

## **NONRECURRING EXPENSES FUND**

### **Program Description and Accomplishments**

The Nonrecurring Expenses Fund (NEF) permits HHS to transfer unobligated balances of expired discretionary funds from FY 2008 and subsequent years into the NEF account. Congress authorized use of the funds for capital acquisitions necessary for the operation of the Department, specifically information technology (IT) and facilities infrastructure acquisitions. FDA depends upon the NEF to fund its lab revitalization initiatives;

From FY 2015 through FY 2017, FDA has received a total of \$155.2 million from the NEF to replace one owned laboratory, significantly renovate two owned laboratories, address urgent owned facilities and infrastructure needs, and relocate two aged and deteriorated leased labs. NEF resources have allowed FDA to expend \$94 million to replace the Office of Regulatory Affairs' (ORA) functionally obsolete owned laboratory at FDA's Winchester Engineering and Analytical Center in Winchester, Massachusetts, with an efficient, modern laboratory. NEF resources were also used to renovate laboratory Buildings 14 and 53A as well as an animal research processing area in Building 53B for the National Center for Toxicological Research (NCTR) located at FDA's owned Jefferson Laboratories Complex (JLC), in Jefferson, Arkansas. These resources have also allowed FDA to expend \$61.2 million to relocate ORA's aged, leased laboratories in Kansas City, Kansas, and Atlanta, Georgia, into new, modern, and efficient laboratories designed to meet ORA's mission.

In FY 2019, HHS notified Congress of the planned use of \$89 million in NEF resources to advance the ongoing laboratory relocation project at the Southeast Regional Laboratory. Funding will also support construction and facilities needs at the Denver Laboratory, the San Juan Complex, and infrastructure projects at the Pacific Regional Laboratory SW. Funds will also be used for facility and site infrastructure upgrades at FDA-owned locations that also support the reliability and safety of lab operations.

### **FY 2019 FDA Notification (\$89M)**

- **Irvine, California, \$3.300M**, to design and construct a retaining wall, or an alternative, due to the continuing decomposition and settlement of the landfill that the facility is partially built upon, which is posing a significant safety hazard at the site.
- **Denver District Laboratory, \$36.000M**, for replacement or relocation of the ORA Denver laboratory. GSA intends to initiate a capital project to construct a new federal building for the laboratory in FY 2019. If the capital construction project cannot move forward in FY 2019, GSA will acquire leased space and relocate the lab instead. GSA and FDA will not postpone the relocation if the federal construction project– which is included in GSA’s Capital Plan in the FY 2019 President’s Budget – cannot move forward because the existing condition of the laboratory is untenable.
- **Southeast Regional Laboratory, Atlanta, Georgia, \$17.300M**, for the relocation of the GSA leased laboratory within the same geographic location. This funding complements NEF funding received in FY 2016 and is based on updated construction requirements for laboratory environmental systems.
- **San Juan Complex, (Puerto Rico) \$8.000M**, for the construction of an addition to the Toro Building to consolidate all District Office staff and functions currently housed in multiple buildings across the site.
- **New Chiller Plant Design (Jefferson Labs Complex), \$1.185M**, for the construction of a new chiller plant in Building 2, which will be strategically located on campus and sized to replace the chiller plants located in Buildings 26 and 05B. This funding is for the design phase.
- **Gulf Coast Seafood Lab Construction, Dauphin Island, Alabama, \$2.400M**, for the demolition of two aged modular trailers that are beyond their useful life and construction of a one-story 3,840 GSF building on an elevated concrete slab to house 25 people (employees and contractors).
- **Muirkirk Road Complex, Laurel, Maryland, \$5.000M**, for replacing six air handling units in MOD 1. Replacing these units is necessary to ensure building operational reliability and continuity of mission critical work.
- **Jefferson Labs Complex Infrastructure Renovations, \$4.600M**, for repairs to Site Infrastructure (Roads, Sidewalks, Drainage)
- **Pacific Regional Laboratory SW, Irvine, California, \$5.000M**, for repairs of Surface Parking Areas.
- **Pacific Regional Laboratory SW, Irvine, California, \$6.000M**, for repairs to HVAC and Controls in Building IRV-1.