

M E M O R A N D U M

May 3, 2022

TO: Health and Human Services Committee

FROM: Vivian Yao, Legislative Analyst

SUBJECT: **Worksession – FY23-28 Capital Improvements Program (CIP) for the Department of Health and Humans Services (DHHS): Nebel Street Shelter - Phase 2**

PURPOSE: Review and make recommendations on the FY23-28 DHHS CIP project.

Those expected to attend this worksession:

- Raymond Crowel, DHHS Director
- Victoria Buckland, Chief Operating Officer, DHHS
- Jason Rundell, Budget Team Leader, DHHS
- Deborah Lambert, Office of Management and Budget (OMB)

The Health and Human Services (HHS) Committee will review the Executive's recommended amendment for the new Nebel Street Shelter – Phase 2 project (©1-2). The project provides for site work improvements including parking lot, drainage, and greenspace improvements for the Nebel Street Homeless Shelter, which opened in March 2022. The project will also include an evaluation of the building envelope and preliminary planning for solar energy facilities.

The project programs \$500,000 in GO Bonds in FY23, and the FY23 Capital Budget request is \$500,000. Work is scheduled to be completed by the end of FY23.

The PDF explains that the Nebel Street Shelter project focused renovation work on only those items needed to open the facility. The urgency was driven by the expiring lease for the existing shelter and the need to return recreation center space, used to temporarily shelter homeless residents appropriately during the COVID-19 pandemic, to its intended use. This project will allow the County to make other needed improvements to the facility.

During review of the FY23-28 Capital Improvements Program for DHHS, the Committee was alerted that additional site improvements would require additional funding.

Council staff recommendation: Approve as recommended by the Executive.



Nebel Street Shelter - Phase 2

(P602302)

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|---------------|---------------------------|----------------------|------------------|
| Category | Health and Human Services | Date Last Modified | 03/14/22 |
| SubCategory | Health and Human Services | Administering Agency | General Services |
| Planning Area | Rockville | Status | |

EXPENDITURE SCHEDULE (\$000s)

| Cost Elements | Total | Thru FY21 | Est FY22 | Total 6 Years | FY 23 | FY 24 | FY 25 | FY 26 | FY 27 | FY 28 | Beyond 6 Years |
|----------------------------------|------------|-----------|----------|---------------|------------|----------|----------|----------|----------|----------|----------------|
| Planning, Design and Supervision | 50 | - | - | 50 | 50 | - | - | - | - | - | - |
| Construction | 450 | - | - | 450 | 450 | - | - | - | - | - | - |
| TOTAL EXPENDITURES | 500 | - | - | 500 | 500 | - | - | - | - | - | - |

FUNDING SCHEDULE (\$000s)

| Funding Source | Total | Thru FY21 | Est FY22 | Total 6 Years | FY 23 | FY 24 | FY 25 | FY 26 | FY 27 | FY 28 | Beyond 6 Years |
|------------------------------|------------|-----------|----------|---------------|------------|----------|----------|----------|----------|----------|----------------|
| G.O. Bonds | 500 | - | - | 500 | 500 | - | - | - | - | - | - |
| TOTAL FUNDING SOURCES | 500 | - | - | 500 | 500 | - | - | - | - | - | - |

APPROPRIATION AND EXPENDITURE DATA (\$000s)

| | | | |
|-------------------------------------|-----|--------------------------|---|
| Appropriation FY 23 Approp. Request | 500 | Year First Appropriation | |
| Appropriation FY 24 Approp. Request | - | Last FY's Cost Estimate | - |
| Cumulative Appropriation | - | | |
| Expenditure / Encumbrances | - | | |
| Unencumbered Balance | - | | |

PROJECT DESCRIPTION

The Nebel Street Homeless Shelter opened March 2023. This project is Phase 2 and will provide site work improvements including, but not limited to, parking lot, drainage and greenspace improvements. This project will also include an evaluation of the building envelope and preliminary planning for solar facilities.

LOCATION

11600 Nebel Street, Rockville, MD

ESTIMATED SCHEDULE

The work is planned to be completed by the end FY23.

PROJECT JUSTIFICATION

The COVID-19 pandemic made it necessary to quickly reconfigure housing facilities for homeless residents so that social distancing could occur. As a short-term measure, the County repurposed two recreation centers and rented a vacant office building to provide temporary shelter space while the County quickly made plans to purchase and renovate a building for a new shelter. Due to the expiration of the leased space and a desire to return the recreation centers to their intended community use, it was necessary to focus renovation work on only those work items needed to open the facility. Now that the shelter is open, this Phase 2 project will allow the County to go back now that the shelter has opened and provide other improvements.

COORDINATION

Department of General Services, Department of Health and Human Services