

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

SUBJECT: Appointment of Auditors

ACTION REQUESTED: To Appoint Auditors for Fiscal 2016

Consistent with its charter, the Regents' Finance, Audit and Investment Committee has reviewed the scope, approach and work plan proposed by PricewaterhouseCoopers LLP for the University of Michigan's annual external financial statement audit. The committee also reviewed PricewaterhouseCoopers' past performance, the current market and the university's needs going forward.

A competitive bid and comprehensive evaluation process was completed by the university's financial team together with the Regents' Finance, Audit and Investment Committee in 2013, which included three years of fee quotes. Based on this evaluation process, we recommended and the Regents approved PricewaterhouseCoopers' appointment as external auditors for fiscal years 2013 through 2015. For fiscal year 2016, PricewaterhouseCoopers provided a one year fee quote pursuant to an option to extend this contract. The university's financial team together with the Regents' Finance Audit and Investment Committee recommends that PricewaterhouseCoopers be appointed as external auditors for fiscal year 2016.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Kevin P. Hegarty', is written over a horizontal line. The signature is stylized with loops and a long horizontal stroke.

Kevin P. Hegarty
Executive Vice President and
Chief Financial Officer

May 2016