ACTIONS REQUEST

Subject: University of Michigan Hospitals and Health Centers
        Parkview Medical Center and Scott and Amy Prudden Turner Memorial Clinic
        Building Demolition Project

Requested: Approval to Proceed with Project

Background:

The University of Michigan Hospitals and Health Centers (UMHHC) proposes to
demolish the Parkview Medical Center and Scott and Amy Prudden Turner Memorial Clinic
buildings. The demolition of these buildings has been in our master plan for several years and is
possible because the clinical functions are now housed in the W. K. Kellogg Eye Center and
Brehm Tower. The buildings no longer meet the needs of the UMHHC and are not conducive to
reuse for clinical or office functions. This project will demolish both buildings, renovate the
existing easterly portion of the W. K. Kellogg Eye Center that connects to these buildings,
including a new point of entry, and expand the parking lot. The scope of this project includes the
architectural, mechanical and electrical work necessary to accomplish these improvements.
Although there will be a temporary loss of the spaces in the adjacent parking lot during
construction, at project completion there will be a net increase of approximately 75 parking
spaces.

The estimated cost of the project is $5,000,000. 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 Board of Regents. The architectural firm
of SmithGroup will design the project. Construction is scheduled to be completed in the fall of
2012.

We recommend that the Board of Regents approve the University of Michigan
Hospitals and Health Centers Parkview Medical Center and Scott and Amy Prudden Turner
Memorial Clinic Building Demolition Project as described, authorize commissioning the
architectural firm of SmithGroup for its design, and authorize issuing the project for bids and
awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,

Ora Hirsch Pescovitz
Executive Vice President
for Medical Affairs

Timothy P. Slottow
Executive Vice President and
Chief Financial Officer

June 2011
Attachment
University of Michigan
Parkview / Turner Demolition

- U-M building: existing
- U-M property
- U-M building to be demolished
- Project area