

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Subject: University of Michigan Hospitals and Health Centers
University Hospital South
Air Handling Unit Upgrades

Action
Requested: Approval to Proceed with Project

Background:

Due to the age of the air handling equipment that serves University Hospital South, more frequent maintenance issues have arisen. This project will recondition the remaining air handling units that have not been upgraded in previous projects for improved environmental control, reliability, and energy efficiency. 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 \$2,700,000. Funding will be provided from Hospitals and Health Centers' 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 Fishbeck Thompson Carr & Huber will design the project. The project is expected to provide an average of 10 on-site construction jobs. Construction is scheduled to be completed in the spring of 2017.

We recommend that the Board of Regents approve the University of Michigan Hospitals and Health Centers University Hospital South Air Handling Unit Upgrades project as described, authorize commissioning the architectural firm of Fishbeck Thompson Carr & Huber for its design, and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,



Marschall S. Runge
Executive Vice President for
Medical Affairs



Kevin P. Hegarty
Executive Vice President and
Chief Financial Officer

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