Prospectus Number: POK-FBC-OC21 Congressional District: 5

### FY 2021 Project Summary

The General Services Administration (GSA) proposes to provide, either through acquisition of an existing building or the acquisition of a site and construction, a new field office for the Department of Justice–Federal Bureau of Investigation (FBI) in Oklahoma City, OK. The federally owned facility will provide continued housing for the FBI to accomplish its mission and provide significant long-term savings to the American taxpayer. The proposed acquisition or construction will reduce the Government's rental payment to the private sector by approximately \$3,000,000 annually.

# FY 2021 Committee Approval and Appropriation Requested<sup>1</sup>

(Building Acquisition/

or Site Acquisition, Design, Construction, and Management and Inspection) \$85,931,000

### Overview of Project

This proposed project will provide a new field office facility for the FBI in Oklahoma City, either through the purchase of an existing building or the purchase of a site and the construction of a new building on that site. The federally owned field office will provide continued housing for the FBI and replace the existing leased field office, which includes approximately 114,556 rentable square feet/132,000 gross square feet (GSF) of office, storage, and special space, plus 288 parking spaces.

### **Site Information**

To be acquired ......approximately 7-8 acres

# **Building Area**

<sup>&</sup>lt;sup>1</sup> If acquisition of an existing facility is determined to be more cost-effective than Federal construction, GSA may allocate a portion of the estimated total project cost to undertake any needed repairs and alterations to the acquired facility.

Prospectus Number: POK-FBC-OC21 Congressional District: 5

Project Budget <sup>2</sup>	
Site	\$3,000,000
Design	6,355,000
Estimated Construction Cost (ECC)	71,400,000
Management and Inspection (M&I)	5,176,000
Estimated Total Project Cost (ETPC)*	
*Tenant agencies may fund an additional amount for alteration	s above the standard

normally provided by GSA.

Schedule Start End

Design and Construction FY 2021 FY 2027

# **Tenant Agencies**

**FBI** 

#### **Justification**

The FBI plays a vital law enforcement and national security role. The federally owned facility will provide continued housing for the FBI to accomplish its mission and provide significant long-term savings to the American taxpayer. GSA has been unable to successfully complete a lease procurement at rental rates that are generally equivalent to the region's commercial market. Further, because the current leased facility was build-to-suit, upfront tenant improvement costs were built into the rate. GSA entered into the original lease in 1999 and amortized \$5.5 million in Government costs into the annual rent payments over the lease term. Those amortized costs are now paid off, leaving the Government's current rental rate far in excess of the local commercial market.

Government ownership of the FBI field office in Oklahoma City will address in part the Government's long-term reliance on costly leases highlighted in U.S. Government Accountability Office report GAO-08-197 that were the result of a series of complex

<sup>&</sup>lt;sup>2</sup> The estimated project budget assumes the acquisition of land and the design and construction of a new facility to house the FBI. If an existing facility that meets the FBI's requirements is identified and purchase is determined to be cost-effective, the requested appropriation could be used for the aggregate of the acquisition of a facility at a price not to exceed fair market value, any associated closing costs, and any repairs and alterations necessary to meet the FBI's needs.

Prospectus Number: POK-FBC-OC21 Congressional District: 5

decisions that were made more than two decades ago. The Government entered into a number of FBI field office lease transactions with high rental rates and high Federal upfront costs in the early 2000s that are nearing their expiration dates, now resulting in limited competition and high costs at the time of replacement lease competition. Federal ownership of this proposed long-term solution ensures that the FBI's law enforcement and national security needs are met in the most secure and cost-effective manner possible.

The proposed acquisition or construction of an FBI field office in Oklahoma City will reduce the Government's rental payment to the private sector by approximately \$3,000,000 annually.

# **Summary of Energy Compliance**

This project will be designed to conform to requirements of the Facilities Standards for the Public Buildings Service. GSA encourages cost-effective design opportunities to increase energy and water efficiency above the minimum performance criteria.

# **Prior Appropriations**

None

### **Prior Committee Approvals**

None

# Alternatives Considered (30-year, present value cost analysis)

New Construction Lease \$ 105,394,000

\$ 165,010,000

The 30-year, present value cost of new construction is \$59,617,000 less than the cost of leasing, an equivalent annual cost advantage of \$2,810.

#### Recommendation

CONSTRUCTION OR BUILDING ACQUISITION

Prospectus Number: POK-FBC-OC21 Congressional District: 5

Certification of Ne	e <b>ed</b>
The proposed proje	ct is the best solution to meet a validated Government need.
Submitted at Wash	February 19, 2020 ington, DC, on
Recommended:	Commissioner, Public Buildings Service
Approved:	Emily Whyther Administration Administration