FCR 13

Office of the President April 28, 2023

Members, Board of Trustees:

<u>CONSTRUCT/IMPROVE MEDICAL/ADMINISTRATIVE FACILITY 1 UKHC</u> (MEDICAL OFFICE BUILDING – DESIGN PHASE) CAPITAL PROJECT

<u>Recommendation</u>: that the Board of Trustees approve the initiation of the Construct/ Improve Medical/Administrative Facility 1 UKHC (Medical Office Building – Design Phase) capital project.

<u>Background</u>: Pursuant to Administrative Regulation 8:2, any capital project with an estimated scope of \$1,000,000 or more must be approved by the Board prior to initiation. UK HealthCare (UKHC) identified a location in the Hamburg area of Lexington to expand its facilities. The Board approved the acquisition of the total acreage for this location at its June 17, 2022, and February 17, 2023, meetings. This property is in an excellent location - a high population area near the interstate and accessible to current and future UKHC patients.

This project will initiate the design phase of a medical office building. This comprehensive outpatient medical center will be the first phase of a potential multi-phased project at this new campus. The scope of work for the design phase will include detailed programming services, schematic design through construction documentation phases and budget estimates for all phases with projected timelines. Additional Board approval will be required to initiate the construction phase.

This \$30,000,000 project, authorized by the 2022 Kentucky General Assembly, is well within the total legislative authorization of \$250,000,000 and will be funded with agency funds.

Action taken:	Approved	Disapproved	Other_
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