

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

Received by the Regents
December 17, 2015

ITEM FOR INFORMATION

Subject: University Real Estate Policy
Annual Report on Leases Exceeding 50,000 Square Feet

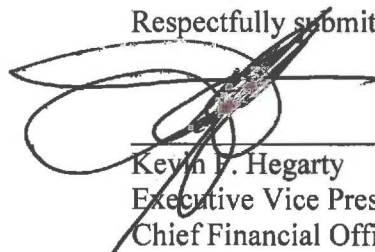
Background:

A requirement of the university's real estate policy is to provide annually an item for information to the Board of Regents for all situations where the total square footage being leased in a particular building or in a related complex of buildings exceeds 50,000 square feet.

At the end of fiscal year 2015, the university's commercial leasing portfolio contains seven locations where various university departments are leasing more than 50,000 square feet. These include:

- 264,741 gross square feet at the Domino's Farms complex, 24 Frank Lloyd Wright Drive, Ann Arbor, Michigan, is leased from Domino's Farms for use by various University of Michigan Health System (UMHS) departments, including Sports Medicine, Plastic Surgery, Preventive Cardiology, and various Medical School groups, including Internal Medicine.
- 125,815 gross square feet at the KMS Building, 3621 South State Street, Ann Arbor, Michigan, is leased from State 94 Properties LLC for Hospital Clinical Billing and other UMHS groups.
- 100,000 gross square feet at 39901 Traditions Drive in Northville, Michigan, is leased from REIS-Northville LLC for the UMHS Northville Health Center.
- 70,754 gross square feet at 325 East Eisenhower Parkway, Ann Arbor, Michigan, is leased from Burlington Property LLC for use by Physical Medicine and Rehabilitation and Spine Rehabilitation.
- 63,920 gross square feet at 2301 Commonwealth Boulevard, Ann Arbor, Michigan, is leased from First Properties Associates for use by various UMHS groups.
- 52,682 gross square feet at 1000 Victors Way, Ann Arbor, Michigan, is leased from Atrium II Associates, LLC for use by the Shared Services Center.
- 51,534 gross square feet at 1051 North Canton Center Road, Canton, Michigan, is leased from Saltz Center for the UMHS Canton Health Center.

Respectfully submitted,



Kevin F. Hegarty
Executive Vice President and
Chief Financial Officer

December 2015