

THE UNIVERSITY OF MICHIGAN  
REGENTS COMMUNICATION

ACTION REQUEST

Approved by the Regents

September 22, 2006

Subject: University of Michigan Hospitals and Health Centers  
University Hospital  
Intensive Care Unit Bed Expansion

Action

Requested: Approval to Proceed with Project

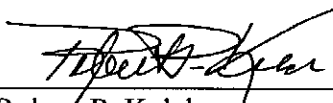
Background:

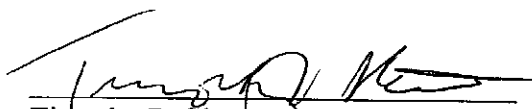
In alignment with the Health System's growth objectives, several locations have been identified within University Hospital to accommodate incremental inpatient beds under existing Certificate of Need standards. In March 2006, the Regents approved a project to relocate the Sleep Disorders Laboratory from Unit 8D at University Hospital to the seventh floor of Med Inn. A renovation of approximately 13,500 gross square feet in Unit 8D is planned that will utilize the vacated space to create a new intensive/intermediate care unit with 18 beds and 2 isolation rooms. In addition, the project will create nurse stations, clerical stations, equipment storage, waiting and offices space. The scope of this project includes the architectural, mechanical, and electrical work necessary to accomplish these improvements. A Certificate of Need will be required from the Michigan Department of Consumer and Industry Services for this project. There will be no impact on parking from this project.

The estimated cost of the project is \$9,250,000. 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 Integrated Design Solutions, LLC will design the project. Construction is scheduled to be completed in Winter 2008.

We recommend that the Regents approve the University of Michigan Hospitals and Health Centers University Hospital Intensive Care Unit Bed Expansion project as described, authorize commissioning of the architectural firm Integrated Design Solutions LLC for its design, and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,

  
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Robert P. Kelch  
Executive Vice President  
for Medical Affairs

  
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Timothy P. Slottow  
Executive Vice President and  
Chief Financial Officer

September 2006