

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Subject: Ann Arbor Technology Park Parcel E

Action

Requested: Approval of Ann Arbor Charter Township Water Tower Ground Lease

Background:

In accordance with the University of Michigan Real Estate Policy, we are required to seek approval to execute leases when the term of the lease is longer than ten years. The University of Michigan owns approximately 185 acres of land east of US-23 and south of Plymouth Road in the Ann Arbor Technology Park area, not including the East Medical Campus of approximately two hundred acres. We request authorization to ground lease approximately 1.95 acres of a portion of vacant land on Parcel E in the Ann Arbor Technology Park to Ann Arbor Charter Township so it may build critical infrastructure, for an initial term of sixty years.

The location on Parcel E has ideal topography for high water pressure to effectively distribute water to township constituents. With growth in both the Township and the City, adding a water tower is critically important to meet the upcoming and future needs of those who live and work in the Township, including the University's East Medical Center campus and future growth in the Ann Arbor Technology Park in alignment with Campus Plan 2050. The water tower also helps support long-term reliability, redundancy and water pressure requirements to support our clinical enterprise as well as research.

We recommend that the Board of Regents approve the lease as described and authorize the EVPCFO to execute the lease.

Respectfully submitted,



Geoffrey S. Chatas
Executive Vice President and
Chief Financial Officer

February 2025
Attachment

