

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION
ACTION REQUEST

Subject: University of Michigan Health
University Hospital
Pneumatic Tube Expansion

Action
Requested: Approval to Proceed with Project

Background:

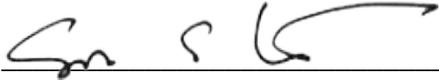
The pneumatic tube system connects several clinical care facilities on the Medical Campus to transport materials between buildings. This project will expand the pneumatic tube infrastructure within University Hospital for the future connection to the new Pavilion. This project will address modifications needed to the existing pneumatic tube infrastructure, construct a new interchange within University Hospital, and provide new power and data connections necessary to support the system. 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 \$6,500,000. Funding will be provided from University of Michigan Health 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 Integrated Design Solutions will design the project. The project is expected to provide an average of nine on-site construction jobs. Construction is scheduled to be completed in the spring of 2024.

We recommend that the Board of Regents approve the University Hospital Pneumatic Tube Expansion project as described 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 and
Dean, Medical School


Geoffrey S. Chatas
Executive Vice President and
Chief Financial Officer

September 2022