

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 enter into an agreement with Amy Cell, LLC
(University of Michigan Employee, Amy Cell, Owner).

Background:

The University of Michigan Office of Technology Transfer seeks approval to enter into an agreement with Amy Cell, LLC to provide services coordinating activities for participating universities in the Tech Transfer Talent Network (T3N) to access and best utilize a common database comprised of consultants, entrepreneurs, advisors and mentors.

The proposed agreement falls under the State of Michigan Conflict of Interest Statute as Amy Cell is a University employee as Lecturer I in the Center for Entrepreneurship and College of Engineering and would be party to the agreement as Owner of Amy Cell, LLC.

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.

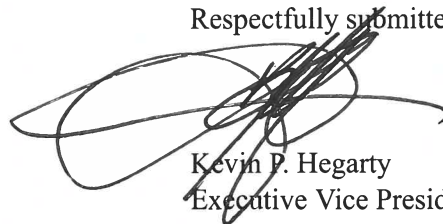
The following information is provided in compliance with the statutory requirements contained in Section (c) above:

- i) The parties to the contract are the Regents of the University of Michigan and its Office of Technology Transfer and Amy Cell, LLC.
- ii) The agreement is for one year at a total cost not to exceed \$35,000. Amy Cell, LLC 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, Amy Cell, is Owner of Amy Cell, LLC.

Amy Cell 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 by the supervisor of Amy Cell, 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 Amy Cell, LLC subject to requirements, if any, that the supervisor of Amy Cell 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 large, circular scribble or stamp.

Kevin P. Hegarty
Executive Vice President and Chief Financial Officer

June 2019