## THE UNIVERSITY OF MICHIGAN REGENTS COMMUNICATION

## ACTION REQUEST

Approved by the Regents

March 17, 2006

Subject: University of Michigan Hospitals and Health Centers (UMHHC)

Med Inn

Sleep Disorders Laboratory Relocation Renovations

<u>Action</u>

Requested: Approval to Proceed with Project

## Background:

In alignment with the Health System's growth objectives, several locations have been identified within University Hospital to accommodate incremental inpatient beds under existing Certificate of Need standards. One of these locations is the Sleep Disorders Laboratory, an outpatient program with nine sleep study rooms. This project will relocate this unit from Unit 8D of University Hospital to the seventh floor of Med Inn. The relocation will vacate approximately 9,300 square feet, enabling the addition of up to twenty inpatient beds. The project to renovate the vacated space will be submitted for action in the near future.

The seventh floor of Med Inn is currently configured into hotel rooms and support space. An approximately 14,000 gross square foot renovation is planned to convert the space into sleep study rooms and faculty offices with minor renovations and refurbishments. The new laboratory space will include eleven sleep study rooms, four of which will be designed for pediatric patients with adult caregivers. A laboratory control room and administrative and support spaces will be created in the new location, along with a formal entrance and patient waiting area. Faculty and staff offices are also included in the project. 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 reduction of Med Inn hotel rooms to provide the space for this project is being managed through the UMHHC Patient and Visitor Accommodations program. The program provides assistance in securing conveniently located hotel rooms in Ann Arbor with services and amenities tailored to the needs of patients and visitors.

The estimated cost of the project is \$3,300,000. 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 SSOE, Inc. will design the project. Construction is scheduled to be completed in Fall 2006.

We recommend that the Regents approve the University of Michigan Hospitals and Health Centers Med Inn Sleep Disorders Laboratory Relocation Renovations project as described, authorize commissioning the architectural firm of SSOE, Inc. 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. Slottoy

Executive Vice President and

Chief Financial Officer

March 2006