THE UNIVERSITY OF MICHIGAN REGENTS COMMUNICATION

Approved by the Regents June 16, 2011

ACTION REQUEST

Subject:

University of Michigan Hospitals and Health Centers

Parkview Medical Center and Scott and Amy Prudden Turner Memorial Clinic

Building Demolition Project

Requested:

Approval to Proceed with Project

Background:

The University of Michigan Hospitals and Health Centers (UMHHC) proposes to demolish the Parkview Medical Center and Scott and Amy Prudden Turner Memorial Clinic buildings. The demolition of these buildings has been in our master plan for several years and is possible because the clinical functions are now housed in the W. K. Kellogg Eye Center and Brehm Tower. The buildings no longer meet the needs of the UMHHC and are not conducive to reuse for clinical or office functions. This project will demolish both buildings, renovate the existing easterly portion of the W. K. Kellogg Eye Center that connects to these buildings, including a new point of entry, and expand the parking lot. The scope of this project includes the architectural, mechanical and electrical work necessary to accomplish these improvements. Although there will be a temporary loss of the spaces in the adjacent parking lot during construction, at project completion there will be a net increase of approximately 75 parking spaces.

The estimated cost of the project is \$5,000,000. 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 Board of Regents. The architectural firm of SmithGroup will design the project. Construction is scheduled to be completed in the fall of 2012.

We recommend that the Board of Regents approve the University of Michigan Hospitals and Health Centers Parkview Medical Center and Scott and Amy Prudden Turner Memorial Clinic Building Demolition Project as described, authorize commissioning the architectural firm of SmithGroup for its design, and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,

Ora Hirsch Pescovitz

Executive Vice President

for Medical Affairs

Timothy P. Slottow

Executive Vice President and

Chief Financial Officer

June 2011 Attachment

