

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Approved by the Regents
September 19, 2013

Subject: University of Michigan Health System
1000 East Oakbrook Drive, Ann Arbor, Michigan
Leasehold Improvements for Development and Alumni Relations

Action
Requested: Approval to Proceed with Project

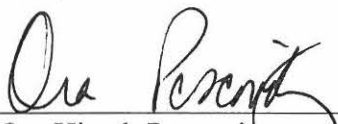
Background:

The University of Michigan Health System development and alumni relations offices are currently housed in leased space at 1000 East Oakbrook Drive in Ann Arbor. To accommodate increased space needs due to the upcoming multi-year fundraising campaign, this project involves improvements to the existing space and expansion into an additional 1,329 square feet of space. 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.

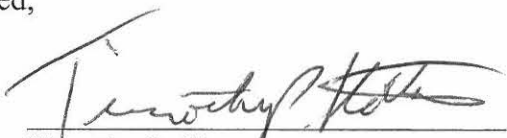
The estimated cost of the leasehold improvements, furniture, moveable equipment, and related expenses is \$1,498,560. Funding will be provided from University of Michigan Health System resources. The construction cash flow may be provided, all or in part, by bond proceeds or increasing the commercial paper issuance under the commercial paper program, secured by a pledge of General Revenues, and authorized by the Board of Regents. Construction will be managed by the lessor and is scheduled to be completed in the fall of 2014.

We recommend that the Board of Regents approve the University of Michigan Health System 1000 East Oakbrook Drive, Ann Arbor, Michigan, Leasehold Improvements for Development and Alumni Relations projects as described.

Respectfully submitted,



Ora Hirsch Pescovitz
Executive Vice President
for Medical Affairs



Timothy P. Slottow
Executive Vice President and
Chief Financial Officer

September 2013