

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Subject: UM Health-Sparrow Lansing Behavioral Health Hospital

Action Requested: Approval to Proceed with Project

Background:

UM Health-Sparrow Lansing currently holds a license for adult inpatient psychiatric beds on our St. Lawrence campus. We do not currently provide an adolescent inpatient or partial hospitalization program, and this has been identified as a need in our community.

UM Health-Sparrow Lansing is seeking approval to develop a 64-bed, \$83M behavioral health hospital as a replacement to the facility currently located on the St. Lawrence campus. The new facility will deliver high-quality care in a state-of-the-art facility, serving geriatric, adult, and adolescent populations. Beyond inpatient care, the new facility will provide partial hospitalization programming for each population and an interventional procedure suite. Our partnership with Sheppard Pratt, a nationally recognized leader in behavioral health services, will provide access to specialized, best-in-class operational expertise and provider recruitment, and will assist us in providing the best care for our patients. Funding will be provided from existing UM Health-Sparrow resources.

The estimated cost of the project is \$83,000,000. Funding will be provided from UM Health-Sparrow resources. The construction cash flow may be provided, all or in part, by bond or note proceeds secured by a pledge of General Revenues and authorized by the Board of Regents. This proposal has been reviewed and recommended for approval by the U-M Health Corporation Board and the UM Health Board.

We recommend that the Board of Regents approve the U-M Health Sparrow Lansing Behavioral Health Hospital as described and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,



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Executive Vice President of Medical Affairs
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Robert A. Hewlett III
Executive Vice President and
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