THE UNIVERSITY OF MICHIGAN REGENTS COMMUNICATION

ACTION REQUEST

Subject:

Michigan Medicine

Eisenhower Corporate Park West

HomeMed Pharmacy Clean Room Renovations

Action

Requested:

Approval to Proceed with Project

Background:

Michigan Medicine's pharmaceutical drug compounding spaces are required to comply with United States Pharmacopeia (USP) standards that have recently changed, requiring substantial changes to the layout and operations within these spaces. A renovation of approximately 3,100 gross square feet is planned at the Michigan Medicine HomeMed pharmacy at Eisenhower Corporate Park West in Ann Arbor to meet the revised USP standards. The scope of this project includes the architectural, electrical, and mechanical work necessary to accomplish these improvements. Although there will be a temporary loss of approximately 10 parking spaces during construction, there will be no permanent impact on parking from this project.

The estimated cost of the project is \$4,200,000. Funding will be provided from Health System resources. The construction cash flow may be provided, all or in part, by bond proceeds or 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 Integrated Design Solutions will design the project. The project is expected to provide an average of nine on-site construction jobs. Construction is scheduled to be completed in the spring of 2020.

We recommend that the Board of Regents approve the Michigan Medicine Eisenhower Corporate Park West HomeMed Pharmacy Clean Room Renovations project as described and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,

Marschall S. Runge

Executive Vice President for Medical Affairs and

Dean, Medical School

eyin P Negarty

Executive Vice President and Chief Financial Officer

May 2019