

**Agendum  
Oakland University  
Board of Trustees Formal Session  
December 4, 2023**

**AUTHORIZATION FOR  
HAVENWYCK HOSPITAL, INC. LETTER OF INTENT AND LEASE  
A Recommendation**

1. **Division:** Finance and Administration
  
2. **Introduction:** Havenwyck Hospital operates a behavioral health hospital at 1525 University Drive in Auburn Hills, Michigan, directly across the street from Oakland University's West Campus at 1500 University Drive in Auburn Hills, Michigan. Having a need to expand outpatient services for its patient population, Havenwyck approached the University about leasing space in the West Campus building.

The University was able to identify available space whereby Havenwyck's patients would have a dedicated entrance in a contained suite as well as staff offices just outside of the contained suite. Havenwyck would renovate the suite to meet its needs and sign a five-year lease with renewal options.

Rent would be determined based on fair market value, estimated at \$16.50 per square foot with two percent annual escalations. Havenwyck would also pay an estimated \$4.00 per square foot for controllable expenses such as utilities, ground maintenance and security for the building.

It is requested that the Board authorize the Vice President for Finance and Administration to execute a Letter of Intent (LOI) as well as a Lease agreement with Havenwyck Hospital, Inc.

3. **Previous Board Action:** None.
  
4. **Budget Implications:** This lease will generate approximately \$210,125 in annual revenue to be used for West Campus site operations.
  
5. **Educational Implications:** Havenwyck Hospital may collaborate with the School of Nursing, the Physician Assistant program and other programs on educational opportunities for students.
  
6. **Personnel Implications:** This revenue will support funding for West Campus site staffing.
  
7. **University Reviews/Approvals:** This agendum was formulated by the Vice President for Finance and Administration, and reviewed by the President.

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**8. Recommendation:**


RESOLVED, that the Vice President for Finance and Administration be authorized to execute a Letter of Intent and a subsequent Lease with Havenwyck Hospital, Inc.; and, be it further

RESOLVED, that the Board of Trustees authorizes the President and the Vice President for Finance and Administration, and their respective designees, to perform all acts and deeds and to execute and deliver all contracts, instruments, and documents required by this resolution that are necessary, expedient and proper in connection with the LOI and Lease; and, be it further

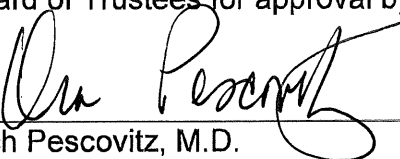
RESOLVED, that said contracts, instruments, and documents shall be reviewed by and be in a form acceptable to the Vice President for Legal Affairs and General Counsel prior to execution, and be in compliance with the law and with University policies and regulations and conform to the legal standards of the Vice President for Legal Affairs and General Counsel.

**9. Attachment: None.**

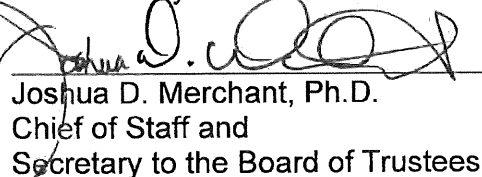
Submitted to the President  
on Nov 16, 2023 by

  
\_\_\_\_\_  
Stephen W. Mackey  
Vice President for Finance and Administration  
and Treasurer to the Board of Trustees

Recommended on 11/20, 2023  
to the Board of Trustees for approval by

  
\_\_\_\_\_  
Ora Hirsch Pescovitz, M.D.  
President

Reviewed by:

  
\_\_\_\_\_  
Joshua D. Merchant, Ph.D.  
Chief of Staff and  
Secretary to the Board of Trustees