GSA PBS

### PROSPECTUS – LEASE U.S. DEPARTMENT OF VETERANS AFFAIRS NASHVILLE, TN

Prospectus Number: PTN-17-VA23 Congressional District: 5

### **Executive Summary**

The U.S. General Services Administration (GSA) proposes an outpatient clinic lease of approximately 157,260 net usable square feet (NUSF) for the U.S. Department of Veterans Affairs (VA), currently located in three leases totaling 17,857 NUSF in the vicinity of Nashville, TN.

The lease will be delegated to VA, provide continued services for the Nashville 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: 17,857
Estimated Maximum NUSF: 157,260

Expansion/Reduction NUSF: 139,403 (expansion)

Estimated Maximum Rentable Square Feet: 212,301

Expiration Dates of Current Lease(s): 8,000 NUSF – 9/30/2025

4,975 NUSF – 12/31/2028 4,975 NUSF – 9/30/2027

Proposed Maximum Lease Term: 20 years

Delineated Area: North: I-55 (Briley Parkway) from 12

(Ashland City Highway) to I-24

South: Harding Place/Battery Lane from 41A (Nolensville Road), to Belle Meade Boulevard to 70S (West End Avenue)

East: I-24 to I-65 to Cumberland River, to

I-24, to Thompson Lane to 4IA (Nolensville Road), to Harding Place West: 70S (West End Avenue) to 155 White Bridge Pike/Briley Parkway

Number of Official Parking Spaces: 1,100

Scoring: Operating Lease

Current Total Annual Cost: \$660,666 (leases effective 10/1/2015,

5/1/2019, 1/1/2019)

Current Total Unserviced Annual Cost: \$569,947

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Estimated Unserviced Rental Rate:<sup>1</sup>
Estimated Total Unserviced Annual Cost:<sup>2</sup>

\$54.89 per NUSF

\$8,633,000

### Justification

A new 157,260 NUSF lease in Nashville will replace and consolidate three existing leases in the Nashville market, including the existing Charlotte Avenue Annex, the Women's Veterans Healthcare Center, and the Albion Street VA Clinic.

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 Nashville 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.

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

<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.

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### **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.

# **Certification of Need**

	1/27/2023
Submitted at Washington, DC, o	n
Recommended:	
	nissioner, Public Buildings Service
Conin	inssioner, Fublic Buildings Service
Approved: Palmi Camaha	

Administrator, General Services Administration