

BOARD OF REGENTS
EASTERN MICHIGAN UNIVERSITY

SECTION: 26

DATE:

June 22, 2018

RECOMMENDATION

CAPITAL PROJECT & LEASE AGREEMENT – HEALTH CARE CENTER

ACTION REQUESTED

It is recommended that the Board of Regents approve a supplemental FY 2019 capital project expenditure for the design, site development and construction of the EMU/IHA/St. Joseph Mercy Hospital (SJM) collaborative health care center. It is also recommended that the Board of Regents authorize the President to negotiate, finalize, and execute a Lease and a Services Agreement consistent with the attached summaries.

STAFF SUMMARY

In February 2018, the Board of Regents approved the health center collaboration between Eastern Michigan University, IHA and SJM. The University will continue to provide counseling and psychological services (CAPS) as well as operate the psychiatric clinic (currently housed at 611 W. Cross) to its students. IHA/SJM will provide primary medical and urgent care services to the University's students, staff and greater community.

The University has identified the Southeast corner of the Oakwood St. and North Huron River Drive intersection as the site of the health center. The University estimates a budget of \$14,000,000 to design, develop and construct the approximately 28,500 sq. ft. complex.

The University will lease space to, and provide utilities for, IHA/SJM for their operations, which are expected to utilize 14,000 sq. ft. of the complex (49.1%).

FISCAL IMPLICATIONS

Approval of the capital project will establish the authorization for spending in excess of the capital budget approved on February 9, 2018 for the 2018-2019 Capital Budget. Funding of these projects will be provided by future rent payments, University reserves and/or bond proceeds..

ADMINISTRATIVE RECOMMENDATION

The proposed Board action has been reviewed and is recommended for Board approval.



University Executive Officer

June 22, 2018

Date