

Per BOCC request made at the May 28th budget work session, the information below pertains to funds in the Department of County Assets' Homeless Services Department Capital Fund.

Total Capital carry over into FY 2027	\$2,212,826
Harrison	\$100,000
Montavilla Improvement Set Aside	\$100,000
Willamette Improvements Set Aside	\$250,000
Cook Plaza Improvements Set Aside	\$200,000
Arbor Lodge Improvements Set Aside	\$250,000
Hold for Shelter Exit Capital Costs	\$350,000
Hold: Escalating Damage and Improvement Costs	\$962,826

Approximately \$1.25M of the existing carry over is earmarked for specific county-owned project sites in anticipation of capital costs associated with:

- Project completion charges that roll into FY 2027 (Harrison)
- Planned improvements (Cook Plaza, in case the HUD funded improvements run over cost)
- Known/anticipated Capital replacement needs (Montavilla, Willamette, Arbor Lodge)
- Shelter exit capital costs as shelters close

In a recent board work session HSD Deputy Director Anna Plumb noted that some remainder of capital costs could be used for other projects. However, after discussing with the Department of County Assets, Director VerGow feels it would be prudent to keep the remaining \$963K in the HSD Capital Fund in order to be able respond to unexpected capital needs that may arise across the suite of our county-owned assets. DCA recommends a 5% contingency set aside, and for HSD this equates to approximately \$850,000 across recent and current projects. With rising costs of materials and labor associated with capital improvements, and the dynamic nature of shelter environments, it is most responsible to hold this funding in the HSD capital fund in case of unexpected capital needs.