

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 agreement with Arbor Research Collaborative for Health (University of Michigan Employee Robert Merion, President of the Board)

Background:

The University Of Michigan School Of Nursing seeks approval to enter into a transaction with Arbor Research Collaborative for Health ("Arbor Research") for analytic services in support of the project titled, "Self Care, Prevent Birth-Related UI in Diverse Women."

The proposed agreement falls under the State of Michigan Conflict of Interest Statute as Robert Merion is a University employee as Professor Emeritus in the Department of Surgery and would be party to the agreement as President of the Board of Arbor Research.

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.

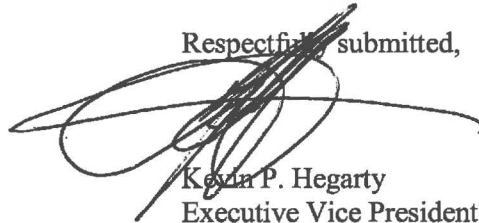
The following information is provided in compliance with the statutory requirements contained in Section (c) above:

- i) The parties to the contract are the Regents of the University of Michigan and its School of Nursing and Arbor Research.
- ii) The agreement is for analytical support for 1-month totaling \$9,947.
- iii) The pecuniary interest arises from the fact that University of Michigan employee, Robert Merion, is the President of the Board for Arbor Research.

Robert Merion 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 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 Arbor Research subject to requirements, if any, that either the Medical School's or OVPR's Conflict of Interest Committee may impose.

Respectfully submitted,

A large, stylized handwritten signature in black ink, appearing to read 'Kevin P. Hegarty', is written over the typed name and title.

Kevin P. Hegarty
Executive Vice President
and Chief Financial Officer

November 2015