

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Approved by the
Regents
July 16, 2015

Subject: University of Michigan Hospitals and Health Centers
Samuel and Jean Frankel Cardiovascular Center
Hybrid Cardiac Catheterization Laboratory and Operating Room

Action Requested: Approval to Proceed with Project

Background:

The Samuel and Jean Frankel Cardiovascular Center (CVC) opened in 2007, focusing on cardiovascular disease clinical care, research, and teaching. There has been a shift recently from open-heart surgical valve repair to catheter-based technologies that has resulted in better clinical outcomes, shorter inpatient stays, and reduced recovery time for patients. This approach to cardiac care is predicted to continue to increase. Hybrid operating rooms have flexible uses, allowing clinical care teams to perform open surgeries, catheter-based procedures or complex multi-specialty procedures in the same room. This project will renovate approximately 11,000 gross square feet of space on Level 2A to convert space to a hybrid cardiac catheterization operating room with laboratory and associated support spaces. 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. 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 \$14,800,000. Funding will be provided from Hospitals and Health Centers' resources and gifts. 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 Niagara Murano will design the project. The project is expected to provide an average of 13 on-site construction jobs. Construction is scheduled to be completed in the spring of 2017.

We recommend that the Board of Regents approve the University of Michigan Hospitals and Health Centers Samuel and Jean Frankel Cardiovascular Center Hybrid Cardiac Catheterization Laboratory and Operating Room project as described, authorize commissioning the architectural firm of Niagara Murano 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



Kevin P. Hegarty
Executive Vice President and
Chief Financial Officer

July 2015