THE UNIVERSITY OF MICHIGAN REGENTS COMMUNICATION

ACTION REQUEST

Subject:Michigan MedicineUniversity Hospital SouthCentral Sterile Processing Department Scope Reprocessing Center

<u>Action</u> <u>Requested</u>: Approval to Proceed with Project

Background:

Currently there are multiple sites within the University of Michigan Medical Center where scopes are reprocessed. This project will renovate approximately 6,300 gross square feet of underutilized space on Level 3 of University Hospital South to create space for the Central Sterile Processing Department to efficiently clean and process instruments for sterilization. This project will create significant process efficiencies for scope sterilization leading to improved operational outcomes. 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.

The estimated cost of the project is \$5,100,000. Funding will be provided from 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. The architectural firm of Ann Arbor Architects Collaborative will design the project. The project is expected to provide an average of six on-site construction jobs. Construction is scheduled to be completed in the spring of 2018.

<u>We recommend</u> that the Board of Regents approve the Michigan Medicine University Hospital South Central Sterile Processing Department Scope Reprocessing Center project as described and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,

Manuel S. Her

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