THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Subject: University of Michigan Hospitals and Health Centers
University Hospital and University Hospital South
Renovations for Magnetic Resonance Imaging Suite Expansion

Action Requested: Approval to Proceed with Project

Background:

In order to improve patient access to specialty imaging services and reduce times to diagnosis and treatment, this project will expand the magnetic resonance imaging (MRI) suite on level B2 of University Hospital. A renovation of approximately 11,000 gross square feet of space adjacent to the existing MRI suite is planned that will add a new MRI scanner and associated support space as well as shelled space for an additional MRI at a later date. The project will also enlarge patient reception, waiting areas and provide patient changing rooms, preparation rooms, toilet rooms, a consultation room, equipment room, and storage space.

As a pre-move to accommodate the new MRI’s and supporting spaces, existing support service shops including maintenance, offices, equipment storage and laundry will be relocated to level 1 of University Hospital South (the old C.S. Mott Children’s Hospital). There, other support services including Environmental Services and Construction Services will be consolidated in a 21,000 gross square foot renovation project.

The scope of these projects includes the architectural, electrical, and mechanical work necessary to accomplish these improvements. There will be no impact on parking from this project. A Certificate of Need will be required from the State of Michigan Department of Community Health for this project.

The estimated cost of the project is $10,000,000. Funding will be provided from Hospitals and Health Centers’ resources. The construction cash flow may be provided, all or in part, by bond proceeds or increasing the commercial paper issuance under the commercial paper program, secured by a pledge of General Revenues, and authorized by the Board of Regents. The architectural firm of Integrated Design Solutions will design the project. The project is expected to provide an average of 14 on-site construction jobs. Construction is scheduled to be completed in the summer of 2016.

We recommend that the Board of Regents approve the University of Michigan Hospitals and Health Centers University Hospital and University Hospital South Renovations for Magnetic Resonance Imaging Suite Expansion project as described, authorize commissioning the architectural firm of Integrated Design Solutions for its design, and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,

Michael M.E. Johns
Interim Executive Vice President
for Medical Affairs

February 2015

Douglas L. Strong
Interim Executive Vice President and
Chief Financial Officer

Approved by the Regents
February 19, 2015