

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Subject: University of Michigan Hospitals and Health Centers
Domino's Farms
Leasehold Improvements for Sleep Disorders Center

Action

Requested: Approval to Proceed with Project

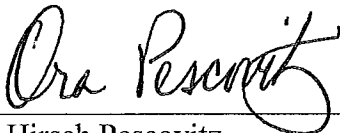
Background:

The Sleep Disorders Laboratory program, part of the Sleep Disorders Center, is an interdisciplinary program with faculty from the departments of internal medicine, neurology, otolaryngology, pediatrics, and psychiatry. The program currently has two laboratory facilities with a total of nineteen sleep study rooms, ten in the Michael S. Aldrich Sleep Disorders Laboratory at Med Inn and nine in the Sleep Disorders Laboratory—South State Street at the KMS Building. To meet the increased demand for services and reduce wait times, this project will increase capacity by creating a new clinic at Domino's Farms. A renovation of approximately 8,400 square feet of space is planned that will create a facility with nine sleep study rooms, four exam rooms, and associated support spaces. The scope of this project includes the architectural, mechanical, and electrical work necessary to accomplish these improvements. There will be no impact on parking from this project.

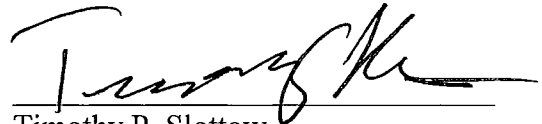
The estimated cost of the project is \$3,197,000. Funding will be provided from Hospitals and Health Centers' resources. The construction cash flow may be provided, all or in part, by increasing the commercial paper issuance under the commercial paper program, secured by a pledge of General Revenues, and authorized by the Board of Regents. Construction will be managed by the lessor and is scheduled to be completed in the spring of 2012.

We recommend that the Board of Regents approve the University of Michigan Hospitals and Health Centers Domino's Farms Leasehold Improvements for Sleep Disorders Center project as described.

Respectfully submitted,



Ora Hirsch Pescovitz
Executive Vice President
for Medical Affairs



Timothy P. Slottow
Executive Vice President and
Chief Financial Officer

October 2011