

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Subject: University of Michigan Hospitals and Health Centers (UMHHC)
University Hospital Pharmacy Services Renovation Project

APPROVED BY THE REGENTS ON
NOV 18 2004

Action Requested: Approval to Proceed with Project

Background:

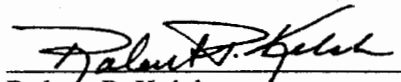
The Department of Pharmacy Services proposes to renovate existing space on level B2 of University Hospital to improve efficiency and meet new pharmacy industry standards for drug preparation. This project will consolidate several important functions into a single operation and improve safety through tighter control of the drug preparation environment.

A 960 gross square foot renovation is planned. Improvements include creation of a new anteroom to isolate drug preparation activity and specially designed areas for intravenous and oral drug preparation. 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.

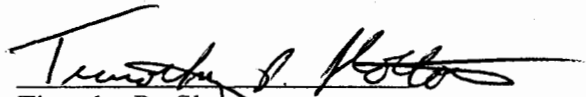
The estimated cost of the project is \$700,000, including \$300,000 for equipment and furnishings. Funding will be provided from the Hospitals and Health Centers' resources. Initially, the project may be financed by increasing the commercial paper issuance under the commercial paper program, secured by a pledge of General Revenues, and authorized by the Regents. The architectural firm of A3C Collaborative Architecture will design the project. Construction is scheduled to be completed by Fall 2005.

We recommend the Regents approve the University of Michigan Hospitals and Health Centers (UMHHC)-University Hospital Pharmacy Services 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. Slotow
Executive Vice President and
Chief Financial Officer

November 2004