THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Subject: University of Michigan Hospitals and Health Centers
Livonia Center for Specialty Care
Otolaryngology and Urology Leasehold Improvements

Action Requested: Approval to Proceed with Project

Background:

The Livonia Center for Specialty Care (LCSC) has been open since January of 1996 and offers a variety of patient care services. With the opening of the Northville Health Center, several specialties have relocated, providing vacant space and an opportunity to expand the Otolaryngology and Urology services at LCSC. A renovation of approximately 7,000 square feet is planned that will allow Otolaryngology and Urology to recruit additional faculty, improve patient access, accommodate improved operational flows, and install new technologies. 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 $1,800,000. 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 project is expected to provide an average of five on-site construction jobs. Construction will be managed by the lessor and is scheduled to be completed in the fall of 2015.

We recommend that the Board of Regents approve the University of Michigan Hospitals and Health Centers Livonia Center for Specialty Care Otolaryngology and Urology Leasehold Improvements project as described.

Respectfully submitted,

Marschall S. Runge
Executive Vice President for Medical Affairs

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

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