

THE UNIVERSITY OF MICHIGAN  
REGENTS COMMUNICATION

ACTION REQUEST

Approved by the  
Regents  
December 18, 2014

Subject: University of Michigan Hospitals and Health Centers  
University Hospital South  
Medical Short Stay Unit

Action

Requested: Approval to Proceed with Project

Background:

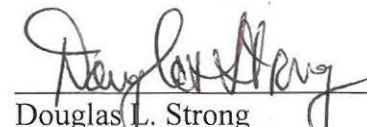
As part of the adult inpatient capacity improvement initiatives to address high utilization of inpatient beds and surgical suites, this project will renovate approximately 17,900 gross square feet of currently unoccupied space on level 4 of University Hospital South to create a twenty-one-bed medical short stay unit. The project will update spaces to address accessibility concerns and improve infrastructure, including plumbing, electrical, networking, and communications systems. The scope of this project includes the architectural, electrical, and mechanical work necessary to accomplish these improvements. There will be no impact on parking from this project. A Certificate of Need will be required from the State of Michigan Department of Community Health for this project.

The estimated cost of the project is \$9,000,000, including approximately \$4,000,000 for furnishings and moveable equipment. Funding will be provided from Hospitals and Health Centers' resources. 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. The architectural firm of OX Studios will design the project. The project is expected to provide an average of 21 on-site construction jobs. Construction is scheduled to be completed in the summer of 2015.

We recommend that the Board of Regents approve the University of Michigan Hospitals and Health Centers University Hospital South Medical Short Stay Unit project as described, authorize commissioning the architectural firm of OX Studios for its design, and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,

  
Michael M.E. Johns  
Interim Executive Vice President  
for Medical Affairs

  
Douglas L. Strong  
Interim Executive Vice President and  
Chief Financial Officer

December 2014