

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Subject: Regental Action Required Under the State of
Michigan Conflict of Interest Statute

Action Requested: Authorization for the University to transact with Peacock Holdings, (University
of Michigan Employee Lisa Pavone, Employee)

Background:

The University of Michigan, Michigan Productions seeks approval to transact with Peacock Holdings for on-camera spokesperson services in the production of a University of Michigan safety video. Peacock Holdings was selected on the basis of the talent that they had available for the date of the video production.

The proposed agreement falls under the State of Michigan Conflict of Interest Statute as Lisa Pavone is a University employee as Clinical Lecturer with Vascular Surgery, and would be party to the contract as an Employee of Peacock Holdings.

However, the Statute allows the University to enter into such agreements if the following conditions are met:

- a) The public servant promptly discloses any pecuniary interest in the contract to the official body which has power to approve the purchase, which disclosure shall be a matter of record in its official proceedings.
- b) The purchase is approved by a vote of not less than 2/3 of the full membership of the approving body in open session without the vote of the public servant making the disclosure.
- c) The official body discloses the following summary information in its official minutes:
 - i) The name of each party involved in the contract.
 - ii) The terms of the purchase, including duration, financial consideration between the parties, facilities or services of the public entity included in the purchase, and the nature and degree of assignment of employees of the public entity for fulfillment of the purchase.
 - iii) The nature of any pecuniary interest.

The following information is provided in compliance with the statutory requirements contained in Section (c) above:

- i) The parties to the contract are the Regents of the University of Michigan and its Michigan Productions and Peacock Holdings.
- ii) The agreement is for on-camera spokesperson services for the production of a University of Michigan safety video. Total cost of the services is \$480.
- iii) The pecuniary interest arises from the fact that University of Michigan employee Lisa Pavone is an Employee of Peacock Holdings.

Lisa Pavone has met state law requirements with the disclosure of her pecuniary interest and formal appointment arrangements with the University of Michigan. Requirements, if any, that may be applicable under the Medical School's or OVPR's Conflict of Interest Committee's procedures are separately analyzed and managed.

We recommend that the Board of Regents approve the agreement between the University of Michigan and Peacock Holdings subject to requirements, if any, that either the Medical School's or OVPR's Conflict of Interest Committee may impose.

Respectfully submitted,



Timothy P. Slottow
Executive Vice President
and Chief Financial Officer

March 2012