

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Subject: Perry Building Addition Project

Action Requested: Approval of Schematic Design and Revised Budget

Background:

At the December 2000 meeting, the Board of Regents approved the Perry Building Addition project for the Institute of Social Research (ISR) and the appointment of Einhorn Yaffe and Prescott, P.C. as the architect for its design. During schematic design, the project was delayed to allow construction to be completed for the Perry Building Renovation Project while the programmatic needs of ISR and the requirements for the addition were thoroughly evaluated. Schematic design has now been completed and we propose to move forward with detailed design for the Perry Building Addition Project.

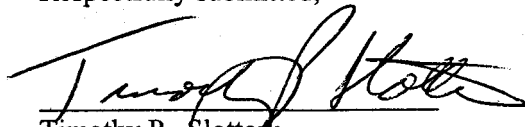
A 52,000 gross square foot addition is currently proposed instead of the 40,000 gross square foot addition originally proposed in order to accommodate the continued growth in ISR research activity. Even with this addition, ISR will continue to lease significant space in off-campus locations. The addition will be four floors plus a penthouse for mechanical equipment. The addition will house research space for the Survey Operations unit, currently located in 39,900 square feet of rental space, and the Rackham Interdisciplinary Program in Survey Methodology currently located in the ISR Building.

There will be no increase in parking demand from this project because occupants have already been accommodated within the parking system. However, the proposed addition will temporarily eliminate 68 parking spaces during construction and will permanently eliminate 42 parking spaces. The 42 spaces that are permanently eliminated will be accommodated by the University's central campus parking expansion plans.

We are seeking approval to revise the project budget from \$13,200,000 to \$15,700,000. Funding for this project will be provided from investment proceeds from the Institute for Social Research along with gifts. 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. Construction is scheduled to begin in Fall 2004 and be completed in Summer 2006.

We recommend the Regents approve the schematic design and revised budget for the Perry Building Addition project as presented at the meeting.

Respectfully submitted,


Timothy P. Slottow
Interim Chief Financial Officer

June 2003

APPROVED BY THE REGENTS ON

JUN 19 2003