27 of higher education, or the designee of the chief administrative
- 28 officer.
- 29 (ii) The foreign source, if the foreign source is an

- 1 individual, or an agent of the government, agency, or entity, if
- 2 the foreign source is not an individual.
- 3 (b) A detailed description of the purpose for which the state
- 4 institution of higher education will use the gift.
- 5 (c) The name of any person that the gift is explicitly
- 6 intended to benefit.
- 7 (d) A summary of any condition, requirement, restriction, or
- 8 term that is part of the gift relating to the control of curricula,
- 9 faculty, student admissions, student fees, or contingencies placed
- 10 on the state institution of higher education to take a specific
- 11 public position or to award an honorary degree.
- Sec. 13. (1) Except as otherwise provided in subsection (3), a
- 13 state institution of higher education and its affiliate
- 14 organizations shall each submit to its respective governing board
- 15 on January 31 and July 31 a report that includes all of the
- 16 following:
- 17 (a) Except as otherwise provided in subdivision (b), a
- 18 description of each gift that is received, directly or indirectly,
- 19 from a foreign source with a value of \$50,000.00 or more.
- 20 (b) If a foreign source provides more than 1 gift to the state
- 21 institution of higher education or affiliate organization, and the
- 22 cumulative value of the gifts is \$50,000.00 or more, a description
- 23 of each gift received from the foreign source.
- (c) The value of any gift described in subdivision (a) or (b).
- 25 (d) If a gift described in subdivision (a) or (b) is a
- 26 contract, the start and end date of the contract.
- (e) The name of the foreign source that supplied any gift
- 28 described in subdivision (a) or (b).
- 29 (f) If the foreign source described in subdivision (e) is not

- a government, the country of citizenship, if known, and the country 1 2 of principal residence or domicile of the foreign source.
- (g) A copy of the gift agreement under section 11. 3
- (2) For the purpose of subsection (1), a gift received from a 4
- foreign source through an intermediary is considered an indirect 5
- 6 aift.
- 7 (3) A state institution of higher education may consolidate
- 8 its report under subsection (1) with any of its affiliate
- 9 organizations.
- 10 (4) The information disclosed under this section is not
- 11 confidential or exempt from the freedom of information act, 1976 PA
- 12 442, MCL 15.231 to 15.246.
- 13 Sec. 15. Beginning on July 1, 2025, the governing board of a
- 14 state institution of higher education shall annually inspect a
- 15 random sample of at least 5% of the total numbers of gift
- 16 agreements described in section 11 and gifts disclosed under
- 17 section 13 to determine compliance with the requirements of
- sections 11 and 13. 18
- 19 Sec. 17. If requested by the governor, the senate majority
- 20 leader, or the speaker of the house of representatives, the
- governing board of a state institution of higher education must 21
- inspect a gift agreement described in section 11 or a gift 22
- disclosed under section 13. 23
- 24 Sec. 19. (1) The attorney general may bring a civil action to
- 25 enforce this act.

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- 26 (2) If the civil action described under subsection (1) relates
- 27 to a state institution of higher education or an affiliate
- organization knowingly, willfully, or negligently failing to 28
- 29 disclose a gift under section 13, the state institution of higher

- 1 education or affiliate organization may be ordered to pay a civil
- 2 fine in an amount equal to 105% of the value of the undisclosed
- 3 gift, payable only from nonpublic funds.
- 4 (3) If the attorney general is successful in bringing an
- 5 action described in subsection (1), the attorney general is
- 6 entitled to reasonable attorney fees and costs.
- 7 Enacting section 1. 1986 PA 90, MCL 390.1231 to 390.1233, is
- 8 repealed.