



# WEST VALLEY HEALTH

SEEKING AUTHORIZATION FOR \$400M IN ADDITIONAL BONDING AUTHORITY

2/13/2024



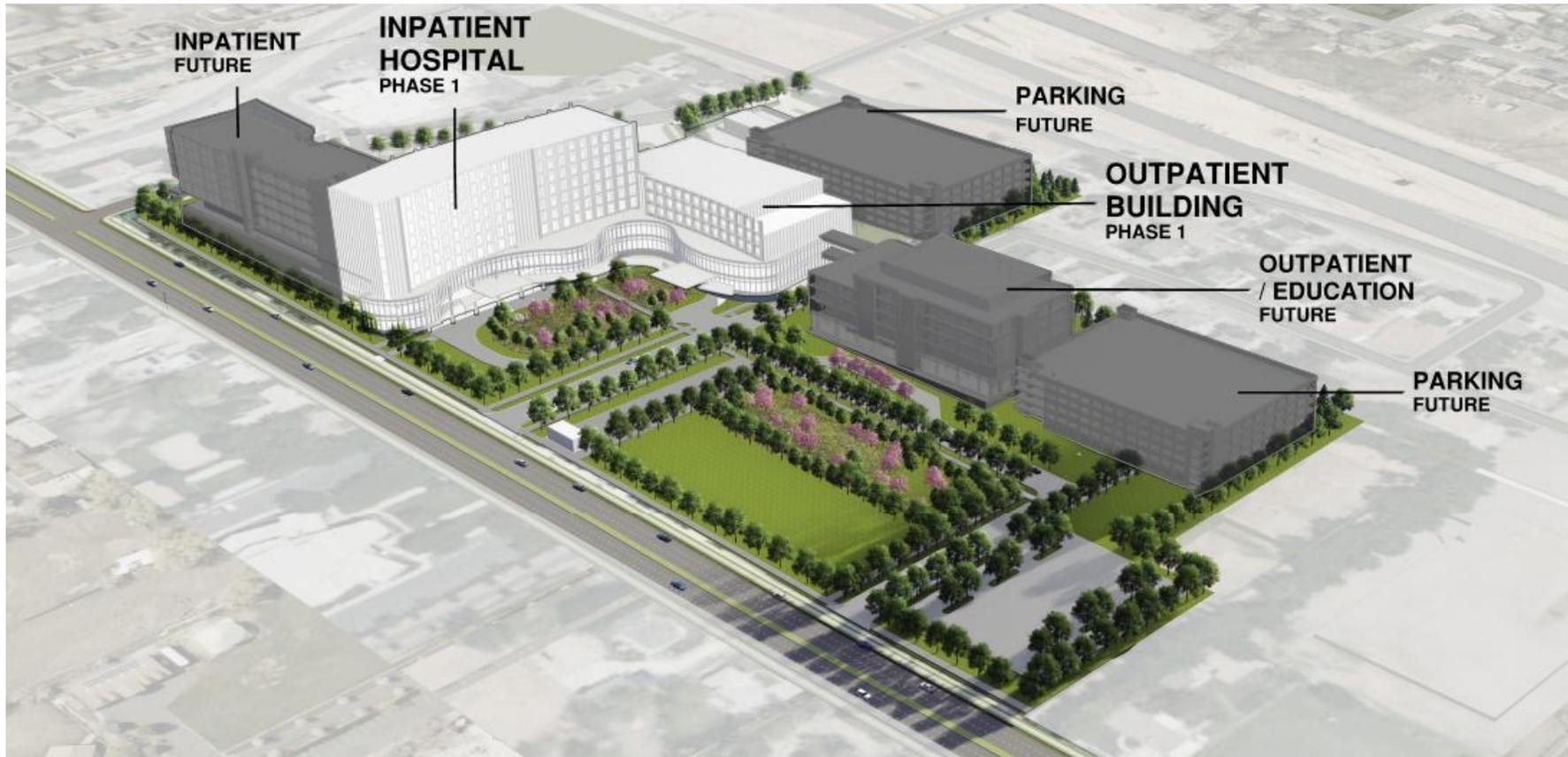
# Original Approval

**Presentation to Board of Trustees: November 9, 2021**

Original Cost Estimates: \$500M total

\$400M in bond funds (Project construction)

\$100M external loan (Furnishings & Equipment)



## **Build and estimate included:**

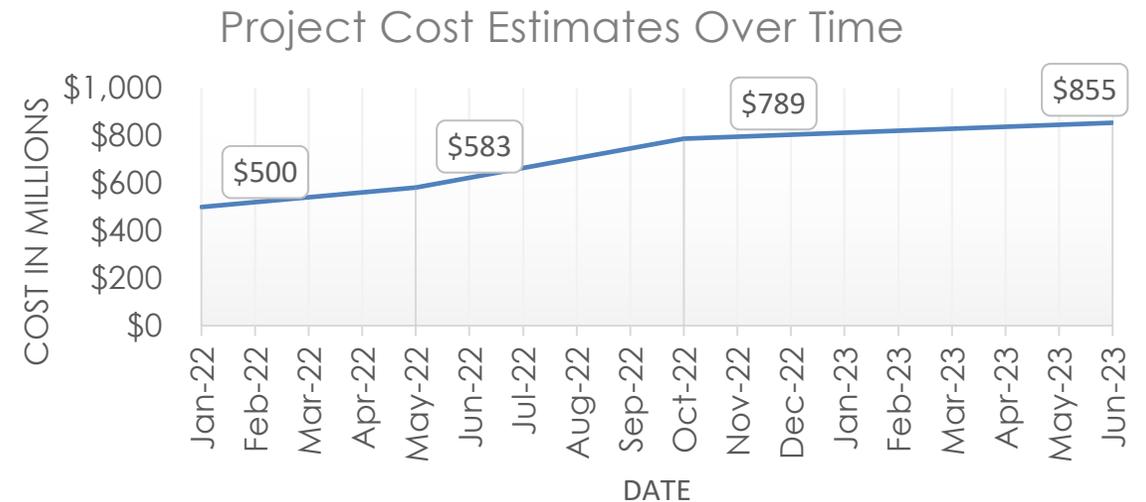
- 185 exam rooms
- 187 inpatient beds
- 25 operating & procedure rooms
- Emergency Department
- Full ancillary services

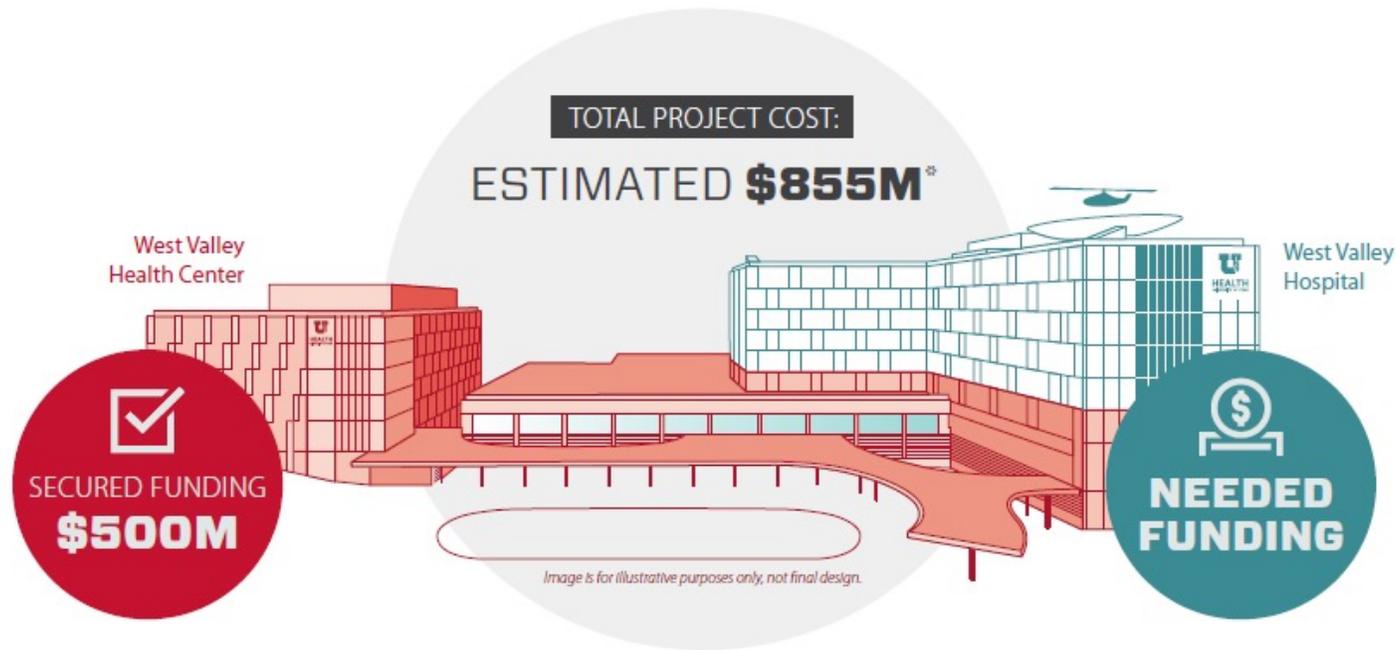
# West Valley Cost Estimates

## CONTRIBUTING FACTORS

- Increase in square footage of **165,253 (BGSF)** from legislative approval to end of Schematic Design (06/2023). This increase is attributed to:
  - Original feasibility study corrections: space omissions, inadequate program contingency and departmental area allocations per KPU
  - UHealth driven additions: community and conferencing space, connector between buildings, imaging services, operating rooms, & support spaces
- Pre-Covid escalation percentages averaged **4-5% (\$41,250,000)**. Current escalation percentage being held for the project is **8% (108,174,533)**
- Construction project costs per square foot have increased from **\$566 to \$747+** due to external impacts on sub-contractor services and supply chain delays
- Equipment costs are escalating similarly, originally estimated at **\$100M and currently \$170M**
- Site required the addition of an electrical sub-station (**+\$12,000,000**)

*Figures from project estimates based on full-build, non-phased approach (Aug 2023)*





## Phase IA

### \$400M Bond Approval by Utah State Legislature

### \$100M University of Utah Hospitals & Clinics (UUHC)

UUHC is contributing \$100M for equipment, furniture, and other costs

### What will \$500M pay for?

A Multi-Specialty Outpatient Health Center

- 100 - 200 exam rooms
- Services ranging from primary care and heart care to surgical and disease specialties
- Emergency Department
- Multi-use community meeting space
- Imaging services
- Operational and procedural suites

## Phase IB

### PROPOSED FUNDING SOURCES:

### \$200M Fundraising Campaign

The University of Utah is launching a fundraising campaign to secure large and small donations from local and national individuals, foundations, and corporations.

### \$155M Remaining Balance - UofU Health

U of U Health is exploring all funding opportunities.

### What will the additional funds pay for?

100 - 150 inpatient hospital rooms

# Thank you

*for your support as we partner with and bring  
high-quality healthcare to the West Side  
communities*

