

**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 Give and Take Inc. (University of Michigan Employee, Wayne Baker, Director and Stockholder)

Background:

The University of Michigan Stephen M. Ross School of Business Executive Education, Kresge Library, and the University of Michigan Institute for Healthcare Policy and Innovation (IHPI) seek approval to transact with Give and Take Inc. for licensing the Givitas platform, a knowledge sharing and collaboration platform.

The proposed agreement falls under the State of Michigan Conflict of Interest Statute as Wayne Baker is a university employee as Professor of Management and Organizations in the Stephen M. Ross School of Business and would be party to the contract as Director and Stockholder of Give and Take Inc.

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.

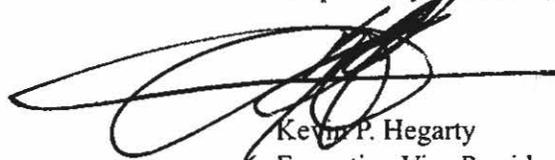
The following information is provided in compliance with the statutory requirements contained in Section (c) above:

- i) The parties to the contract are the Regents of the University of Michigan and its Stephen M. Ross School of Business Executive Education and Kresge Library, IHPI, and Give and Take Inc.
- ii) Give and Take Inc. will provide a license for the Givitas platform for a one-year period at a total cost of \$8,100. Give and Take Inc. will be supplying all the necessary resources and personnel to fulfill this contract. The remaining base contract terms and conditions are typical to those used in Procurement Services standard templates for other similar contracts entered into by the Regents.
- iii) The pecuniary interest arises from the fact that University of Michigan employee Wayne Baker is Director and Stockholder of Give and Take Inc.

Wayne Baker has met state law requirements with the disclosure of his pecuniary interest and formal appointment arrangements with the University of Michigan. Requirements, if any, that may be applicable by the supervisor of Wayne Baker, 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 Give and Take Inc. subject to requirements, if any, that the supervisor of Wayne Baker or the Medical School's or OVPR's Conflict of Interest Committee may impose.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Kevin P. Hegarty", is written over a horizontal line. The signature is stylized and somewhat cursive.

Kevin P. Hegarty
Executive Vice President and Chief Financial Officer

June 2018