



AGENDA ITEM #14
March 31, 2009

Public Hearing/Action

OFFICE OF THE COUNTY EXECUTIVE
ROCKVILLE, MARYLAND 20850

Isiah Leggett
County Executive

MEMORANDUM

March 9, 2009

TO: Phil Andrews, President, County Council

FROM: Isiah Leggett, County Executive 

SUBJECT: Amendment to the FY09-14 Capital Improvements Program and Supplemental Appropriation #28-S09-CMC-4 to the FY09 Capital Budget
Montgomery College
Germantown Science & Technology Park Infrastructure (No. 096607) \$3,217,000
(non-County funds)

I am recommending a supplemental appropriation to the FY09 Capital Budget and amendment to the FY09-14 Capital Improvements Program in the amount of \$3,217,000 for the Germantown Science and Technology Park Infrastructure (No. 096607) project.

This amendment and supplemental appropriation is needed to provide expenditure authority for Federal and State grants received to partially fund the planning, design, and construction road and utility infrastructure for the Germantown Science and Technology Park. The source of funds for this request is three grants:

- \$1,435,000 – U.S. Department of Energy;
- \$282,000 – U.S. Small Business Administration;
- \$1,500,000 – Maryland Department of Business and Economic Development.

While the Board of Trustees for Montgomery College approved this supplemental appropriation request in May 2008, notification to the College of the approval of the last grant was received on February 20, 2009. No additional County funds are required for this request. The recommended amendment is consistent with the criteria for amending the CIP as the project leverages significant non-County sources of funds.

Introduce March 17, 2009
PH + action March 31

Phil Andrews, President, County Council
March 9, 2009
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I recommend that the County Council approve this supplemental appropriation and amendment to the FY09-14 Capital Improvements Program in the amount of \$3,217,000 and specify the source of funds as Federal Aid and State Aid.

I appreciate your prompt consideration of this action.

IL:ad

Attachment: Amendment to the FY09-14 Capital Improvements Program and Supplemental Appropriation #28-S09-CMC-4
Germantown Science & Technology Park Infrastructure (No. 096607) PDF
Montgomery College Supplemental Appropriation Request (\$3,217,000)

c: Joseph F. Beach, Director, Office of Management and Budget
Kathleen Boucher, Assistant Chief Administrative Officer
Brian K. Johnson, Ed.D, President, Montgomery College



May 20, 2008

Office of the President

The Honorable Isiah Leggett
Montgomery County Executive
Executive Office Building
101 Monroe Street
Rockville, Maryland 20850

and

The Honorable Michael Knapp, President
Montgomery County Council

and

Members of the Montgomery County Council
Stella B. Werner Council Office Building
100 Maryland Avenue
Rockville, Maryland 20850

Re: FY2008 Capital Budget Supplemental Appropriation Request - \$3,217,000
Science and Technology Park Infrastructure Project (CIP#086601)

Dear Mr. Leggett and Mr. Knapp and
Members of the Montgomery County Council:

I am pleased to report that Montgomery College is requesting a supplemental appropriation for Federal and State grants received for a new project called "Science and Technology Park Infrastructure". You will recall that this project is the outcome of a partnership between the College and the County, originally initiated by the County, to ensure that adequate sites remain available in the County to support the expansion of biotechnology development as the Shady Grove Life Sciences reaches capacity. The Science and Technology Park will be located on Montgomery College's Germantown Campus and will be pursued as a partnership between the College and the private sector to eventually develop a million square foot business park on 40 acres of the Campus. The Park will provide a unique opportunity for students to combine learning with employment opportunities by simultaneously taking courses at the Bioscience Education Center and working in the Park. Additionally, businesses graduating from the Germantown Innovation Center will be encouraged to expand into the park and thereby offering them the opportunity to stay in the County. The Science and Technology Park Infrastructure Project will be partially funded through three (3) grants, which consist of Federal and State Aid. When the Montgomery College Biotechnology Project is fully implemented, it is projected to create 4,000 new jobs and generate almost \$2 million per year in State and County tax revenue plus additional Federal tax revenues, as well as resources to support the College.

The Honorable Isiah Leggett
The Honorable Michael Knapp
Members of the Montgomery County Council
May 20, 2008
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supplemental appropriation will partially fund the planning, design, and construction of the Science and Technology Park Infrastructure. The source of funds is three (3) grants –U. S. Department of Energy - \$1,435,000, U. S. Small Business Administration - \$282,000, and the Maryland Department of Business and Economic Development - \$1,500,000. Montgomery County Council action is requested to provide the College with the appropriation authority to use the designated funds.

It should be noted, however, that while no additional County funds are required for this grant-related supplemental appropriation, a request for additional infrastructure funding from the County is anticipated in 2009 based upon the final construction cost estimates prepared as part of the Federal and State grant funded design work.

Thank you again for your continued support of the College's students and programs. Please let me know if you have any questions or require any additional information.

Sincerely,

A handwritten signature in black ink that reads "Brian K. Johnson/Ed.D." with a stylized flourish at the end.

Brian K. Johnson, Ed.D.
President

Enclosures

cc: Mr. Marshall Moore, Vice President for Administrative and Fiscal Services
Mr. David Capp, Associate Vice President for College Facilities
Dr. Hercules Pinkney, Vice President and Provost, Germantown Campus

**BOARD OF TRUSTEES
MONTGOMERY COLLEGE
Rockville, Maryland**

Agenda Item Number: 11
May 19, 2008

**REQUEST FOR SUPPLEMENTAL APPROPRIATION
FY2008 CAPITAL BUDGET
SCIENCE AND TECHNOLOGY PARK INFRASTRUCTURE PROJECT**

BACKGROUND

This supplemental appropriation request is for \$3,217,000 to provide sufficient appropriation authority for grant funds to support a new project in the Capital Budget for the initiation of infrastructure design and construction for a biotechnology park on the Germantown Campus of Montgomery College in conjunction with the Montgomery County Government. The source of the funds for this infrastructure project is comprised of three (3) grants – two (2) Federal and one (1) State. The first Federal grant totals \$1,435,000 and is funded through the U.S. Department of Energy. The second Federal grant totals \$282,000 and is funded through the U.S. Small Business Administration. The third grant is funded by the Maryland Department of Business and Economic Development and totals \$1,500,000. For the State of Maryland grant, \$1,000,000 is designated for Montgomery College and the remaining \$500,000 will be passed through to the Montgomery County Department of Economic Development for their Germantown Incubator Project.

The Montgomery College Biotechnology Project encompasses two interrelated initiatives that are tied together through a unique approach to bioscience education and workforce development: (1) The Bioscience Education Center, a 127,000 gross square foot academic building featuring state-of-the-art science laboratories located on the Germantown Campus; and (2) the Science and Technology Park, a million gross square foot business park adjacent to the Germantown Campus. Construction of the Bioscience Education Center is a separately funded project in the College's FY2008 Capital Budget

In order to move the infrastructure for the Science and Technology Park forward, Federal and State funding is needed to begin certain improvements on the public lands that comprise the site. A second roadway entrance to the Campus is needed and basic utilities and road work must be established in the Science and Technology Park. This supplemental appropriation request is required to fund the Science and Technology Park infrastructure. Additional infrastructure funding from the County is anticipated to be requested in FY2009 based on final construction cost estimates prepared as part of the Federal and State grant-funded design work.

RECOMMENDATION

It is recommended that a request be submitted to the County Executive and the County Council to amend the College's approved FY2008 Capital Budget to include a supplemental appropriation of \$3,217,000 for three (3) grants received by the College: (U.S. Department of Energy - \$1,435,000; U.S. Small Business Administration - \$282,000; Maryland Department of Business and Economic Development - \$1,500,000) for a Science and Technology Park Infrastructure Project. The Board authorizes the President to transmit the supplemental

appropriation request to the Montgomery County Executive for review and recommendation to the Montgomery County Council for final action for appropriation.

BACK-UP INFORMATION

Board Resolution
Project Description Form

RESOURCE PERSONS:

Mr. Capp
Mr. Moore
Dr. Pinkney
Mr. Sorrell

**BOARD OF TRUSTEES
MONTGOMERY COLLEGE**
Rockville, Maryland

Resolution Number: **08-05-045**
Adopted on: **5/19/08**

Agenda Item Number: 11
May 19, 2008

Subject: Request for Supplemental Appropriation, FY2008 Capital Budget, Science and Technology Park Infrastructure Project

WHEREAS, on May 24, 2007, by Council Resolution #16-157, the County Council approved and appropriated \$29,178,000 for the FY2008 Montgomery College Capital Budget; and

WHEREAS, on June 18, 2007, by Board Resolution #07-06-083, the Board of Trustees approved the final adoption of the FY2008 Capital Budget for the College as amended and approved by the County Council; and

WHEREAS, Montgomery College has been awarded grants from the U. S. Department of Energy, the U. S. Small Business Administration and the Maryland Department of Business and Economic Development for design and construction of infrastructure for a Science and Technology Park as part of the Montgomery College Biotechnology Project; and

WHEREAS, the College desires to amend the FY2008 Capital Budget to provide for supplemental appropriation authority for \$3,217,000 in grant funds for a Science and Technology Park Infrastructure Project on the Germantown Campus (no additional county funds required for these grants) from the U. S. Department of Energy - \$1,435,000; the U. S. Small Business Administration - \$282,000; and the Maryland Department of Business and Economic Development - \$1,500,000); and

WHEREAS, the President of the College recommends the following action; now therefore be it

Resolved, That the Board amends the FY2008 Capital Budget to include a supplemental appropriation of \$3,217,000 for three (3) grants received by the College: U. S. Department of Energy - \$1,435,000; U. S. Small Business Administration - \$282,000; and Maryland Department of Business and Economic Development - \$1,500,000 (including \$500,000 to be passed through to Montgomery County Department of Economic Development for their Germantown Incubator Project) for design and construction of a Science and Technology Park Infrastructure Project; and be it further

Resolved, That the Board authorizes the President to transmit the supplemental appropriation request to the Montgomery County Executive for review and recommendation to the Montgomery County Council for final action for appropriation.

BKJ;abg

Resolution: _____
Introduced: _____
Adopted: _____

COUNTY COUNCIL
FOR MONTGOMERY COUNTY, MARYLAND

By: Council President at the Request of the County Executive

SUBJECT: Amendment to the FY09-14 Capital Improvements Program and
Supplemental Appropriation #28-S09-CMC-4 to the FY09 Capital Budget
Montgomery College
Germantown Science & Technology Park Infrastructure (No. 096607), \$3,217,000

Background

1. Section 16-301(d) of the Education Article of the Code of Maryland states that the capital and operating budgets of community colleges shall be prepared and considered in accordance with County fiscal procedures not inconsistent with State law. Section 16-304(a) and (b) state that each County governing body may appropriate money by major function to pay the cost of establishing and operating a community college.
2. Section 307 of the Montgomery County Charter provides that any supplemental appropriation shall be recommended by the County Executive who shall specify the source of funds to finance it. The Council shall hold a public hearing on each proposed supplemental appropriation after at least one week's notice. A supplemental appropriation that would comply with, avail the County of, or put into effect a grant or a Federal, State or County law or regulation, or one that is approved after January 1 of any fiscal year, requires an affirmative vote of five Councilmembers. A supplemental appropriation for any other purpose that is approved before January 1 of any fiscal year requires an affirmative vote of six Councilmembers. The Council may, in a single action, approve more than one supplemental appropriation. The Executive may disapprove or reduce a supplemental appropriation, and the Council may reapprove the appropriation, as if it were an item in the annual budget.
3. Section 302 of the Montgomery County Charter provides that the Council may amend an approved capital improvements program at any time by an affirmative vote of no fewer than six members of the Council.

Action

The County Council for Montgomery County, Maryland, approves the following action:

The FY09-14 Capital Improvements Program of the Montgomery County Government is amended as reflected on the attached project description form and a supplemental appropriation is approved as follows:

<u>Project Name</u>	<u>Project Number</u>	<u>Cost Element</u>	<u>Amount</u>	<u>Source of Funds</u>
Germantown Science & Technology Infrastructure	096607	Planning, Design and Supervision Site Improvements and Utilities Construction	\$500,000 \$1,217,000 \$1,500,000	Federal Aid Federal Aid State Aid
TOTAL			<u>\$3,217,000</u>	

This is a correct copy of Council action.

Linda M. Lauer, Clerk of the Council

Germantown Science&Technology Park Infrastructure -- No. 096607

Category	Montgomery College	Date Last Modified	March 05, 2009
Subcategory	Higher Education	Required Adequate Public Facility	No
Administering Agency	Montgomery College	Relocation Impact	None
Planning Area	Germantown	Status	

EXPENDITURE SCHEDULE (\$000)

Cost Element	Total	Thru FY07	Est. FY08	Total 6 Years	FY09	FY10	FY11	FY12	FY13	FY14	Beyond 6 Years
Planning, Design, and Supervision	500	0	0	500	500	0	0	0	0	0	0
Land	0	0	0	0	0	0	0	0	0	0	0
Site Improvements and Utilities	2,217	0	0	2,217	2,217	0	0	0	0	0	0
Construction	500	0	0	500	500	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0	0
Total	3,217	0	0	3,217	3,217	0	0	0	0	0	0

FUNDING SCHEDULE (\$000)

Federal Aid	1,717	0	0	1,717	1,717	0	0	0	0	0	0
State Aid	1,500	0	0	1,500	1,500	0	0	0	0	0	0
Total	3,217	0	0	3,217	3,217	0	0	0	0	0	0

DESCRIPTION

This project provides funds to develop road and utility infrastructure plans for the Science and Technology Park, and provides funds for the Germantown Incubator, and construction. The Germantown Business Incubator will be located at 20271 Goldenrod Lane in a commercial building adjacent to the Montgomery College campus. The Science and Technology Park is modeled after the County's Shady Grove Life Sciences Center (SGLSC). The Science and Technology Park is estimated to be a million square foot business park located on 40 acres of the Germantown campus.

This project is a part of the Montgomery College Biotechnology Project, which encompasses two interrelated initiatives that are tied together through a unique approach to bioscience education and workforce development: (1) The Bioscience Education Center, a 127,000 gross square foot academic building featuring state-of-the-art science laboratories located on the Germantown Campus; and (2) the Science and Technology Park, a million gross square foot business park adjacent to the Germantown Campus. Construction of the Bioscience Education Center is a separately funded project in the College's FY 2008 Capital Budget.

JUSTIFICATION

The Science and Technology Park Infrastructure Project aims to enhance Montgomery County's leading role in biosciences and technology. The proposed Science and Technology Park's location along the I 270 Corridor in Montgomery County Maryland, in the heart of "DNA Alley," provides strong assurance that it will be successful. It will enhance Maryland's and Montgomery County's reputation as a national leader in the provision of bioscience and technology opportunities.

Collegewide Facilities Master Plan Update (Pending 11/08), Montgomery College Science & Technology Park Master Plan (05/06), and Montgomery College Germantown Campus Site Planning Studies (03/06).

FISCAL NOTE

Funding Sources: Federal Aid, and State Aid.

The Federal Aid is comprised of 2 grants U.S. Small Business Administration \$282,000, and the U.S. Department of Energy \$1,435,000. The State Aid is funded through the MD Department of Economic Development, and totals \$1,500,000 (\$500,000 will be used for the Montgomery County Department of Economic Development for the Germantown Business Incubator).

OTHER DISCLOSURES

- Montgomery College asserts that this project conforms to the requirements of relevant local plans, as required by the Maryland Economic Growth, Resource Protection and Planning Act.

APPROPRIATION AND EXPENDITURE DATA	COORDINATION	MAP
Date First Appropriation	FY09 (\$000)	See Map on Next Page
First Cost Estimate	FY09 3,217	
Current Scope		
Last FY's Cost Estimate	0	
Appropriation Request	FY09 0	
Appropriation Request Est.	FY10 0	
Supplemental Appropriation Request	3,217	
Transfer	0	
Cumulative Appropriation	0	
Expenditures / Encumbrances	0	
Unencumbered Balance	0	
Partial Closeout Thru	FY06 0	
New Partial Closeout	FY07 0	
Total Partial Closeout	0	