Subject: University of Michigan Hospitals and Health Centers
River Place Offices
Leasehold Improvements for Ophthalmology

Action Requested: Approval to Proceed with Project

Background:

Currently there are two ophthalmology locations leased in Ypsilanti. To improve access and efficiency of patient care, this project will consolidate these separate offices into one clinic site. The River Place Offices building at 1974 North Huron River Drive in Ypsilanti has been identified as a suitable location that will fulfill the Ophthalmology Department’s quality and space needs. The renovation of approximately 7,400 square feet of space will provide exam and testing rooms, a waiting area, offices, and support spaces. The scope of this project includes the architectural, mechanical, and electrical work necessary to accomplish these improvements. There will be no impact on parking from this project.

The estimated cost of the project is $1,148,000. 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. Construction will be managed by the lessor and is scheduled to be completed in the winter of 2012.

We recommend that the Board of Regents approve the University of Michigan Hospitals and Health Centers River Place Offices Leasehold Improvements for Ophthalmology project as described.

Respectfully submitted,

Ora Hirsch Pescovitz
Executive Vice President
for Medical Affairs

September 2011

Timothy P. Slottow
Executive Vice President and
Chief Financial Officer