

**JULY MEETING, 2013**

*The University of Michigan  
Ann Arbor  
July 18, 2013*

The regents met at 3:00 p.m. in the North Atrium, North Campus Research Complex. Present were President Coleman and Regents Bernstein, Darlow, Deitch, Diggs, Ilitch, Newman, Richner, and White. Also present were Vice President and Secretary Churchill, Vice President Forrest, Vice President Harper, Chancellor Little, Vice President Lynch, Vice President May, Chancellor Person, Executive Vice President Pescovitz, Provost Pollack, Vice President Rudgers, Executive Vice President Slottow, and Vice President Wilbanks.

**Call to Order and President's Opening Remarks**

President Coleman said that this is Art Fair week on Central Campus making this a good time to move the meeting site to the North Campus Research Complex (NCRC). This complex has become a real asset for research, creativity and economic development in southeast Michigan.

She welcomed Regent Newman to her new role as board chair and Regent White as vice chair. She commented on a reception for more than 200 UM student interns working in Detroit. She thanked the students and businesses that are so committed to Detroit and its future.

President Coleman continued, sharing that Michigan Radio's flagship station, WUOM, celebrated its 65<sup>th</sup> anniversary on the air, and has the highest audience rating of any public radio station in the country with 25 percent of adults in the greater Ann Arbor area.

Finally, she said that men's basketball head coach John Beilein has been awarded a contract extension through the 2018-19 season for his efforts in turning the program into a national contender. President Coleman then turned to Regent Deitch for an update.

Regent Deitch said he was pleased to speak on behalf of his colleagues, and read the following letter on the presidential search process:

*"We are pleased to announce the appointment of a Presidential Search Advisory Committee that will play an active role in the search process for the next president of the University of Michigan. The following faculty members will join the eight members of the Board of Regents to constitute this committee:*

*Alec Gallimore (Arthur F. Thurnau Professor; Professor of Aerospace Engineering and Associate Dean for Research and Graduate Education, College of Engineering),*

*David Ginsburg (James V. Neel Distinguished University Professor of Internal Medicine and Human Genetics and Warner-Lambert/Parke-Davis Professor of Medicine, Medical School; Research Professor, Life Sciences Institute; Howard Hughes Medical Institute Investigator),*

*Timothy R.B. Johnson (Arthur F. Thurnau Professor; Bates Professor of the Diseases of Women and Children and Chair of Obstetrics and Gynecology, Medical School; Professor of Women's Studies, College of Literature, Science and the Arts; Research Professor, Center for Human Growth and Development),*

*Jeffrey MacKie-Mason (Dean, Arthur W. Burks Collegiate Professor of Information and Computer Science, School of Information; Professor of Economics, College of Literature, Science and the Arts; Professor of Public Policy, Gerald R. Ford School of Public Policy),*

*Tiya Miles (Elsa Barkley Brown Collegiate Professor of African American Women's History, Chair, Department of Afroamerican and African Studies, Professor of Afroamerican and African Studies, Professor of American Culture, Professor Native American Studies, Professor of History and Professor of Women's Studies, College of Literature, Science, and the Arts),*

*Rebecca Scott (Arthur F. Thurnau Professor; Charles Gibson Distinguished University Professor of History, College of Literature, Science and the Arts; Professor of Law, Law School), and*

*Lynn Perry Wooten (Clinical Associate Professor of Strategy and Management and Organizations and Associate Dean for Undergraduate Programs, Stephen M. Ross School of Business).*

*The Presidential Search Advisory Committee will conduct a broad, vigorous search to develop and recommend a pool of candidates to be considered by the Board of Regents sitting as the Presidential Search Committee. From this pool, the regents will select the University's 14th president. Mary Sue Coleman announced she will retire as president when her contract ends on July 31, 2014.*

*As part of the search process, the Advisory Committee will reach out to the campus community to solicit feedback on issues facing the University and qualities to seek in a new president. We will hold a series of public meetings to discuss those matters in September and October. Further details will be forthcoming. We also look forward to receiving nominations from members of the University community.*

*The regents have retained the services of Dr. Ilene H. Nagel and Alison Ranney, of Russell Reynolds Associates, to assist them with the search. Russell Reynolds Associates is one of the leading executive recruiting firms in the world, with offices in 26 countries. Their higher education practice focuses on the recruitment of presidents, provosts and deans, primarily at Association of American Universities research universities and peer institutions. Their clients include, but are not limited to, the Massachusetts Institute of Technology, Stanford University, Johns Hopkins University, Duke University, University of Southern California, Northwestern University, the University of Pennsylvania, the University of Texas at Austin, the University of Minnesota, the University of Virginia, New York University, Georgetown University, and University of California-San Diego, among others. Nominations may be submitted directly to [UMich.President@russellreynolds.com](mailto:UMich.President@russellreynolds.com).*

*We have created this presidential search website to keep the campus community apprised of matters related to the search and for members of the community to reach out to us to discuss the search.*

President Coleman welcomed Dr. David Canter, executive director of the North Campus Research Complex (NCRC) for his presentation.

#### **Presentation on NCRC:**

Executive Director Canter said that the NCRC, purchased by the university in 2010, has exceeded goals in terms of active space, occupancy, collaboration, and research. The complex has more than 2,000 occupants to date, including many research institutes and startups, and an active partnership with Veterans Affairs. The research leadership team has effectively made the NCRC a place of scientific study, research and collaboration that moves scientific discoveries from the lab to having an impact on patient's lives. While the NCRC has no classrooms, it hosts many student researchers, and also embraces a strong relationship with the arts, with the display of sculptures and other works of art throughout the campus.

#### **Public Comments**

Regents heard comments from the following individuals on the topics listed: Javier Contreras, citizen, on tuition equality; Jose Contreras, citizen, on tuition equality; Citlaltzochilt Ramirez-Lopez, citizen, on tuition equality; Chris Skovron, student, on tuition equality; Joshua Simister, student, on University of Michigan guidelines for qualifying for in-state tuition; and Laura Sanders, faculty, on University of Michigan guidelines for qualifying for in-state tuition.

#### **Committee Reports**

**Finance, Audit and Investment Committee.** Regent Richner, Chair of the Finance, Audit and Investment Committee, said that he and Regents Bernstein and Darlow met with Executive Vice President Slottow. The committee reviewed the bi-monthly Internal Audit and University Risk Assessment and FY2014 Audit Plan with Jeff Moelich, executive director of

university audits. The committee then heard from the university chief information technology security officer, Paul Howell, who presented on IT security/disaster recovery and enterprise risk. Vice President Slottow then gave a report on investment office compensation. The members of the committee then joined the other two committees for a presentation from Rowan Miranda, associate vice president for finance, on the president's travel and hosting expenses.

**Health Affairs Committee.** Regent Diggs, chair of the Health Affairs Committee, reported that she and committee members Regents Deitch and Ilitch met with Executive Vice President Pescovitz, Doug Strong, director and chief executive officer of UMHHC, Tom Campbell, director of UMHS planning, Tim Lynch, general counsel, and two new attorneys for the Health System, Pamela Emenheiser, transactional attorney, and Gina Bertolini, associate vice president and deputy general counsel.

They received an update from Jeanne Strickland, chief compliance officer, who gave an overview of the complicated, changing regulations of the federal health care system. Dr. Pescovitz presented the rationale for moving from the Pioneer Accountable Care Organization (ACO) to the Physician Organization of Michigan (POM) ACO. Under the Pioneer ACO there has been a 0.3 percent savings for several years, but it has been difficult to administer both, leading to a decision to consolidate to just the POM ACO, with over 100,000 patients. The committee also received an update on strategic initiatives, a financial update, and an update on faculty appointments and Medical School department chair renewals. Executive Vice President Pescovitz also shared an experience about the value of art in the healing process and its impact on patients.

**Personnel, Compensation and Governance Committee.** Regent Newman, co-chair of the Personnel, Compensation and Governance Committee, and co-chair Regent White received

an update from Provost Pollack on dean searches, an update from Chancellor Little on UM-Dearborn, a review of the President's compensation, and a review of the university personnel and compensation procedures.

### **Consent Agenda**

**Minutes.** Vice President Churchill submitted for approval the minutes of the meeting of June 18, 2013.

**Reports.** Executive Vice President Slottow submitted the Investment Report, the Plant Extension Report, and the Regents Report on Non-Competitive Purchases over \$5,000 from Single Sources March 16, 2013 through June 15, 2013. There was no University Human Resources Report.

**Litigation Report.** Vice President Lynch submitted the Litigation Report.

**Research Report.** Vice President Forrest submitted the Report of Projects Established, July 1 – June 30, 2013.

**University of Michigan Health System.** Executive Vice President Pescovitz extended a warm welcome to the North Campus Research Complex to all meeting attendees.

**Division of Student Affairs.** Vice President Harper had no report.

**University of Michigan-Flint.** Chancellor Person had no report.

**University of Michigan-Dearborn.** Chancellor Little said that he was happy to announce the completed transfer of the Henry Ford Estate property to a 501(c)3 organization, The Henry Ford. The property transfer will help sustain the stewardship responsibilities, and the new entity will assume financial liability and leadership. He thanked the regents for their support throughout this process, and noted a celebration planned for July 27. He also said that



the new student housing, The Union at Dearborn, is nearing completion. It will open on September 1 and will provide housing to 500 UM-Dearborn students.

Regent Deitch commented on the transfer of the Henry Ford Estate, saying it was great for UM-Dearborn. He also thanked the Ford family and their affiliated philanthropies for making this possible, and for their many ongoing contributions to the state.

**Central Student Government Report.** Central Student Government President Michael Proppe reported that the Central Student Government supports the proposed in-state tuition residency requirements and commended the Tuition Equity Committee as an impressive student group. He expressed his disappointment at not having a student representative on the presidential search committee, but said that students would take advantage of other opportunities for having input throughout the process.

Regent Ilitch noted that the Regents will embark upon a “listening tour” providing an opportunity for students to voice their opinions. She asked Central Student Government President Proppe to encourage student participation.

**Voluntary Support.** Vice President May said that it has been a very good year, and he would have a full report in September.

**Personnel Actions/Personnel Reports.** Provost Pollack had no additional report. Vice President Forrest presented a supplemental item. He presented a recommendation for approval for Eric Michielssen, associate vice president for research, advanced research computing, Office of the Vice President for Research.

**Retirement Memoirs.** Vice President Churchill submitted five faculty retirement memoirs.

**Memorials.** Vice President Churchill had no deaths of active faculty members to report this month.

**Degrees.** Provost Pollack had no additional report.

**Approval of Consent Agenda.** On a motion by Regent Diggs, seconded by Regent Richner, the regents unanimously approved the consent agenda.

### **Alternative Asset Commitments**

Executive Vice President Slottow reported on the University's follow-on investments with previously approved partnerships: \$15 million to IMT Capital Fund III, L.P.; \$15 million to IndoSpace Logistics Park II with an additional \$10 million approved for co-investment opportunities; and \$19 million to Matrix Partners X, L.P.

### **Michigan Investment in New Technology Startups ("MINTS")**

On a motion by Regent Diggs, seconded by Regent Ilitch, the Regents approved technical amendments to the MINTS guidelines as presented.

### **Public Equity**

On a motion by Regent Diggs, seconded by Regent Darlow, the regents unanimously approved Kiltarn Partners, a public equity manager, with initial funding of \$100 million from the Long Term Portfolio.

### **1000 Victors Way, Ann Arbor, Michigan Shared Services Center**

On a motion by Regent White, seconded by Regent Newman, the regents unanimously approved the 1000 Victors Way, Ann Arbor Michigan, Shared Services Center project as described and authorized the executive vice president and chief financial officer to execute a lease for a seven-year duration for 52,682 rentable square feet.

### **Michigan Stadium 2014 Bridgestone NHL Winter Classic**

On a motion by Regent White, seconded by Regent Newman, the regents unanimously approved the Concessionaire's Application for Liquor License.

### **George Granger Brown Memorial Laboratories Renovation**

Chuck Lewis, vice president of Integrated Design Solutions, presented the schematic design of the George Granger Brown Memorial Laboratories renovation, which includes deep infrastructural renewal throughout the majority of the building and renovation of approximately 25,000 square feet of academic space.

On a motion by Regent Darlow, seconded by Regent Richner, the regents unanimously approved the schematic design for the George Granger Brown Memorial Laboratories Renovation project as presented.

### **New Field Hockey Team Center, New Field Hockey Stadium, and Ocker Field Improvements**

Scott Vyn, director of design of Integrated Architecture, presented the schematic design for the Field Hockey Team Center, Stadium and Ocker Field improvements. This project will replace the existing Ferry Field Locker Rooms building, and construct a new center, including training facilities, meeting space, a new grandstand and field lighting.

On a motion by Regent Richner, seconded by Regent Ilitch, the regents unanimously approved the schematic design for the New Field Hockey Team Center, New Field Hockey Stadium, and Ocker Field Improvements project as presented.

### **West Quadrangle and Michigan Union-Cambridge House Renovation**

Chuck Lewis, vice president of Integrated Design Solutions, reviewed the schematic design of West Quadrangle and Michigan Union-Cambridge House Renovation, part of the



ongoing Residential Life Initiative. This project includes infrastructure renewal of residence hall housing and new student interaction spaces in West Quadrangle.

On a motion by Regent Richner, seconded by Regent Darlow, the regents unanimously approved the schematic design for the West Quadrangle and Michigan Union-Cambridge House Renovation project as presented.

### **Conflict of Interest Items**

President Coleman said the agenda includes 11 conflict of interest items, each of which requires six votes for approval, and which would be approved via a single motion.

On a motion by Regent Newman, seconded by Regent Ilitch, the regents unanimously approved the following 11 items:

#### **Authorization for the University of Michigan to Enter into Lease Agreements with Venture Accelerator firms located at the North Campus Research Complex**

The regents approved lease agreements for space in the North Campus Research Complex Venture Accelerator firms, located at 1600 Huron Parkway, Ann Arbor, with both companies listed in the spreadsheet that is part of the Regents Communication. The space will be utilized as office and lab space for research and business operations for each respective company. The companies have separately entered into a relationship agreement defining the relationship between the University of Michigan and them at the accelerator. Because those named for each respective company included in the Regents Communication (and listed below) are University of Michigan employees, and are party to the lease by virtue of their share of the ownership of each respective company, membership on respective tenant board of directors, or acting as an officer in the tenant company, this agreement falls under the State of Michigan

Conflict of Interest Statute. The following information is provided in compliance with statutory requirements:

1. Parties to the agreement are the Regents of the University of Michigan and the companies listed in spreadsheet that is part of the Regents Communication, and listed here: 1) Arbor Ultrasound Technologies, LLC., and 2) HiperNap, LLC.
2. The service to be provided is the lease of space in the North Campus Research Complex start-up accelerator, located at 1600 Huron Parkway, Ann Arbor, Michigan with access to common area space within the building. The lease durations including all options for renewal are outlined in the spreadsheet. The leases will use the standard University of Michigan accelerator lease template. Tenant will pay rates stipulated in the spreadsheet for the current term and option years as indicated. All companies will be responsible for providing monthly updates concerning their business progress to the University of Michigan Office of Technology Transfer, and will have access to Office of Technology Transfer personnel for advice concerning obtaining technology assessment, business consulting, technical assistance, capital raising, or other business services.
3. The pecuniary interest arises from the fact that the individuals listed on the spreadsheet (and listed below) for each company are University of Michigan employees, and also owners and/or officers of each respective company: 1) William Weitzel, and 2) Shorya Awtar.

#### **Authorization for the University to enter into a contract with ArborMetrix**

The Regents unanimously approved an agreement with the ArborMetrix (the “Company”) to provide a summer internship to a current MBA student through the Marcel Garni Internship program.

Because Drs. John Birkmeyer and Justin Dimick, University of Michigan employees, are also president/founder and co-founder, respectively, of the Company, this agreement falls under the State of Michigan Conflict of Interest Statute. The following information is provided in compliance with statutory requirements:

1. Parties to the agreement are the Regents of the University of Michigan and its Zell Lurie Institute and ArborMetrix.
2. The agreement is to provide an MBA student with a 12-week summer internship with ArborMetrix. The Zell Lurie Institute will contribute one half of the internship salary equaling \$7,200.
3. The pecuniary interests arise from the fact that University of Michigan employee, Dr. John Birkmeyer is president/founder and Dr. Justin Dimick is co-founder of ArborMetrix.

### **Authorization for the University to transact with Myers Management Consulting, LLC**

The Regents unanimously approved an agreement with the Myers Management Consulting, LLC (the “Company”) for a guest speaker.

Because Valerie Myers, University of Michigan employee, is also owner of the Company, this agreement falls under the State of Michigan Conflict of Interest Statute. The following information is provided in compliance with statutory requirements:

1. Parties to the agreement are the Regents of the University of Michigan and its College of Engineering and Myers Management Consulting, LLC.
2. The agreement is to provide a one-time presentation to the faculty and staff at the College of Engineering for a total cost of \$1,500.
3. The pecuniary interests arise from the fact that University of Michigan employee, Valerie Myers, is owner of Myers Management Consulting, LLC.

### **Authorization for the University to transact with Michigan Precision Instruments, LLC**

The Regents unanimously approved an agreement with Michigan Precision Instruments for the manufacturing of prototype electrodes, rubber buttons, and a connector for the Electrocardiograph (ECG) device.

Because Toby Donajkowski, University of Michigan employee, is also owner of the Company, this agreement falls under the State of Michigan Conflict of Interest Statute. The following information is provided in compliance with statutory requirements:

1. Parties to the agreement are the Regents of the University of Michigan and its Internal Medicine-Bioengineering Department and Michigan Precision Instruments, LLC.
2. The agreement is for the purchase of prototype electrodes, rubber buttons and a connector for the ECG device at a cost of \$1,442.
3. The pecuniary interests arise from the fact that University of Michigan employee, Toby Donajkowski, is owner of Michigan Precision Instruments.

**Subcontract Agreement between the University of Michigan and ElectroDynamic Applications, Inc.**

The Regents unanimously approved an agreement with ElectroDynamic Applications, Inc., to fund a NASA (prime) SBIR Phase I project entitled “Energetic Ion Mitigation Methodology for High Power Thruster Cathodes” (ORSP #13-PAF02947) in the University’s Nuclear Engineering and Radiological Sciences Department.

Because Professors Alec Gallimore and Brian Gilchrist, University of Michigan employees, are co-founders of the Company, this agreement falls under the State of Michigan Conflict of Interest Statute. The following information is provided in compliance with statutory requirements:

1. Parties to the agreement are the Regents of the University of Michigan and ElectroDynamic Applications, Inc.
2. Terms of the Agreement conform to University policy. The period of performance for the project is approximately one (1) year. The amount of funding support will not exceed \$41,513.
3. The pecuniary interests arise from the fact that University of Michigan employees, Alec Gallimore and Brian Gilchrist are co-founders of ElectroDynamic Applications, Inc.

**Subcontract Agreement between the University of Michigan and FlexDex LLC.**

The Regents unanimously approved an agreement with FlexDex, LLC to fund a NSF (prime) SBIR Phase I project entitled “Enhanced Dexterity Minimally Invasive Surgical Platform” (ORSP #13-PAF03040) in the Department of Radiology.

Because Professors James Geiger and Shorya Awtar, University of Michigan employees, are also partial owners of the Company, this agreement falls under the State of Michigan Conflict of Interest Statute. The following information is provided in compliance with statutory requirements:

1. Parties to the agreement are the Regents of the University of Michigan and FlexDex, LLC.
2. The terms of the Agreement conform to University policy. The period of performance for the project is approximately six (6) months. The amount of funding support is anticipated at \$26,061. Since research projects are often amended, these agreements include provisions for changes in time, amount, and scope of each supported project. University procedures for approval of these changes will be followed and additional conflict of interest review will be done as appropriate.
3. The pecuniary interests arise from the fact that University of Michigan employees, James Geiger and Shorya Awtar, are partial owners of FelxDex, LLC.

### **Option Agreement between the University of Michigan and Hygratek, LLC**

The Regents unanimously approved an agreement with Hygratek, LLC (the “Company”) to obtain a license agreement with the University’s rights associated with the following technologies: UM OTT File No. 4695, entitled: “Membranes for Liquid-Liquid Separation, ” UM OTT File No. 5319, entitled: “Electric Field Driven On-Demand Separation of Oil-Water Mixtures,” and UM OTT File No. 5826, entitled: Silane Based Surfaces with Extreme Wettabilities.”

Because Professor Anish Tuteja, University of Michigan employee, and also partial owner of the Company, this agreement falls under the State of Michigan Conflict of Interest Statute. The following information is provided in compliance with statutory requirements:

1. Parties to the agreement are the Regents of the University of Michigan and Hygratek, LLC.
2. Agreement terms include granting the Company an option to obtain an exclusive license with the right to grant sublicenses. The Company will pay an option fee and reimburse patent costs.  
  
The University will retain ownership of the optioned technology and may continue to further develop it, and use it internally. No use of University services or facilities, nor any assignment of University employees is obligated or contemplated under the Agreement. Standard disclaimers of warranties and indemnification apply, and the Agreement may be amended by consent of the parties, such as adding related technology. University procedures for approval of these changes will be followed and additional conflict of interest review will be done as appropriate.
3. The pecuniary interests of Dr. Tuteja arise from his ownership interest in Hygratek, LLC.

### **Subcontract Agreement between the University of Michigan and ImBio, LLC**

The Regents unanimously approved an agreement with ImBio, LLC to fund a NSF (prime) SBIR Phase I & II project entitled “Imaging Biomarker for Early Assessment of BOS” (ORSP #13-PAF05392) in the Department of Radiology.

Because Professors Brian Ross and Alnawaz Rehemtulla, University of Michigan employees, are also partial owners of the Company, this agreement falls under the State of Michigan Conflict of Interest Statute. The following information is provided in compliance with statutory requirements:

1. Parties to the agreement are the Regents of the University of Michigan and ImBio, LLC.
2. The terms of the Agreement conform to University policy. The period of performance for the project is approximately four and a half (4.5) years. The amount of funding support will not exceed \$1,014,995.
3. The pecuniary interests arise from the fact that University of Michigan employees, Brian Ross and Alnawaz Rehemtulla, are partial owners of ImBio, LLC.

### **Option Agreement between the University of Michigan and Maize Analytics**

The Regents unanimously approved an agreement with Maize Analytics (the “Company”) to obtain a license agreement with the University’s rights associated with the following technologies: UM OTT File No. 5060, entitled: “Explanation-Based Auditing.”

Because Dr. Daniel Fabbri, University of Michigan employee, is also partial owner of the Company, this agreement falls under the State of Michigan Conflict of Interest Statute. The following information is provided in compliance with statutory requirements:

1. Parties to the agreement are the Regents of the University of Michigan and Maize Analytics.
2. Agreement terms include granting the Company an exclusive option to obtain an exclusive license. The Company will pay an option fee and reimburse patent costs, if any.



The University will retain ownership of the licensed technology and may continue to further develop it use it internally. No use of University services or facilities, nor any assignment of University employees is obligated or contemplated under the Agreement. Standard disclaimers of warranties and indemnification apply, and the Agreement may be amended by consent of the parties, such as adding related technology. University procedures for approval of these changes will be followed and additional conflict of interest review will be done as appropriate.

2. The pecuniary interests of Dr. Fabbri arise from his ownership interest in Maize Analytics.

### **Option Agreement between the University of Michigan and Perception Analytics & Robotics LLC**

The Regents unanimously approved an agreement with Perception Analytics & Robotics, LLC (the “Company”) to obtain a license agreement with the University’s rights associated with the following technologies: UM OTT File No. 5601, entitled: “Collision Avoidance System for Monitoring a Digging Excavator’s Proximity to Invisible Underground Assets; ” UM OTT File No. 5607, entitled: “KEG Tracker: A Hybrid Marker and Algorithms for High-Precision 3D Pose Estimation of Mobile Cameras;” and UM OTT File No. 5627, entitled: “Algorithm and Software for Ubiquitous, Multi-Sensory Localization of Mobile Asset in Unstructured Environments;” UM OTT File No. 5628, entitled: “Algorithms and Software for Implementing Real-Time Occlusion in Augmented Reality Visualizations;” UM OTT File No. 5629, entitled: “Reusable and Extensible Software Framework for Augmented Reality Applications;” UM OTT File No. 5630, entitled: “Mobile Hardware Platform Augmented Reality Applications;” UM OTT File No. 5811, entitled: “Displaying Buried Utility Locations in Excavator Cabin Using Geo-Referenced Augmented Reality;” and UM OTT File No. 5820, entitled: “3D Pose Estimation of Articulated Earth Excavating Machine in Real-Time Using Networked Cameras.”

Because Drs. Vineet Kamat, Suyang Dong and Manu Akula, University of Michigan employees, and also partial owners of the Company, this agreement falls under the State of

Michigan Conflict of Interest Statute. The following information is provided in compliance with statutory requirements:

1. Parties to the agreement are the Regents of the University of Michigan and Perception Analytics & Robotics LLC.
2. Agreement terms include granting the Company an option to further evaluate the subject technology and, upon meeting specific milestones, the ability to negotiate an exclusive license with the right to grant sublicenses. The Company will pay an option fee to the University.

The University will retain ownership of the optioned technology and may continue to further develop it, and use it internally. No use of University services or facilities, nor any assignment of University employees is obligated or contemplated under the Agreement. Standard disclaimers of warranties and indemnification apply, and the Agreement may be amended by consent of the parties, such as adding related technology. University procedures for approval of these changes will be followed and additional conflict of interest review will be done as appropriate.

3. The pecuniary interests of Drs. Kamat, Dong and Akula arise from their ownership interest in Perception Analytics & Robotics LLC.

#### **Research Agreement between the University of Michigan and PsiKick, Inc.**

The Regents unanimously approved an agreement with PsiKick, Inc. (the “Company”) to support a project in the Department of Electrical Engineering and Computer Science in the College of Engineering to develop prototype wireless sensor nodes to demonstrate the capabilities of the ultra-low power radio technology that has been developed by the University and licensed to the Company.

Because Professor David Wentzloff, University of Michigan employee, is also partial owner of the Company, this agreement falls under the State of Michigan Conflict of Interest Statute. The following information is provided in compliance with statutory requirements:

1. Parties to the agreement are the Regents of the University of Michigan and PsiKick, Inc.
2. The terms of the agreement conform to University policy. The period of performance for the project is eight (8) months. The amount of funding support is \$30,000.
3. The pecuniary interest of Dr. Wentzloff arises from his ownership interest in PsiKick, Inc.

## **Approval of Guidelines for In-State Tuition**

Provost Pollack said the recommended revisions seek to accomplish three things: first, simplify the process for establishing eligibility for in-state tuition by making the guidelines easier to understand; second, expand the ways in which veterans may qualify for in-state tuition; and third, provide an alternative test for establishing eligibility for in-state tuition based on attendance at Michigan high schools and Michigan middle or junior high schools, and matriculation at the University of Michigan within 28 months of high school.

President Coleman asked for comments on the proposed in-state tuition guidelines before the vote.

Regent Darlow moved the approval of the guidelines, and expressed her appreciation for the UM students saying “I believe it was in the fall of 2011 that the Coalition for Tuition Equity got started and brought these issues, which I don’t think any of the regents were aware of, to our attention. I remember Regent White and I meeting with the group in April of 2012, and throughout his period there were wonderful speakers who came and spoke so movingly to us about the importance of these changes and the need for these changes, building support with organization after organization on campus. I think they’ve just done an impressive and a distinguished job, and they have done it with dignity combined with passion, that many of us admire so much. Most wonderful is that all of you students and other supporters are doing it not for yourselves, but for other people, and also to ensure that this university continues to be the special university it always has been. That feature of your efforts is particularly great.”

Regent Bernstein said: “I have been looking forward to this moment since I joined the board. There are many good reasons to support these tuition reforms: to simplify and streamline

the admissions process for all students; to honor veterans like Josh who spoke just a minute ago, no matter where they live or served, which will make this university a destination of choice for our veterans; to create essentially a right-of-return for Michigan residents who leave Michigan but want to return for the best education in the world; and to stimulate economic development by attracting and retaining exceptional students.

“For me, to not address the impact of these changes on undocumented students would do two things: First, I would miss an opportunity to express my own personal values that have motivated my work on this issue, and second I would miss an opportunity to reaffirm the values of this great public university as I see them. There are very few moments when strands of history weave together, and for me today is one of those extraordinary moments. This university has always been a place with a profoundly important public mission from its very beginning, but it was already an old place when my family arrived in this country. Its treasures were far beyond their reach. About a century ago I would have been an undocumented student, and I’m pretty sure many of the people sitting at this table would as well, no different from the students we are discussing today, who are simply struggling to make a new life, working for a better future for themselves, their families and their communities. This university has always been a ladder of opportunity for students and their families. A century ago, those students had names like Bernstein, and Bendit, and Nelson and they found here at this university a public university that welcomed them and literally launched their lives. Today, our essential mission remains the same. Now a new generation with names like Contreras, Martinez and Gau and Achneed come to us with the same hopes and dreams, and they are asking this university for the same thing that my family sought, which was for us to help breathe life into their American dream. They ask for nothing more and they deserve nothing less from us as a board.”

Regent Richner said, "I also wish to express my appreciation to those who have been involved in putting these guidelines together but, I still have questions regarding the policy and legal implications and will be voting no."

Regent Bernstein seconded the motion, and the regents approved the revised in-state tuition guidelines as presented, with Regents Bernstein, Darlow, Deitch, Diggs, Ilitch, and White in favor, and Regents Newman and Richner opposed.

### **Adjournment**

There being no further business, the meeting was adjourned at 4:30 p.m. The next meeting will take place on September 19, 2013.