

VII. STANDING COMMITTEES**B. Finance, Audit and Facilities Committee**UW Medicine/Northwest Hospital - Approve Strategic Investment in Electrophysiology/Cardiac Catheterization Lab to Support Northwest Hospital as a Site of Service for UW Medicine Regional Heart CenterRECOMMENDED ACTION

It is the recommendation of the administration and the Finance, Audit and Facilities Committee that the Board of Regents approve:

- 1) the Electrophysiology/Cardiac Catheterization Lab expansion project for UW Medicine Regional Heart Center at Northwest Hospital, and
- 2) the transfer of \$9,390,000 from UW Medical Center to support the project.

PROJECT DESCRIPTION

The Northwest Hospital (NWH) project includes design, construction and equipping of a second cardiovascular procedural suite for primary electrophysiology (EP) use and secondary cardiac catheterization use, in an area adjacent to NWH's Emergency Department. The project is consistent with the UW Medicine Strategic Plan and will strengthen the UW Medicine Regional Heart Center in northern King County and southern Snohomish County, utilizing the existing model of each program site operating the facility under its own license. Providing the services under the UW Medicine Regional Heart Center brand coordinates the services pursuant to the UW Medicine strategic plan and leverages an existing strong brand presence. In addition, expansion will keep tertiary and quaternary services within the UW Medicine system for the benefit of other hospitals within the UW Medicine system.

BACKGROUND

In January 2010, as the NWH affiliation with UW Medicine was initiated, the UW Medicine Regional Heart Center and NWH met and identified priority opportunities to develop a UW Medicine Regional Heart Center presence at Northwest. Planning began, focusing on building a second cardiovascular procedure suite at NWH to accommodate EP procedures. The secondary purpose of the procedural suite addition is to create capacity for growth in acute cardiac interventions and general cardiac catheterization services.

The resulting project supports the strategic goals and growth targets of the UW Medicine Strategic Plan, including growth in cardiac services at NWH and related

VII. STANDING COMMITTEES

B. Finance, Audit and Facilities Committee

UW Medicine/Northwest Hospital - Approve Strategic Investment in Electrophysiology/Cardiac Catheterization Lab to Support Northwest Hospital as a Site of Service for UW Medicine Regional Heart Center (continued, p. 2)

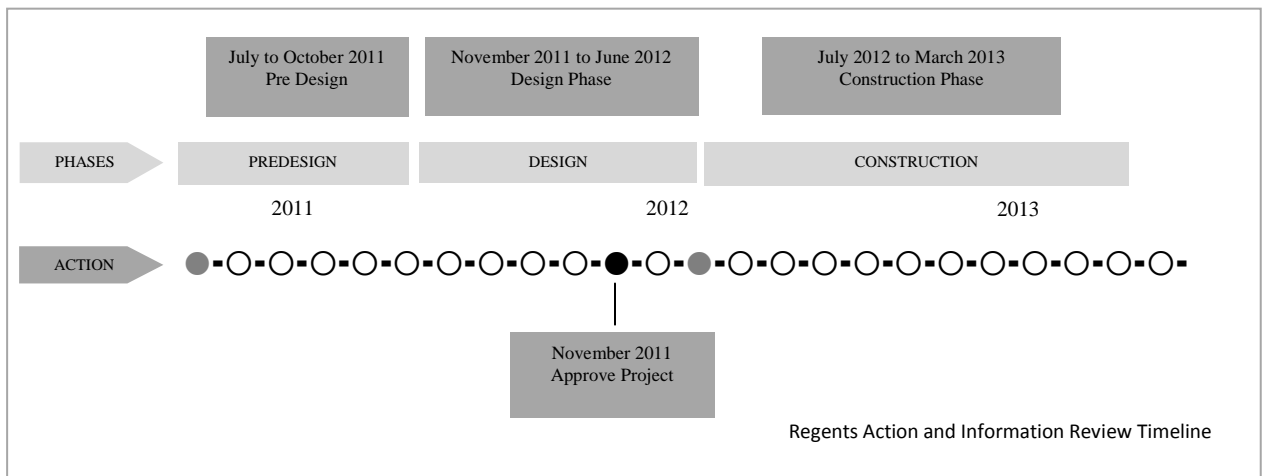
quaternary service growth at UW Medical Center (UWMC). The financial support from UWMC will expedite the project for the benefit of UW Medicine.

The preliminary design for the project has been done by Northwest Hospital and their design firm, ZGF. Design and construction will continue under the direction of Northwest Hospital. Funding for the project will be provided by UWMC over a two year period, FY 2012 and FY2013.

PROJECT SCOPE

The project includes design, construction and equipping of a second cardiovascular procedural suite for primary EP use and secondary cardiac catheterization use, in an area adjacent to Northwest Hospital's Emergency Department, It also includes the renovation of adjacent areas to accommodate waiting area, pre- and post-procedural patient care unit, and other cardiac diagnostics (Echocardiography and ECG).

PROJECT TIMELINE



Design, engineering and permitting will extend until June 2012 and construction from July 2012 through March 2013.

VII. STANDING COMMITTEES

B. Finance, Audit and Facilities Committee

UW Medicine/Northwest Hospital - Approve Strategic Investment in Electrophysiology/Cardiac Catheterization Lab to Support Northwest Hospital as a Site of Service for UW Medicine Regional Heart Center (continued, p. 3)

PROJECT BUDGET AND FINANCIAL ANALYSIS

The total project budget is \$9,390,000, including construction project costs of \$6,340,000 and furnishings and equipment of \$3,050,000.

All funds will be provided by UWMC from patient revenues. The FY 2012 project costs are included in the approved UWMC FY2012 budget.

REVIEW AND APPROVALS

The project and the associated funding plan have been reviewed and approved by the UW Medicine Board and the Senior Vice President.