

## **ENGROSSED HOUSE BILL No. 1179**

DIGEST OF HB 1179 (Updated February 22, 2024 10:09 am - DI 110)

**Citations Affected:** IC 21-36; IC 21-39; IC 21-49.

**Synopsis:** State educational institutions. Requires the board of trustees of a state educational institution to adopt a policy prohibiting the transfer, licensing, or sublicensing of intellectual property developed using the state educational institution's resources to: (1) a business entity organized under the laws of a foreign adversary; (2) a business entity organized under the laws of a foreign adversary; (2) a business entity headquartered in a foreign adversary; or (3) a business entity or other entity, including a governmental entity, that is owned or controlled by citizens of, or is directly controlled by the government of, a foreign adversary. Requires the board of trustees of each state educational institution to adopt a policy prohibiting an employee of the state educational institution from making a public statement in the employee's official capacity unless the statement: (1) relates to the operation of the state educational institution, or to a state educational institution sponsored event; or (2) has been approved by the board of trustees. Prohibits a state educational institution from using state funds or resources to: (1) engage or contract with an individual associated with a foreign terrorist organization or a state sponsor of terror; or (2) support the activities of a foreign terrorist organization or a state sponsor of terror.

Effective: July 1, 2024.

### King, Heaton, Teshka, Goodrich

(SENATE SPONSORS — RAATZ, CRANE)

January 9, 2024, read first time and referred to Committee on Education. January 25, 2024, amended, reported — Do Pass. January 29, 2024, read second time, ordered engrossed. Engrossed. January 30, 2024, read third time, passed. Yeas 94, nays 0.

SENATE ACTION
February 12, 2024, read first time and referred to Committee on Education and Career

February 22, 2024, amended, reported favorably — Do Pass.



Second Regular Session of the 123rd General Assembly (2024)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2023 Regular Session of the General Assembly.

# ENGROSSED HOUSE BILL No. 1179

A BILL FOR AN ACT to amend the Indiana Code concerning higher education.

Be it enacted by the General Assembly of the State of Indiana:

SECTION 1. IC 21-36-1-1.3 IS ADDED TO THE INDIANA CODE

2	AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
3	1, 2024]: Sec. 1.3. "Foreign adversary" includes the following:
4	(1) China.
5	(2) Iran.
6	(3) North Korea.
7	(4) Russia.
8	(5) A foreign government listed in 15 CFR 7.4.
9	(6) A country designated as a threat to critical infrastructure
0	by the governor under IC 1-1-16-8.
1	SECTION 2. IC 21-36-1-1.5 IS ADDED TO THE INDIANA CODE
2	AS A <b>NEW</b> SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
3	1, 2024]: Sec. 1.5. "Intellectual property" means all original data,
4	findings, or other products of the mind or intellect commonly
5	associated with claims, interests, and rights that are protected
6	under trade secret, patent, trademark, copyright, or unfair
7	competition law.



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1	SECTION 3. IC 21-36-1-2.3 IS ADDED TO THE INDIANA CODE
2	AS A <b>NEW</b> SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
3	1, 2024]: Sec. 2.3. "Prohibited person" means the following:
4	(1) A business entity organized under the laws of a foreign
5	adversary.
6	(2) A business entity headquartered in a foreign adversary.
7	(3) A business entity or other entity, including a governmental
8	entity, that is owned or controlled by citizens of, or is directly
9	controlled by the government of, a foreign adversary.
10	The term includes an agent, trustee, or fiduciary of a prohibited
11	person.
12	SECTION 4. IC 21-36-5 IS ADDED TO THE INDIANA CODE AS
13	A <b>NEW</b> CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY
14	1, 2024]:
15	Chapter 5. Transfer of Intellectual Property
16	Sec. 1. This chapter applies to the following state educational
17	institutions:
18	(1) Indiana University.
19	(2) Purdue University.
20	(3) Indiana State University.
21	(4) Ball State University.
22	(5) Ivy Tech Community College.
23	(6) University of Southern Indiana.
24	(7) Vincennes University.
25	Sec. 2. The board of trustees of a state educational institution
26	shall adopt a policy that prohibits the transfer, licensing, or
27	sublicensing of intellectual property created or developed using the
28	state educational institution's resources to a prohibited person.
29	SECTION 5. IC 21-39-8.5 IS ADDED TO THE INDIANA CODE
30	AS A <b>NEW</b> CHAPTER TO READ AS FOLLOWS [EFFECTIVE
31	JULY 1, 2024]:
32	Chapter 8.5. Official Public Statements
33	Sec. 1. As used in this chapter, "protected expressive activity"
34	has the meaning set forth in IC 21-39-8-5.
35	Sec. 2. The board of trustees of each state educational institution
36	shall adopt a policy prohibiting an employee of the state
37	educational institution from making a public statement in the
38	person's official capacity as a state educational institution
39	employee unless the statement:
40	(1) relates to the business or operation of the state educational
41	institution, or to a state educational institution sponsored
42	event; or



1	(2) has been approved by the board of trustees of the state
2	educational institution.
2 3	The policy may not prohibit the exercise of any protected
4	expressive activity that is not made in the employee's official
5	capacity.
6	SECTION 6. IC 21-49-2.7 IS ADDED TO THE INDIANA CODE
7	AS A <b>NEW</b> CHAPTER TO READ AS FOLLOWS [EFFECTIVE
8	JULY 1, 2024]:
9	Chapter 2.7. Prohibition on the Use of State Funds and
10	Resources
11	Sec. 1. As used in this chapter, "foreign terrorist organization"
12	refers to an organization designated by the Secretary of State of
13	the United States as a foreign terrorist organization under 8 U.S.C
14	1189.
15	Sec. 2. As used in this chapter, "state sponsor of terror" means
16	a country determined by the Secretary of State of the United States
17	to have repeatedly provided support for acts of international
18	terrorism.
19	Sec. 3. The board of trustees of each state educational institution
20	shall adopt a policy that prohibits the use of any state funds or
21	resources to:
22	(1) engage or contract with an individual associated with a
23	foreign terrorist organization or a state sponsor of terror; or
24	(2) support the activities of a foreign terrorist organization or
25	a state sponsor of terror.



### COMMITTEE REPORT

Mr. Speaker: Your Committee on Education, to which was referred House Bill 1179, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Page 1, between the enacting clause and line 1, begin a new paragraph and insert:

"SECTION 1. IC 21-36-1-1.3 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: **Sec. 1.3. "Foreign adversary" includes the following:** 

- (1) China.
- (2) Iran.
- (3) North Korea.
- (4) Russia.
- (5) A foreign government listed in 15 CFR 7.4.
- (6) A country designated as a threat to critical infrastructure by the governor under IC 1-1-16-8.".

Page 1, line 11, delete "China." and insert "a foreign adversary.".

Page 1, line 12, delete "China." and insert "a foreign adversary.".

Page 1, line 15, delete "China." and insert "a foreign adversary.".

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to HB 1179 as introduced.)

**BEHNING** 

Committee Vote: yeas 13, nays 0.

### COMMITTEE REPORT

Madam President: The Senate Committee on Education and Career Development, to which was referred House Bill No. 1179, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Page 2, line 36, delete "or contractor".

Page 2, line 39, delete "or contractor".

Page 3, line 4, delete "or".

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Page 3, line 5, delete "contractor's". and when so amended that said bill do pass.

(Reference is to HB 1179 as printed January 25, 2024.)

RAATZ, Chairperson

Committee Vote: Yeas 13, Nays 0.

