THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Approved by the Regents
February 14, 2008

Subject: University of Michigan Hospitals and Health Centers
Briarwood 2 and 4 Renovations

Action
Requested: Approval to Proceed with Project

Background:

The University of Michigan Hospitals and Health Centers (UMHHC) operations at the
Briarwood complex support its commitment to provide high-quality, cost-effective health care in the
community. The approximately 15,700 gross square foot Briarwood 2 building currently houses
Cardiovascular Medicine and Metabolism, Endocrinology and Diabetes clinics, and the approximately
13,600 gross square foot Briarwood 4 building houses pediatric and adult medical rehabilitation
(MedRehab) services. The UMHHC proposes renovations to these buildings that will correct deficiencies
related to building integrity, safety and security, patient confidentiality, space constraints, and finishes.

A renovation of approximately 5,800 gross square feet of currently vacant space at
Briarwood 2 will create clinical and support spaces, add a vestibule on the north side of the building, and
upgrade the facility's heating, ventilation and air conditioning (HVAC) infrastructure. A renovation of
approximately 13,900 gross square feet of space in Briarwood 4 will reconfigure existing spaces to improve
patient confidentiality and provide the optimal space required for physical and occupational therapies. In
addition, infrastructure improvements at Briarwood 4 will include a new security and surveillance system,
fire detection, alarm and suppression systems, new HVAC controls, and new windows. As part of this
project the Pediatric Day Treatment program and other Pediatric therapy services at Briarwood 4 will be
relocated to the renovated space at Briarwood 2, and the MedRehab program will be expanded into the
renovated space at Briarwood 4, including creation of integrated therapy units aimed at improving the
MedRehab program’s competitive position with other programs in the area. The scope of this project
includes the architectural, mechanical and electrical work necessary to accomplish these improvements.
There will be no impact on parking due to this project.

The estimated cost of the project is $4,775,000. Funding will be provided from Hospitals and Health Centers’ resources. The construction cash flow may be provided, all or in part, by increasing the
commercial paper issuance under the commercial paper program, secured by a pledge of General Revenues,
and authorized by the Regents. The architectural firm of A3C will design the project. A phased construction
schedule is planned in order to minimize disruption to patient care, with construction scheduled to be
completed in Summer 2009.

We recommend that the Regents approve the Briarwood 2 and 4 Renovations project as
described, authorize commissioning the architectural firm of A3C for its design, and authorize issuing the
project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,

Robert M. Kelch  Timothy P. Slottow
Executive Vice President  Executive Vice President and
for Medical Affairs  Chief Financial Officer

February 2008