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February 12, 2018

Joshua W. Beasley
Investigative Attorney
Office of the Inspector General
30 East Broad Street, Suite 2940
Columbus, Ohio 43215

RE: Wright State University Response to Ohio Inspector General's Report of December 12, 2017

Dear Mr. Beasley:

Attached please find Wright State University's Response to the Ohio Inspector General's Report that was issued on December 12, 2017.

Please let me know if any further information is required or if there are any questions.

Sincerely,

Larry Y. Chan
Vice President for Legal Affairs/General Counsel
and Secretary to the Board of Trustees

cc Cheryl B. Schrader, President
Doug Fecher, Chair Board of Trustees
Pamela Vest Boratyn, General Counsel Ohio Attorney General
Bill Mattes, Special Counsel
Dennis Andersh, Executive Director WSARC
Suzanne Sumner, Attorney for WSARC

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INSPECTOR GENERAL



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**WRIGHT STATE UNIVERSITY'S RESPONSE TO
THE OHIO INSPECTOR GENERAL'S RECOMMENDATIONS
CONTAINED IN THE REPORT OF DECEMBER 12, 2017**

On December 12, 2017 the Ohio Inspector General (OIG) issued a Report of Investigation addressing the dealings between Wright State University and The Ron Wine Consulting Group. Following the OIG's finding of reasonable cause to believe a wrongful act or omission occurred in the billings of Wright State University by The Ron Wine Consulting Group, the OIG made certain recommendations to the University and requested a response by the University within 60 days of the Report with a plan on how the OIG's recommendations would be implemented. The University's General Counsel, Larry Y. Chan who is responding to the OIG's request on behalf of the President and the University, submits that the OIG's recommendations have in large part, already been implemented as set forth below.

OIG RECOMMENDATIONS

- 1. Consider implementing an affiliation agreement between the university and WSRI and/or WSARC, to better establish a demarcation in finances, duties, and responsibilities.**

University Response:

The University has already executed an affiliation agreement between the University and WSARC on October 23, 2017 (attached as Exhibit A), pursuant to the University's newly adopted Affiliated Entities policy that was approved by the Board of Trustees in 2016 (attached as Exhibit B).

- 2. Consider establishing independent leadership and financial accounts for affiliated entities, such as WSARC, creating a wall between the university and the affiliated entity.**

University Response:

WSARC is already an independent 501(c)(3) organization separate and apart from the University with its own independent Board of Directors. WSARC also maintains its own finances and financial accounts which do not rely upon the University for financial support as required in the University's Policy on Affiliated Entities.

3. Consider staffing affiliated entities with their own staff, instead of allowing university employees to staff independent affiliated entities.

University Response:

WSARC is staffed by University employees consistent with best practices and the industry norm that are in place at many national universities including Georgia Tech, whose GTARC forms the basis that WSARC is modeled after.

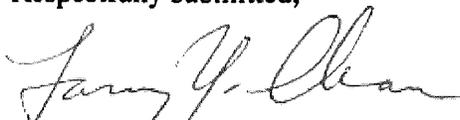
4. Consider hiring outside legal counsel to represent affiliated entities to offer independent advice on contract terms, instead of using university general counsel.

University Response:

WSARC has already engaged outside legal counsel, Taft, Stettinius and Hollister, LLP to advise WSARC on legal matters including contract terms. Taft was engaged as outside legal counsel in September, 2015 in consultation with the Ohio Attorney General's office.

If there are further questions regarding the University's responses to the OIG's recommendations please do not hesitate to contact me.

Respectfully submitted,



Larry Y. Chan
Vice President for Legal Affairs/General Counsel
and Secretary to the Board of Trustees