

THE UNIVERSITY OF MICHIGAN  
REGENTS COMMUNICATION

ACTION REQUEST

Subject: Michigan Medicine  
Clinical Inpatient Tower

Action Requested: Authorization to Continue Design

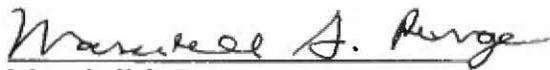
Background:

The adult inpatient hospitals of Michigan Medicine have consistently experienced high demand for inpatient rooms and surgical suites. This high demand has led to capacity constraints, impacting access for patients with high acuity and complex care needs. At the March 2018 meeting, the Board of Regents authorized appointment of HOK Group Inc. as architect to facilitate completion of schematic design of the planned hospital, a patient care program with 264 single/private patient rooms and 23 surgical/interventional radiology suites. This added capacity is intended to support the clinical strategy of Michigan Medicine, including more capacity for on-site tertiary/quaternary care. The program emphasizes increasing access to clinical neurosciences and cardiac care services, as well as to provide capacity for growth of other clinical services which would continue to be located in University Hospital.

HOK Group Inc. will complete the \$18,400,000 of work authorized in March 2018 by the Board of Regents by January 2019. Michigan Medicine now proposes to continue with the design of the Clinical Inpatient Tower project and pre-construction planning. The estimated cost of continued design and planning is an additional \$16,000,000 that would be included in the total project budget if it were to move forward to construction. Funding will be provided from Health System resources.

We recommend that the Board of Regents authorize the continuation of design for the Michigan Medicine Clinical Inpatient Tower project as described. Before any construction begins, we will return to the Board of Regents to seek approval of the project and budget based on the results of this work.

Respectfully submitted,



Marschall S. Runge  
Executive Vice President for Medical Affairs and  
Dean, Medical School



Kevin P. Hegarty  
Executive Vice President and  
Chief Financial Officer

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