

THE UNIVERSITY OF MICHIGAN  
REGENTS COMMUNICATION

ACTION REQUEST

Approved by the Regents  
February 14, 2008

Subject: University of Michigan Hospitals and Health Centers  
C.S. Mott Children's Hospital  
Moderate Care Expansion

Action

Requested: Approval to Proceed with Project

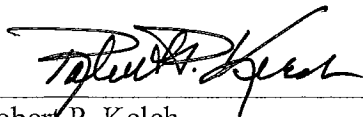
Background:

From June 2007 through October 2007, intensive care unit (ICU) occupancy at C.S. Mott Children's Hospital has been 85-95 percent and neonatal ICU occupancy 88-99 percent. The high occupancy is impacting the hospital's ability to accept transfer patients and manage overall patient flow. A renovation of approximately 2,200 gross square feet is planned that will add an incremental three beds to create a six-bed moderate care unit on level five at Mott. The Child Life Activity Center on level five will be relocated to a visitor lounge and play space on the same floor, and the vacated space and an adjacent three-bed standard care patient room will be reconfigured to create the two-room unit with a six-bed patient room and associated support 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 project is \$1,450,000. 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 Regents. The architectural firm of DSA Architects will design the project. A phased construction schedule is planned in order to minimize disruption to patient care, with construction to be completed in Fall 2008.

We recommend that the Regents approve the C.S. Mott Children's Hospital Moderate Care Expansion project as described, authorize commissioning the architectural firm of DSA Architects for its design, and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,



Robert P. Kelch  
Executive Vice President  
for Medical Affairs



Timothy P. Slottow  
Executive Vice President and  
Chief Financial Officer

February 2008