Subject: University Human Resources

Union Activity

University of Michigan Skilled Trades-
Interest Based Bargaining (IBB) negotiations began May 19, 2008 on our current collective bargaining agreement. As of June 30th we have had ten negotiation sessions, and have seven more sessions currently scheduled before the July 31, 2008 expiration date. Reasonable progress is being made on the parties' non-economic issues.

Michigan Nurses Association & The University of Michigan Professional Nurse Council (MNA)-
Negotiations continue with a goal of completing the negotiations by the first week in August. We are in the process of obtaining an extension of the current contract which expires June 30, 2008.

Respectfully submitted,

Timothy P. Slottow
Executive Vice President and Chief Financial Officer

July 2008