

FCR 13

Office of the President
February 19, 2016

Members, Board of Trustees:

PATIENT CARE FACILITY CAPITAL PROJECT (FIT-UP FIFTH FLOOR – PHASE I-H)

Recommendation: that the Board of Trustees approve the initiation of the Patient Care Facility Capital Project (Fit-Up Fifth Floor - Phase I-H) and increase the existing scope of the Patient Care Facility Capital Project from \$614,100,000 to \$651,100,000.

Background: Pursuant to Administrative Regulation 8:2, any capital project with an estimated cost of \$600,000 or more must be approved by the Board prior to initiation. Since opening the first three patient care floors in Pavilion A in May 2011, UK HealthCare has continued to experience strong inpatient admissions growth. While UK HealthCare currently has the fit-up of three additional patient floors underway, this volume increase continues to place substantial capacity constraints on UK HealthCare inpatient operations. Consequently, the fit-up of an additional floor is needed to help alleviate the capacity constraints and improve patient care. This project will fit-up one of the remaining two shelled floors and provide an additional 64 private inpatient beds within the Patient Care Facility.

The scope of this project is \$37,000,000 and will be funded with agency funds. An increase in the approved total scope of the Patient Care Facility Capital Project must be approved by the Board of Trustees prior to implementation. The estimated increase in scope to \$651,100,000 is well within the total legislative authorization of \$750,000,000.

Implementation of the Patient Care Facility Capital Project Master Plan

- At its December 2004 meeting, the Board approved initiation of the Patient Care Facility (PCF) Capital Project (Phase I-A). The project would be completed in multiple phases over several years.
- At its October 2005 meeting, the Board approved the consolidation of the Patient Care Facility Capital Project (Phase I-A) with several authorized infrastructure projects to bring the aggregate authorized scope to \$450,000,000.
- At its September 2007 meeting, the Board approved adding two shelled patient bed floors to the Patient Care Facility Capital Project (Phase I-A).
- At its September 2008 meeting, the Board approved the consolidation of related legislative authorizations and increased the scope of the Patient Care Facility Capital Project (Phase I-A) to \$532,000,000.
- At its June 2010 meeting, the Board approved the initiation of the Data Center and Related Support Space Capital Project (Phase I-B) increasing the scope of the total project to \$570,000,000.

- At its February 2011 meeting, the Board approved the initiation of the Data Center and Related Support Space Capital Project (Phase I-C) increasing the scope of the total project to \$575,600,000.
- At its June 2013 meeting, the Board approved the initiation of the Fit-up of the Eighth Floor and Pharmacy Capital Project (Phase I-D) increasing the scope of the total project to \$607,100,000.
- At its September 2013 meeting, the Board approved the planning and design of the Fit-up of the Clinical Decision Unit Capital Project increasing the total project scope by \$500,000 to \$607,600,000.
- At its January 2014 meeting, the Board approved the initiation of the Fit-up of the Clinical Decision Unit Capital Project (Phase I-E) increasing the existing scope of the total project to \$613,100,000.
- At its February 2016 meeting, there is a pending request for the Board's approval to initiate the Patient Care Facility Capital Project (Fit-Up Fifth Floor-Phase I-H) increasing the total approved project scope to \$651,100,000.

Action taken: Approved Disapproved Other _____

**UK HealthCare Patient Care Facilities Projects By Legislative Authorization
As of February 2016**

Patient Care Facility (PCF)

Legislatively Authorized Scope: Up to \$750,000,000

Board of Trustees Meeting	Description
December 2004	Approved initiation of Patient Care Facility (PCF) Capital Project (Phase I-A).
October 2005	Consolidated PCF Capital Project (Phase I-A) with several infrastructure projects. Approved project scope \$450,000,000.
September 2007	Approved adding two shelled bed floors to PCF.
September 2008	Approved consolidation of existing authorizations and increased approved scope to \$532,300,000.
June 2010	Approved initiation of Operating Room Suite and Related Support Space Capital Project (Phase I-B). Increased approved project scope to \$570,000,000.
February 2011	Approved initiation of Data Center and Related Support Space Capital Project (Phase I-C). Increased approved project scope to \$575,600,000.
June 2013	Approved initiation of Fit-up of Eight Floor and Pharmacy Capital Project (Phase I-D). Increased approved project scope to \$607,100,000.
September 2013	Approved planning and design of the Fit-up of the Clinical Decision Unit Capital Project. Increased approved project scope to \$607,600,000.
January 2014	Approved initiation of the Fit-up of the Clinical Decision Unit Capital Project (Phase I-E). Increased approved project scope to \$614,100,000.
February 2016	Pending approval to initiate the fit-up of the fifth floor in the new Patient Care Facility (Phase I-H). Increase approved project scope to \$651,100,000.

Renovate/Upgrade HealthCare Facilities

Legislatively Authorized Scope: Up to \$280,000,000

Board of Trustees Meeting	Description
June 2014	Approved initiation of the Renovate/Upgrade HealthCare Facilities Capital Project (Phase I-F). Includes fit-up of additional floors in the PCF, replace the kitchen and cafeteria, relocate the MRI to Pavilion A, add a central chiller plant, and relocate NICU from Pavilion H to Pavilion HA. Approved project scope \$150,000,000.
March 2015	Approved initiation of the Renovate/Upgrade HealthCare Facilities 2 Capital Project (Phase I-G), and consolidated project with Renovate/Upgrade HealthCare Facilities Capital Project. Includes fit-up of an additional floor in the PCF, relocation and expansion of radiology to Pavilion A, relocation of the Blood Bank to Pavilion A and continued fit-out of new operating rooms. Approved project scope \$75,000,000; cumulative project scope \$225,000,000.
September 2015	Recommended approval of \$37,000,000 scope increase to fully fund the Kentucky Children's Hospital (KCH) component of the project including the NICU (\$23,000,000); to fund additional project components of the Chandler Hospital Facilities Development Plan to Phases 1-F/1-G (\$12,000,000); and to fund planning activities for future project phases of the Development Plan (\$2,000,000). Recommended scope increase \$37,000,000; cumulative project scope \$262,000,000.

Construct Expand and Renovate Ambulatory Care Facility
Legislatively Authorized Scope: Up to \$20,000,000

Board of Trustees Meeting	Description
September 2014	Approved initiation of the Renovation of the Dept. of Medicine Clinics and the Dept. of Urology Clinics in the Kentucky Clinic Capital Project. Approved project scope \$7,500,000.
September 2014	Approved initiation of the Relocation of Pediatric Hematology/Oncology Services from Kentucky Clinic to 4 th Floor of Pavilion H Capital Project. Approved project scope \$1,400,000; cumulative project scope \$8,900,000.
June 2015	Approved initiation of the Renovation of the Dept. of Orthopedic Surgery's Clinic in the Warren Wright Medical Plaza Building Capital Project. Approved project scope \$3,500,000; cumulative project scope \$12,400,000.

