Subject: University of Michigan Health Courtyard Infrastructure Improvements and Restoration

Action Requested: Approval to Proceed with Project

Background:

This infrastructure project will address improvements to the courtyard located between University Hospital, the Towsley Center and the Med Inn. The underground work will include the replacement of 1,200 feet of a sixty year old twelve-inch domestic water supply pipe, water service connections to several buildings, reinforcement of a tunnel designed to withstand heavy loads for emergency vehicles such as fire trucks, and underground electrical supply for pedestrian lighting. Restoration work will include the replacement of pavement and handrails to be fully compliant with ADA, and replacement of pedestrian lighting with energy efficient LED lights. There will be no impact on parking from this project.

The estimated cost of the project is $4,700,000. Funding will be provided from reserves and Utility 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 Beckett & Raeder will design the project. The project is expected to provide an average of 12 on-site construction jobs. Construction is scheduled to be completed in the winter of 2024.

We recommend that the Board of Regents approve the University of Michigan Health Infrastructure Improvements and Restoration project as described and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,

Geoffrey S. Chatas
Executive Vice President and
Chief Financial Officer

December 2022