

THE UNIVERSITY OF MICHIGAN  
REGENTS COMMUNICATION

ACTION REQUEST

Subject: W.K. Kellogg Eye Center and Brehm Tower  
Boiler and Hot Water Feed Interconnection

Action

Requested: Approval to Proceed with Project

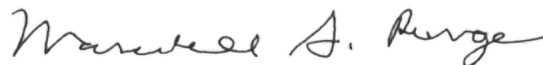
Background:

The W.K. Kellogg Eye Center was constructed in 1985, and the Brehm Tower was constructed in 2009. Together these connected buildings house clinical, laboratory, and office space for the Department of Ophthalmology and Visual Sciences. The boilers and domestic hot water heaters have reached the end of their useful lives and need to be replaced. By upgrading the boilers and humidification equipment in Brehm and associated piping and controls, this project will create a more energy-efficient solution at a lower cost than simply replacing the equipment in Kellogg. The scope of this project includes the architectural, electrical, and mechanical work necessary to accomplish these improvements. There will be no impact on parking from this project.

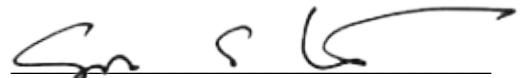
The estimated cost of the project is \$3,300,000. Funding will be provided from Utility and University of Michigan Health resources. The construction cash flow may be provided, all or in part, by bond proceeds or increasing the commercial paper issuance under the commercial paper program, secured by a pledge of General Revenues, and authorized by the Board of Regents. The architectural firm of Stanley Consultants will design the project. The project is expected to provide an average of five on-site construction jobs. Construction is scheduled to be completed in the fall of 2024.

We recommend that the Board of Regents approve the W.K. Kellogg Eye Center and Brehm Tower Boiler and Hot Water Feed Interconnection project as described, and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,



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



Geoffrey S. Chatas  
Executive Vice President and  
Chief Financial Officer

May 2023