

# **A FACULTY MEMBER OWNS A COMPANY: WHAT NEXT?**

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- A faculty member makes a discovery, or develops a technology
- First thing – Disclose to OTC
- License back discovery or technology
- Remember Purdue ‘owns’ intellectual property (IP)

# **FACULTY RESPONSIBILITY?**

- Request permission to participate in a Reportable Outside Activity
  - Disclose to VPEC
  - Approved by Unit Head
  - and Dean

- Does the intellectual activity of the company overlap the intellectual and academic responsibilities of the faculty member?
- Yes or No -- Determination is made by consulting the Conflict of Interest (COI) program, within the EVPRP.

- Dr. Voichita Dadarlat, Assistant VP for Research
  - Develop and implement a management plan for the faculty member

## **GENERAL GUIDELINES FOR A MP**

- Oversight Manager (Dept. or Unit Head).
- No Purdue resources and/or facilities used in support of outside activity, unless established by contract or recharge center company rates.
- Grad students, funded by Purdue, should not be involved in company work.

# PROCUREMENT

- State law prohibits Purdue from purchasing goods or services from companies owned by Purdue staff or faculty.
- BoT must grant an exception.
- VPEC processes paper work for exception. Plenty of lead time needed.

## **HOW CAN YOU KNOW ABOUT THIS?**

- Ask to view Management Plan data base.
- Double check with requester for goods or services.

# **COMPANY WRITES GRANT TO FEDERAL AGENCIES**

- Part of grant proposes to sub-contract work to faculty member at Purdue.
- What are the budget ramifications?

- Purdue should not subsidize company
  - Fully-costed budget
    - PI salary commensurate with effort.
    - Exceptions (NSF)
    - F&A

**COMPANY IS SUCCESSFUL!!!!  
IT HAS RECEIVED A GRANT FROM NSF  
OR NIH**

# CHECKLIST

- Current ROA?
- Management Plan – is it required and is it in place?