Subject: University of Michigan Hospitals and Health Centers
University Hospital
Unit 7A Renovation for Inpatient Bed Expansion

Action Requested: Approval to Proceed with Project

Background:

This project is one of several initiatives that support a cost-effective response to sustained high inpatient bed utilization at University Hospital. A renovation of approximately 2,000 gross square feet of unoccupied laboratory space is planned that will create five private inpatient rooms and a nurse station within Unit 7A of University Hospital. The scope of this project includes the architectural, electrical, and mechanical 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 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 four on-site construction jobs. Construction is scheduled to be completed in the fall of 2016.

We recommend that the Board of Regents approve the University of Michigan Hospitals and Health Centers University Hospital Unit 7A Renovation for Inpatient Bed 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,

Marschall S. Runge
Executive Vice President for Medical Affairs and
Dean, Medical School

Kevin P. Hegarty
Executive Vice President and
Chief Financial Officer

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