

ACTION

4800 E. Huron River Drive
Ann Arbor, Michigan 48105-4800

Subject
Amended Design Contract for the ML Renovation Project

Date
January 28, 2020

Background

On July 30, 2019, the Board of Trustees approved a design contract with Hobbs & Black for \$380,000 to provide architectural design services in support of the ML Renovation project. Since the issuance of this contract, the ML Renovation project scope has increased to include the full replacement of all remaining HVAC air handler units and the electrical main switchgear. The replacement of the four remaining air handler units (AHU) adds significant complexity to the project in that all units are contained within the existing ML penthouse and the new AHU's will require added space to accommodate the energy efficiency elements of the new equipment. As a result, the Hobbs & Black design services contract cost will correspondingly increase by \$120,000 in support of the project scope expansion.

The Board of Trustees approved the ML Renovation project at the December 17, 2019 board meeting for a total cost of \$9 million, which includes the replacement of all remaining AHU's. In order to provide ample notice to our community regarding the need to close down the ML building, this project was specifically targeted for completion during the January – June 2021 period and users of the ML conference facilities were provided two years advanced notice to schedule their events at alternate locations during the shutdown period.

RECOMMENDATION

It is the recommendation that the Board of Trustees approve an increase in the ML Renovation project design services contract with Hobbs & Black in the amount not to exceed of \$500,000.

A ROLL CALL VOTE WILL BE TAKEN

Prepared by: William Johnson
Title: Executive Vice President
CFO and Vice President of Finance

Recommended by: Rose B. Bellanca, E.D.
Rose B. Bellanca, President
