## **PROSPECTUS – LEASE U.S. DEPARTMENT OF VETERANS AFFAIRS** HAMPTON ROADS, VA

Prospectus Number: PVA-15-VA23 Congressional Districts: 2.3

### **Executive Summary**

The U.S. General Services Administration (GSA) proposes a new outpatient clinic lease of approximately 182,230 net usable square feet (NUSF) for the U.S. Department of Veterans Affairs (VA) in the vicinity of Hampton Roads, VA.

The lease will be delegated to VA, provide continued services for the Hampton veteran community, and provide the necessary expansion services to meet current and projected service delivery gaps for healthcare in the local market.

#### Description

Occupant:	VA
Current NUSF:	N/A
Estimated Maximum NUSF:	182,230
Expansion/Reduction NUSF:	182,230 (expansion)
Estimated Maximum Rentable Square Feet:	246,011
Expiration Dates of Current Lease(s):	N/A
Proposed Maximum Lease Term:	20 years
Delineated Area:	North: Norview Ave., I-64, Northampton
	Blvd. (SR 13), Independence Blvd.
	South: Kempsville Rd. (SR 190), Butts
	Station Rd., Elbow Rd., Dam Neck Rd.,
	Holland Rd.
	East: Independence Blvd. to Holland Rd.
	at Dam Neck Rd.
	West: Tidewater Dr. (SR 168),
	Campostella Rd., N Battlefield Blvd. (SR
	168) at Kempsville Rd. (SR 190)
Number of Official Parking Spaces:	1,250
Scoring:	Operating Lease
Current Total Annual Cost:	N/A
Current Total Unserviced Annual Cost:	N/A
Estimated Unserviced Rental Rate:1	\$43.30 per NUSF
Estimated Total Unserviced Annual Cost: <sup>2</sup>	\$7,891,000

<sup>&</sup>lt;sup>1</sup> This estimate is for fiscal year 2023 and may be escalated by 2.0 percent annually to the effective date of the lease to account for inflation. The proposed rental rate is unserviced (taxes, insurance, management, and maintenance and repair reserves included); however, the lease contract may include operating expenses paid by the lessor.

<sup>2</sup> New leases may contain an escalation clause to provide for annual changes in real estate taxes.

## PROSPECTUS – LEASE U.S. DEPARTMENT OF VETERANS AFFAIRS HAMPTON ROADS, VA

Prospectus Number: PVA-15-VA23 Congressional Districts: 2, 3

### Justification

A new 182,230 NUSF lease in Hampton Roads will expand on care currently provided at the nearby, at-capacity CBOCs and allow for additional capacity of the Hampton VA Medical Center.

The current space in these facilities is insufficient to meet the projected needs of the veteran community. Space limitations and an increase in workload limit veterans' access to services in a timely manner.

The new facility will enhance VA outpatient services by closing space and utilization gaps identified in VA's Strategic Capital Investment Planning process. The new lease will allow VA to provide comprehensive primary care, mental health, and specialty care services to the veteran population in the Hampton Roads area in a rightsized and state-of-the-art healthcare facility.

### Summary of Energy Compliance

The Government will incorporate energy efficiency requirements into the Request for Lease Proposals and other documents related to the procurement of space based on the approved prospectus. The Government encourages offerors to exceed minimum requirements set forth in the procurement and to achieve an Energy Star performance rating of 75 or higher.

#### **Resolutions of Approval**

Resolutions adopted by the House Committee on Transportation and Infrastructure and the Senate Committee on Environment and Public Works approving this prospectus will constitute approval to make appropriations to lease space in a facility that will yield the required net usable area.

#### **Interim** Leasing

The Government will execute such interim leasing actions as are necessary to ensure continued housing prior to the effective date of the new lease. It is in the best interest of the Government to avert the financial risk of holdover tenancy.

## **PROSPECTUS – LEASE U.S. DEPARTMENT OF VETERANS AFFAIRS** HAMPTON ROADS, VA

Prospectus Number: PVA-15-VA23 Congressional Districts: 2.3

# **Certification of Need**

The proposed project is the best solution to meet a validated Government need.

Submitted at Washington, DC, on \_\_\_\_\_1/27/2023

Recommended:

Commissioner, Public Buildings Service

Approved: \_ Palmi Camaha

Administrator, General Services Administration