

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Approved by the Regents
November 17, 2006

Subject: University of Michigan Hospitals and Health Centers
Briarwood Building 9
Digital Radiography Renovations

Action
Requested: Approval to Proceed with Project

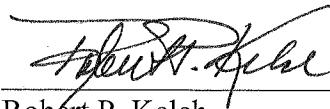
Background:

Demand for general imaging services has been increasing at Briarwood Radiology, located in building 9 of the Health System's Briarwood complex. Since initiation in 1999, Briarwood Radiology has experienced growth greater than 10% per year. Growth in referrals from the nearby Spine Center makes an additional radiographic unit essential to sustain current patient activity and meet the increasing demand in the future. A renovation of approximately 1,600 gross square feet is planned that will reconfigure existing imaging and support spaces to create an additional digital imaging room that will increase radiological capacity by 50%. The scope of this project includes the architectural, mechanical and electrical work necessary to accomplish these improvements. The incremental increase in parking demand will be met with existing capacity within the Briarwood complex.

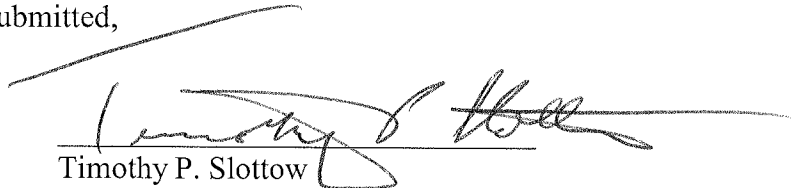
The estimated cost of the project is \$1,300,000. Funding will be provided from Hospitals and Health Centers' resources. The construction cash flow may be provided, all or in part, by increasing the commercial paper issuance under the commercial paper program, secured by a pledge of General Revenues, and authorized by the Regents. The architectural firm of SSOE, Inc. will design the project. Construction is scheduled to be completed in Spring 2007.

We recommend that the Regents approve the University of Michigan Hospitals and Health Centers Briarwood Building 9 Digital Radiography Renovations project as described, authorize commissioning the architectural firm of SSOE, Inc. for its design, and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,



Robert P. Kelch
Executive Vice President
for Medical Affairs



Timothy P. Slottow
Executive Vice President and
Chief Financial Officer

November 2006