THE UNIVERSITY OF MICHIGAN REGENTS COMMUNICATION

ACTION REQUEST

Subject: Subcontract Agreement between the University of Michigan and Prenovo

<u>Action Requested</u>: Authorization to enter into Agreement

Preamble:

A statutory conflict of interest situation was identified by the Office of Research and Sponsored Projects while reviewing the Proposal Approval Form which then triggered a review by the Medical School Conflict of Interest Board. A plan for management of the possible risks associated with the conflict of interest was then developed and approved by the Board and agreed to by the parties involved.

This proposed agreement ("Agreement") falls under the State of Michigan Conflict of Interest Statute because Professor Stewart Wang, Mr. Nicholas Wang, and Ms. June Sullivan are employees of the University of Michigan ("University"), and partial owners of Prenovo (formerly known as Prehab Technologies, LLC). The law permits such an Agreement provided it is disclosed to the Board of Regents ("Regents") of the University of Michigan and approved in advance by a 2/3 vote.

Background:

Stewart Wang, MD, PhD, a Professor in the Department of Surgery, June Sullivan, MBA, an Administrative Manager Associate in the Department of Surgery, and Nicholas Wang, a Graduate Student Research Assistant in the Department of Computational Medicine and Bioinformatics, are the partial owners of a for-profit company called Prenovo (the "Company"). The Company wishes to fund a NIH (prime) STTR Phase I project entitled, "A robust platform for the assessment and management of Crohn's Disease patients," (ORSP# 19-PAF01127) in the Department of Internal Medicine-Gastroenterology under the direction of Dr. Ryan Stidham. The purpose of this project is to test a patient engagement interface in inflammatory bowel disease patients, collect survey data regarding patient preferences, develop an interface to extract text from colonoscopy and radiology reports, and develop a process for document annotation.

Agreement Terms:

The terms of the Agreement conform to University policy. The period of performance for the project is approximately nine (9) months. The amount of funding support will not exceed \$46,278. Since research projects are often amended, this agreement includes provisions for changes in time and scope. University procedures for approval of these changes will be followed and additional conflict of interest review will be done as appropriate.

Impact of the Agreement:

The Agreement will support an effort by Dr. Stidham to use his expertise and University laboratory, as well as other University resources, to develop an interface to improve provider access to patient level disease information.

Recommendations:

This matter has been reviewed and approved by the Medical School Conflict of Interest Board. In light of this disclosure and our finding that the Agreement was negotiated in conformance with standard University practices, I <u>recommend</u> that the Board of Regents approve the University's entering into this Agreement with Prenovo.

Respectfully submitted,

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S. Jack Hu Vice President for Research

February 2019