

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Approved by the Regents
March 15, 2012

Subject: Yost Ice Arena
Seating Replacement and Fan Amenities Improvement

Action
Requested: Approval of Revised Project Budget

Background:

At the October 2011 meeting, the Board of Regents approved the schematic design and authorized issuing contracts for early procurement packages for the Yost Ice Arena Seating Replacement and Fan Amenities Improvement project. At the January 2012 meeting, the Board of Regents authorized issuing the project for bids and awarding contracts provided that the bids are within approved budget. We have now received bid responses from five general contractors for the base project plus alternates including more detailed historic windows that will significantly enhance the exterior of the building when the project is completed. Due to a strong desire to include the alternates, and the fact that the bids received were higher than expected due to the cost of the steel and bleachers, we are recommending increasing the budget by \$2 million.

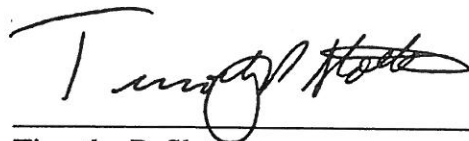
We are requesting that the budget be increased from \$14,000,000 to \$16,000,000. Funding will be provided from Athletic Department resources and gifts. The construction cash flow may be provided, all or in part, by bond proceeds or increasing the commercial paper issuance under the commercial paper program, secured by a pledge of General Revenues, and authorized by the Board of Regents. Construction is scheduled to be completed in the fall of 2012.

We recommend that the Board of Regents approve the revised project budget for the Yost Ice Arena Seating Replacement and Fan Amenities Improvement project.

Respectfully submitted,



David A. Brandon
Donald R. Shepherd Director of
Intercollegiate Athletics



Timothy P. Slottow
Executive Vice President and
Chief Financial Officer

March 2012