

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Subject: University of Michigan Hospitals and Health Centers (UMHHC)
University Hospital Chiller Replacement – FY 2002

Action

Requested: Approval to Proceed with Project

Background:


In November 2000, the Regents approved the University Hospital (UH) Chiller Replacement Project, phase one of a multi-phase initiative to replace the four existing chillers and increase the cooling capacity of UH in response to existing and future cooling demands

This project is the second phase of the chiller replacement strategy, continuing the upgrades required to increase capacity. The second phase includes replacement of a second chiller at UH, condenser water pumps and electrical components in addition to modifications to the cooling tower.

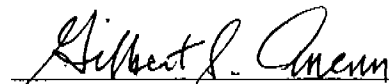
The total FY 2002 project is estimated to cost \$6,000,000. Funding will be provided from the Hospitals and Health Centers' capital fund. The project is expected to be complete before the summer of 2003. As required by the November 2000 Regents Communication an application for a Certificate of Need (CoN) was submitted to Michigan Department of Consumer and Industry Services (MDCIS) and approval has been received for the complete 3-to-5 year project that includes this FY 2002 phase.

We recommend that the Regents approve the University of Michigan Hospitals and Health Centers University Hospital Chiller Replacement – FY 2002 project as described, and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,



Robert Kasdin
Executive Vice President
and Chief Financial Officer



Gilbert S. Omenn
Executive Vice President
for Medical Affairs

October 2001

APPROVED BY THE REGENTS ON

OCT 18 2001