Subject: School of Nursing Building Interior Upgrades

Action Requested: Approval to Proceed with Project

Background:

The School of Nursing Building consists of three wings constructed in 1913, 1923, and 1940. Originally part of the St. Joseph Mercy Hospital complex, the approximately 140,000 gross square foot building was purchased by the University in 1977 and occupied by the School of Nursing in 1980. While some adaptive renovation occurred between 1980 and 1990 to accommodate the change in function, only minimal changes occurred to the finishes and infrastructure. A renovation of approximately 31,000 gross square feet is planned that will repair and restore deteriorated interior finishes, doors, mechanical and electrical equipment, and lighting on the ground, first, and second floors, and minor remodeling to offices and a kitchenette on the third and fourth floors. The scope of this project includes the architectural, mechanical and electrical work necessary to accomplish these improvements. There will be no impact on parking from this project.

The estimated cost of the project is $2,000,000. Funding will be provided from School of Nursing resources and investment proceeds. 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 University of Michigan Department of Architecture, Engineering and Construction will design the project. Construction is scheduled to be completed in Fall 2008.

We recommend that the Regents approve the School of Nursing Building Interior Upgrades project as described, and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,

Timothy P. Slottow
Executive Vice President and Chief Financial Officer

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