

UConn HEALTH

September 25, 2024

TO: Members of the Board of Trustees

FROM: Andrew C. Agwunobi, MD, MBA 
Executive Vice President for Health Affairs and CEO of UConn Health

Jeffrey P. Geoghegan, CPA 
Executive Vice President for Finance and Chief Financial Officer

RE: Project Budget for the UConn Health Canzonetti (F) Building Wound Care Center
Renovation (Revised Final: \$1,330,000)

RECOMMENDATION:

That the Board of Trustees approve the Revised Final Budget in the amount of \$1,330,000 and note a report of a Revised Final Budget in the amount \$1,286,000, per the approval of the Executive Vice President for Finance and Chief Financial Officer, for the UConn Health Canzonetti (F) Building Wound Care Center Renovation.

RESOLUTION:

“Be it resolved that the Board of Trustees approve of the use of \$1,330,000 and note the previous approval of \$1,286,000 from UConn Health Capital and a Design and Construction allowance from Restorix Health Inc (Wound Care Center operator) for the UConn Health Canzonetti (F) Building Wound Care Center Renovation.”

BACKGROUND:

UConn Health and Restorix Health Inc have entered into a Professional Service Agreement to create a Comprehensive Wound Care Center (CWC) utilizing Hyperbaric Oxygen Therapy within the Canzonetti Building (F) that will be designed, furnished, staffed and operated by Restorix Health Inc. The Wound Care Center is complete and treating patients. This project aligns with UConn’s 2024-2034 Strategic Plan by promoting and improving the Wellness of People and Planet.

The current estimated cost to complete the project will exceed the previously approved budget by \$105,000. The projected overage is attributed to costs associated with a delay claim submitted by the contractor and additional code remediation issues exposed during the construction process.

On August 28, 2024, the Executive Vice President for Finance and Chief Financial Officer approved an increase of \$61,000 (4.98% of the previous approved Revised Final Budget) for a Revised Final Budget of \$1,286,000.

Board of Trustees policy permits the Executive Vice President for Finance and Chief Financial Officer to approve changes up to 5% of the project budget, providing that funding is available, and the Board of Trustees is subsequently notified of the revised project budget.

The Revised Final Budget is attached for your consideration. This Revised Final Budget is anticipated to be approved by the UConn Health Board of Directors at their meeting on September 9, 2024.

Attachments

CAPITAL PROJECT BUDGET REPORTING FORM

TYPE BUDGET: REVISED FINAL

PROJECT NAME: UCONN HEALTH - CANZONETTI (F) BUILDING WOUND CARE CENTER
RENOVATION

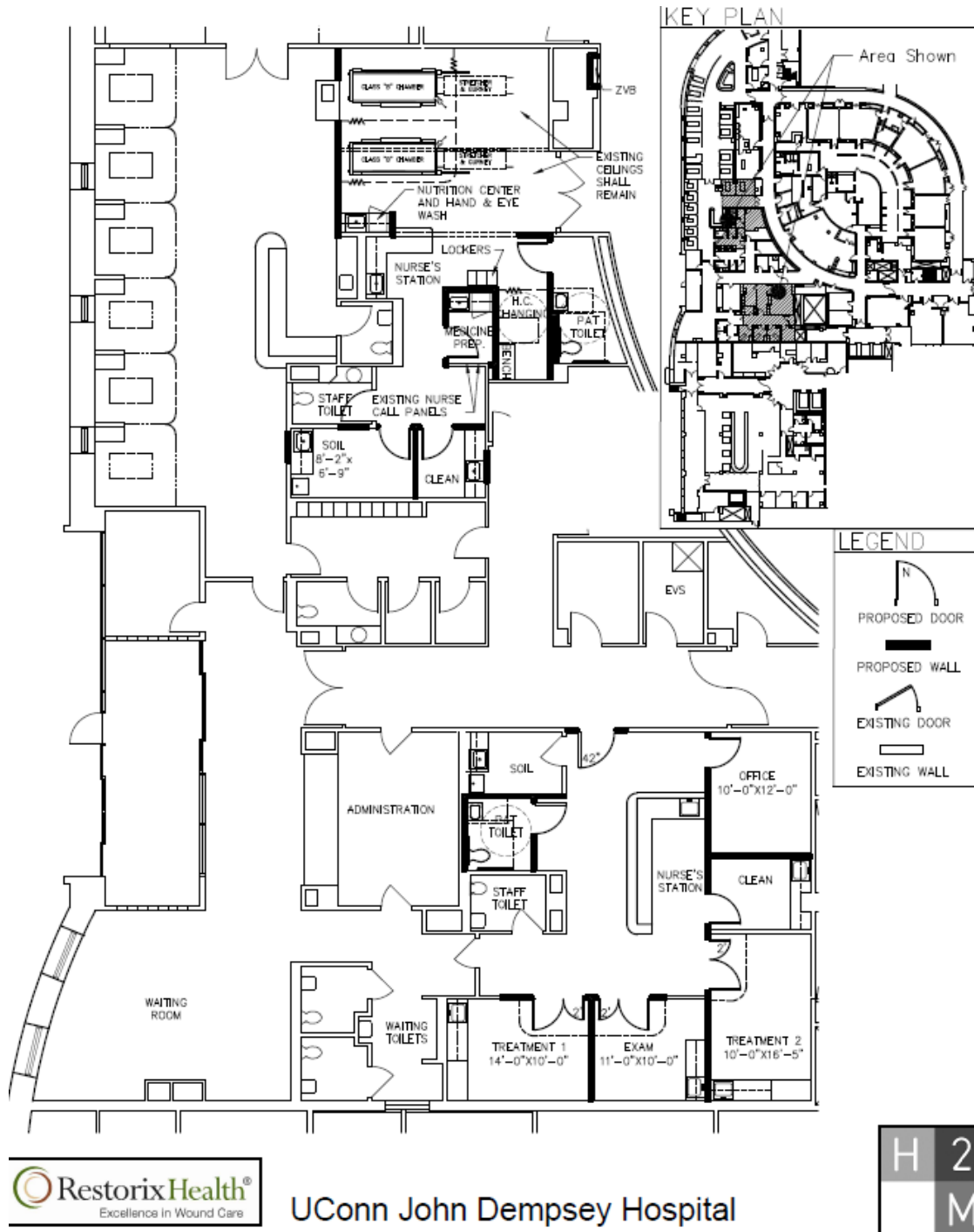
<u>BUDGETED EXPENDITURES</u>	<u>APPROVED DESIGN 6/29/2022</u>	<u>APPROVED FINAL 6/28/2023</u>	<u>PROPOSED REVISED FINAL 9/25/2024</u>
CONSTRUCTION	\$ 640,000	\$ 958,000	\$ 1,100,000
DESIGN SERVICES	64,000	85,000	85,000
TELECOMMUNICATIONS	64,000	64,000	120,000
FURNITURE, FIXTURES AND EQUIPMENT	5,000	4,000	7,000
CONSTRUCTION ADMINISTRATION	-	-	-
OTHER AE SERVICES (including Project Management)	-	-	-
ART	-	-	-
RELOCATION	-	-	1,000
ENVIRONMENTAL	-	-	-
INSURANCE AND LEGAL	-	-	-
MISCELLANEOUS	-	2,000	6,000
SUBTOTAL	\$ 773,000	\$ 1,113,000	\$ 1,319,000
PROJECT CONTINGENCY	77,000	112,000	11,000
TOTAL BUDGETED EXPENDITURES	\$ 850,000	\$ 1,225,000	\$ 1,330,000
<u>SOURCE(S) OF FUNDING*</u>			
UCONN HEALTH CAPITAL FUNDS	\$ 500,000	\$ 875,000	\$ 980,000
RESTORIX HEALTH INC DESIGN & CONSTRUCTION ALLOWANCE	350,000	350,000	350,000
TOTAL BUDGETED FUNDING	\$ 850,000	\$ 1,225,000	\$ 1,330,000

* This budget reflects the University's current intended source(s) of funding for the specified project. The University may adjust this funding plan in order to ensure compliance with applicable federal and state law(s) or to strategically utilize all fund sources, within the approved budget amount, as appropriate.

UCONN HEALTH/IMPROVEMENTS

UConn Health Canzonetti (F) Building Wound Care Center Renovation Budget (Revised Final) \$1,330,000

September 25, 2024



Conceptual Floor Plan