

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Subject: University of Michigan-Dearborn
Engineering Laboratory Building Expansion and Renovation
Phase Two of the Science and Engineering Expansion and Renovation Project

Requested: Approval of Revised Project Scope and Budget

Background:

In June 2001, the Regents granted project approval and appointment of an architect for the University of Michigan Dearborn Engineering Laboratory Building Expansion and Renovation (Phase Two) for \$20,800,000. Phase One, the Science Building Renovation and Addition, submitted to the Regents as a separate item at the same meeting, was also approved. Phases One and Two comprise the Science and Engineering Expansion and Renovation Project and total \$35 million of the FY 2002 State Capital Outlay request for the Dearborn Campus.

The University of Michigan-Dearborn's State Capital Outlay request was amended in 2002 to \$55,000,000. Of that, \$22,200,000 is allocated to the Science and Engineering Expansion and Renovation Project, Phases One and Two. The remaining \$32,800,000 is for the potential purchase of a building and land for the Dearborn Campus. We will seek approval to purchase the building and land, and to make necessary renovations to the building, the Fairlane Training and Development Center (FTDC), in a future Action Request to the Regents.

The project scope for the Engineering Laboratory Building Expansion and Renovation project (Phase Two) will be adjusted to accommodate the revised \$12,600,000 project budget, a reduction from the approved \$20,800,000 budget. The renovations as originally planned will be accommodated within this newly defined project budget and the size of the addition will be reduced from 78,000 gross square feet to 43,000 gross square feet.

The project is part of the FY2002 State Capital Outlay Request submitted to the State. The State has authorized proceeding with planning for the project. Through its Building Authority, the State will fund seventy-five percent of the cost of the project. The University of Michigan-Dearborn will fund the balance of the project costs (twenty-five percent). 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.

APPROVED BY THE REGENTS ON

DEC 02 2002

The project design remains on hold pending exploration of the purchase of the FTDC. Therefore, if the purchase of the FTDC is consummated, the construction of the Engineering Laboratory Building Expansion and Renovation will be completed Winter 2005.

We recommend the Regents approve the revised scope and \$12,600,000 budget for the University of Michigan-Dearborn Engineering Laboratory Building Expansion and Renovation, Phase Two of the Science and Engineering Expansion and Renovation Project, as described.

Respectfully Submitted,



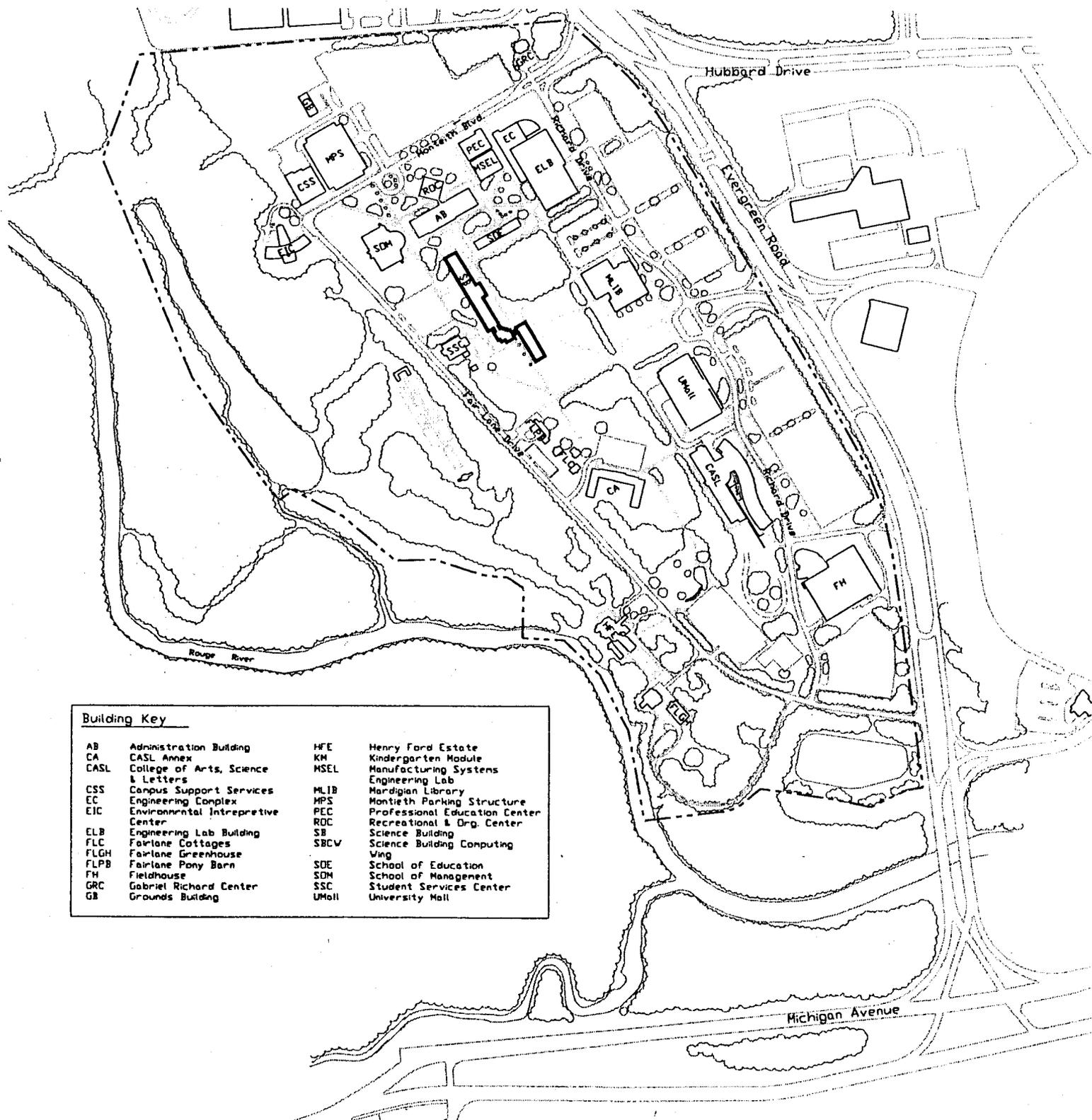
Daniel Little
Chancellor
University of Michigan-Dearborn



Timothy P. Slottow
Interim Chief Financial Officer

December 2002

Attachment



Building Key			
AB	Administration Building	HFE	Henry Ford Estate
CA	CASL Annex	KM	Kindergarten Module
CASL	College of Arts, Science & Letters	MSEL	Manufacturing Systems Engineering Lab
CSS	Campus Support Services	MLIB	Mordigan Library
EC	Engineering Complex	MPS	Montieth Parking Structure
EIC	Environmental Intrepretive Center	PEC	Professional Education Center
ELB	Engineering Lab Building	ROC	Recreational & Drg. Center
FLC	Fairlane Cottages	SB	Science Building
FLGH	Fairlane Greenhouse	SBCV	Science Building Computing Wing
FLPB	Fairlane Pony Barn	SDE	School of Education
FH	Fieldhouse	SDM	School of Management
GRC	Gabriel Richard Center	SSC	Student Services Center
GB	Grounds Building	UHall	University Hall