

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Subject: Medical Science II and Buhl Center for Human Genetics Buildings
Renovation Project Phase II

Action Requested: Approval to Proceed with Project

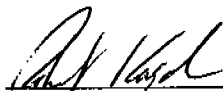
Background:

At the February 2000 meeting, the Regents approved the completion of design and construction documents for the 81,000 gross sq ft, Phase II remodeling of the Medical Science II and Buhl buildings by Jickling, Lyman, Powell Associates, Inc. of Troy, Michigan, as architect. This project will provide the Medical School with upgraded and consolidated instructional space. It will also provide upgraded contemporary laboratory space and related support spaces like equipment rooms, temperature controlled environmental rooms, and research faculty offices. At this time we wish to seek approval for the project budget and for the release of the project for construction.

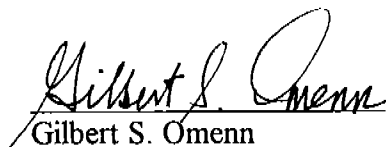
This project is estimated to cost \$16,000,000. It is scheduled to begin in June 2000, and be completed during Winter 2002. Funding will be provided by Medical School unrestricted revenue, reserves, and gifts. The construction cash flow may be financed, all or in part, by the issuance of tax-exempt debt secured by a pledge of patient revenues of the Medical School.

We recommend the Regents approve proceeding with the Medical Science II and Buhl Center for Human Genetics Buildings Renovation Project Phase II as described.

Respectfully submitted,



Robert Kasdin
Executive Vice President
and Chief Financial Officer



Gilbert S. Omenn
Executive Vice President
and Chief Executive Officer,
University of Michigan Health System

March 2000

APPROVED BY THE REGENTS ON

*Approved to Put Out for
Contractual Bid*

MAR 20 2000