

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Subject: Intramural Sports Building
Second and Third Floor Fitness Area

Action Requested: Approval to Proceed with Project

Background:

At the April 2003 meeting, the Regents authorized an increase of up to \$4.6 million under the commercial paper program for use in funding renovation projects for the Department of Recreational Sports. This project is one of the renovation projects identified as part of the Department of Recreational Sports' facility improvement program. This project is an opportunity to improve the capacity of the Department of Recreational Sports to serve the changing needs of students, faculty and staff for recreational facilities.

A 14,000 gross square foot renovation is planned. This project will convert existing offices on the second floor and locker rooms on the second and third floors into weight training and fitness areas. The scope of this project includes the architectural, mechanical and electrical work necessary to accomplish these improvements and also includes the necessary fixed equipment. There will be no impact on parking from this project.

The estimated cost of the project is \$990,000. Funding will be provided from General Fund resources on behalf of the Department of Recreational Sports. 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 University of Michigan, Plant Extension – Architecture, Engineering and Construction will design the project. Construction is scheduled to be completed in Fall 2004.

We recommend the Regents approve the Intramural Sports Building - Second and Third Floor Fitness Area project as described, and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,



Timothy P. Slottow
Executive Vice President and
Chief Financial Officer

January 2004

APPROVED BY THE REGENTS ON