

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

Approved by the Regents

ACTION REQUEST

March 17, 2006

Subject: University of Michigan Hospitals and Health Centers
University Hospital
Renovations for Blood Bank Laboratory Clean Room

Action

Requested: Approval to Proceed with Project

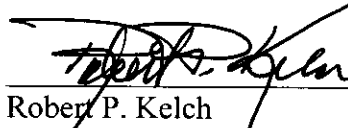
Background:

The clinical laboratory operations for the manufacture of human cellular and tissue-based products, primarily for bone marrow transplant patients, currently reside within the blood bank laboratory on level 2 of University Hospital. This project will renovate the Pathology Data Systems room, currently located across the corridor from the blood bank lab, permitting the construction of a Class 10,000 clean room and support space. The project includes a plan to relocate the Pathology specimen send-out lab, and relocation and consolidation of the cryogenic freezer farm within the blood lab. In total, an approximately 6,100 gross square foot renovation is planned. There will be no impact on parking from this project.

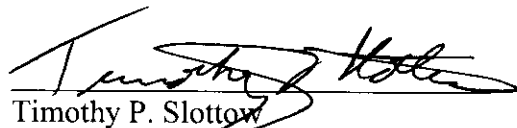
The estimated cost of the project is \$2,520,000. Funding will be provided from Hospitals and Health Centers' resources. The construction cash flow may be provided, all or in part, by increasing the commercial paper issuance under the commercial paper program, secured by a pledge of General Revenues, and authorized by the Regents. The architectural firm of Ann Arbor Architects Collaborative will design the project. Construction is scheduled to be completed in Spring 2007.

We recommend that the Regents approve the University of Michigan Hospitals and Health Centers University Hospital Renovations for Blood Bank Laboratory Clean Room as described, authorize commissioning of the architectural firm of Ann Arbor Architects Collaborative for its design, 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. Slottow
Executive Vice President and
Chief Financial Officer

March 2006