THE UNIVERSITY OF MICHIGAN REGENTS COMMUNICATION

ACTION REQUEST

Subject:

University of Michigan Hospitals and Health Centers (UMHHC)

HomeMed Office Space Expansion Project

Action

Requested:

Approval to Proceed with Project

Background:

The University of Michigan Hospitals and Health Centers (UMHHC) provide care to inpatients, outpatients and those who require care in a home setting. The homecare service entity consists of three clinical services, including home infusion pharmacy and nursing, durable medical equipment for medical/surgical supply and respiratory services, and customized wheelchair fitting and fabrication. The homecare unit is located in multiple sites, with its primary base of operation at 2850 S. Industrial Highway in Ann Arbor.

Space for this steadily growing activity is now constrained and necessitates the finishing of available space to meet several functional needs, including customer service, medical record storage, and office workstations for a new billing and reimbursement function.

The project will include renovation of approximately 5,000 gross square feet at the South Industrial location. The scope of this project includes the architectural, mechanical and electrical work necessary to accomplish these improvements. We anticipate no impact on parking needs associated with this expansion and renovation project. The estimated cost of the project is \$840,000. Funding will be provided from the Hospitals and Health Centers' capital fund. Construction is scheduled to be complete in the fall of 2002.

We recommend that the Regents approve University of Michigan Hospitals and Health Centers' HomeMed Office Space 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,

Robert Kasdin

Executive Vice President

and Chief Financial Officer

October 2001

Gilbert S. Omenn

Executive Vice President

for Medical Affairs

APPROVED BY THE REGENTS ON