

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

GAIN EXH	MOTION <i>Brandon</i>
	SECOND <i>McGowan</i>
	ACTION APPROVED BY THE REGENTS
NOTE:	MAR 17 2005

ACTION REQUEST

Subject: University of Michigan Hospitals and Health Centers (UMHHC)
Food Service Equipment Replacement and Galley Renovation

Action Requested: Approval to Proceed with Project

Background:

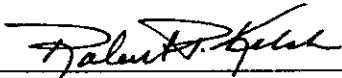
This project addresses food quality and safety in University Hospital and C. S. Mott Children's Hospital. Current food storage, preparation, and delivery equipment is aging, requires a high rate of repair, and new equipment is necessary to meet Food and Drug Administration requirements. The galleys will be renovated to update food preparation and storage areas, and new refrigeration, cooking, and patient tray delivery and warming equipment will be installed.

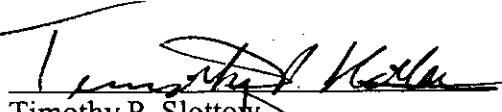
An approximately 1,300 gross square foot renovation is proposed. The scope of this project includes the architectural, mechanical and electrical work necessary to accomplish these improvements. There will be no impact on parking from this project.

The estimated cost of the project is \$2,740,000, including \$1,745,000 in specialized food service equipment. Funding will be provided from Hospitals and Health Centers' resources. Initially, the project may be financed 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 Ann Arbor Architects Collaborative will design the project. Construction is scheduled to be complete in Fall 2005.

We recommend the Regents approve the University of Michigan Hospitals and Health Centers - Food Service Equipment Replacement and Galley Renovation project as described 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

March 2005