

THE UNIVERSITY OF MICHIGAN  
REGENTS COMMUNICATION

ACTION REQUEST

Subject University of Michigan Hospitals and Health Centers (UMHHC)  
University Hospital  
Neuro Angio BiPlane Imaging Equipment Replacement Project

Action Requested Approval to Proceed with Project

Background

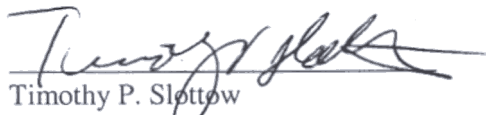
The existing neuro angiographic equipment has been in service since 1992. The quality of the images has begun to deteriorate and the system has been experiencing an increase in down time. UMHHC is proposing to replace the existing equipment with a system that will offer 3D and biplane imaging capability.

A 940 gross square foot renovation is planned. The scope of this project includes the architectural, mechanical and electrical work necessary to accomplish these improvements as well as the cost for the equipment replacement. A Certificate of Need will be required from the Michigan Department of Consumer and Industry Services (MDCIS). There will be no impact on parking from this project.

The estimated cost of the project is \$3,300,000, including \$2,515,000 for equipment replacement. Funding will be provided from Hospitals and Health Centers' capital resources. The construction cash flow may be provided, all or in part, from tax-exempt debt secured by a pledge of Hospital Gross Revenues. Initially, the project may be financed 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 be completed in Summer 2004.

We recommend that the Regents approve the UMHHC Neuro Angio BiPlane Imaging Equipment Replacement Project as described, and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,

  
Timothy P. Slottow  
Executive Vice President and  
Chief Financial Officer

Respectfully submitted,

  
Lazar J. Greenfield  
Interim Executive Vice President for  
Medical Affairs

September 2003

THE REGENTS ON

SEP 18 2003