

COUNTY COUNCIL FOR MONTGOMERY COUNTY, MARYLAND

APPROVED

Tuesday, November 29, 2022

The County Council for Montgomery County, Maryland convened in the Council Hearing Room, Stella B. Werner Council Office Building, Rockville, Maryland at 10:34 a.m. on Tuesday, November 29, 2022.

PRESENT

Councilmember Gabe Albornoz, President Councilmember Evan Glass, Vice President

Councilmember Andrew Friedson Councilmember Tom Hucker Councilmember Will Jawando Councilmember Sidney Katz Councilmember Nancy Navarro Councilmember Craig Rice

Councilmember Hans Riemer

The President in the Chair.

Mr. Albornoz acknowledged the first responders who made the incredible rescue of a pilot and passenger from a plane that crashed into power lines near the Montgomery County Airpark and expressed appreciation to PEPCO for restoring power quickly.

GENERAL BUSINESS

A. Announcements - Agenda and Calendar Changes

There were no agenda or calendar changes.

(1) B. Acknowledgement - Receipt of Petitions

No petitions were received this week.

C. **Action** - Approval of Minutes

Approved the minutes of September 20 and October 11, 18, and 27, 2022, and the closed session minutes of October 3, 10, and 25, 2022, without objection.

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(2) WORKSESSION/ACTION - Amendment to the FY23-28 Capital
Improvements Program and Special Appropriation #23-55 to the County
Government's FY23 Capital Budget, Department of Transportation - Farm
Women's Market Parking Garage Project (No. 502316), \$1,468,000 (Source of Funds: GO Bonds and Intergovernmental)

Mr. Riemer, Chair of the Planning, Housing, and Economic Development (PHED) Committee, reviewed the vision for this project and the work of the public/private partnership to transform this area into housing, a public park, and underground parking. Mr. Friedson acknowledged Mr. Riemer and former Councilmember Roger Berliner's work and the work of the State, municipal, and private sector partners to make this vision a reality in the Town of Chevy Chase.

Senior Analyst Orlin reviewed amendments approved yesterday by the joint PHED/Transportation and Environment (T&E) Committee as contained in the staff report for both the garage and the park project. He noted that the project description form shows \$100,000 annually for Planning, Design, and Supervision (PDS) costs, but that typically the Capital Improvements Program budget appropriates this charge only on a year-to-year basis, therefore the total special appropriation should be \$500,000 less, or \$8,932,000.

Adopted **Resolution 19-1456**, approving as amended the amendment to the FY23-28 CIP and subject Special Appropriation for the Farm Women's Market Parking Garage Project, in the amount of \$1,468,000.

The joint PHED/T&E Committee made the motion, which carried unanimously.

(3) WORKSESSION/ACTION - Amendment to the FY23-28 Capital
Improvements Program and Special Appropriation #23-52 and Amendment to the
County Government's FY23 Capital Budget, Maryland-National Capital Park and
Planning Commission, Department of Parks, Bethesda Lots 10-24 Parks (No.
P872302), \$9,432,000 (Source of Funds: Bethesda Park Impact Payment, State
Aid, Intergovernmental)

As noted in the above item, the subject special appropriation should be \$500,000 less, in the amount of \$8,932,000.

Adopted **Resolution 19-1457**, approving the subject CIP amendment and special appropriation as amended, in the amount of \$8,932,000.

The joint PHED/T&E Committee made the motion, which carried unanimously.

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(4) WORKSESSION/ACTION - Supplemental Appropriation to the County
Government's FY23 Capital Budget and Amendment to the FY23-28 Capital
Improvements Program (CIP), \$9,500,000 for Bus Rapid Transit: US 29 Phase II
(Source of Funds: Development Impact Tax, State Aid)

Mr. Hucker, Chair of the T&E Committee, reviewed the Committee's recommendation in support of the Median Lane option, which would provide dedicated lanes for Bus Rapid Transit (BRT). Dr. Orlin reviewed the two options considered by the Committee: the Median Lane option and the Managed Lane option, as contained in the staff report.

Councilmembers expressed support for the project and Mr. Glass expressed the view that this is a visionary project that will set the stage for the East County and future BRT throughout the County.

Adopted **Resolution 19-1458**, approving the subject supplemental appropriation and CIP amendment in the amount of \$9,500,000 and reflecting the Median Lane option.

The T&E Committee made the motion which carried unanimously.

COUNTY COUNCIL FOR MONTGOMERY COUNTY, MARYLAND IN LEGISLATIVE SESSION - Day #33

(15) Call of Bills for Final Reading:

A. Bill 13-22, Buildings - Comprehensive Building Decarbonization

Mr. Riemer reviewed the intent of the Bill to move toward the use of clean electricity in buildings and to help meet the County's climate goals. He noted that the scope of the Bill is limited to new construction and does not include renovations.

Legislative Attorney Ndou reviewed amendments made by the PHED Committee which include exempting all-electric building standards from major renovations and additions, buildings used to treat sewage or food waste, commercial kitchen equipment in an eating and drinking establishment, and buildings used for farming and farm alcohol production. The Council supported these amendments without objection.

Mr. Glass in the Chair.

Mr. Albornoz offered a series of amendments to the Bill, as contained in the staff report beginning on page 4.

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Supported Mr. Albornoz's motion to change the effective date to December 31, 2026, to match the effective date in place for Washington D.C., for all non-exempt buildings, as amended to include Mr. Riemer's suggestion to change the effective date for all residential buildings greater than four stories, affordable housing, and schools to December 31, 2027, without objection.

Supported without objection Mr. Albornoz's motion to require the County Executive to submit a report to the County Council on the results of the Maryland Public Service Commission's study regarding the system capacity needs and investments required for an all-electric building code standard no later than September 30, 2024.

Supported without objection Mr. Albornoz's motion to include a waiver process for the use of alternative energy sources if the resulting building is carbonneutral or net zero.

Supported without objection Mr. Albornoz's motion to change the regulations from Method (2) to Method (1), which requires approval from the County Council.

Supported Mr. Albornoz's motion to exempt gas fireplaces and outdoor grills from the regulations. Mr. Jawando, Mr. Hucker, and Mr. Glass were opposed, expressing the view that goes against the intent of the Bill and would give an exemption for wealthier residents to obtain an amenity.

Supported without objection Mr. Albornoz's motion to require the Department of Permitting Services to arrange for an annual audit that includes information on the number of applications submitted for new construction, the number of waivers granted, current electric rates for consumers, and an analysis of any alternative energy sources used.

Mr. Albornoz in the Chair.

Supported without objection Mr. Friedson's motion to add language to the Bill to reflect that the regulations may include additional exemptions not listed in section 8-14(D)(c) if all-electric buildings standards cannot be applied to a particular system or use due to practical difficulty or undue hardship.

Legislative Attorney Ndou noted the suggestion from Mr. Rice to have the Department of Permitting Services (DPS) and the Department of Environmental Protection (DEP) post information on their websites about state and federal programs that exist that may provide some financial relief to consumers. She said utility companies raised concerns about permitting and approval processes, and that the Council should be aware it may be necessary in the future to expedite these processes for certain energy infrastructure projects.

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Councilmembers spoke in support of the Bill and the need for a greener energy grid and for collaboration with state and federal agencies to meet the County's climate and energy goals and expressed appreciation to community advocates and energy providers for their support.

Mr. Rice noted the importance for the next Council to ensure that these positive changes are equitable and accessible for all County residents, including those of lower socio-economic status.

Enacted draft #2 of **Bill 13-22**, as amended and shown at the end of these minutes.

Mr. Riemer made the motion and the Bill was enacted by a roll call vote:

YEAS: Katz, Jawando, Riemer, Hucker, Navarro, Rice, Friedson, Glass, Albornoz.

(5) CONSENT CALENDAR

Approved the following consent calendar items listed below. Mr. Rice made the motion, which carried without objection.

- A. Adopted **Resolution 19-1459**, an Amendment to the County Government's FY23 Operating Budget Resolution 19-1285, Section G, FY23 Designation of Entities for Non-Competitive Contract Award Status: Family Services, Inc., Identity, Inc., Manna Food Center, Inc., Flores Consulting, LLC.
- B. Adopted **Resolution 19-1460**, an Amendment to the County Government's FY23 Operating Budget Resolution 19-1285, Section G, FY23 Designation of Entities for Non-Competitive Contract Award Status: The Primary Care Coalition of Montgomery County, Inc.
- C. Adopted **Resolution 19-1461**, an Amendment to the County Government's FY23 Operating Budget Resolution 19-1285, Section G, FY23 Designation of Entities for Non-Competitive Contract Award Status: The Primary Care Coalition of Montgomery County, Inc., St. John's Norwood Episcopal Church, Germantown Cultural Arts Center, Inc. d/b/a BlackRock Center for the Arts, Access to Wholistic and Productive Living, Inc., Healing Our Village of Maryland, Inc., My Active Senior, Inc.
- D. Adopted **Resolution 19-1462**, an Amendment to the County Government's FY23 Operating Budget Resolution 19-1285, Section G, FY23 Designation of Entities for Non-Competitive Contract Award Status: Greater DC Diaper Bank, Inc.

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- E. Adopted **Resolution 19-1463**, an Amendment to the County Government's FY23 Operating Budget Resolution 19-1285, Section G, FY23 Designation of Entities for Non-Competitive Contract Award Status: Community FarmShare, LLC.
- F. Adopted **Resolution 19-1464**, an Amendment to the County Government's FY23 Operating Budget Resolution 19-1285, Section G, FY23 Designation of Entities for Non-Competitive Contract Award Status: Housing Initiative Partnership, Inc. and Montgomery County Renters Alliance, Inc.
- G. Adopted **Resolution 19-1465** to approving the Extension of Executive Regulation 15-22, Transportation Services Improvement Fund Lead Sponsor: Council President on behalf of the County Executive.
- H. Adopted **Resolution 19-1466**, approving Executive Regulation 21-22, Sales Prices of Moderately Priced Dwelling Units Revisions to Base Pricing Standards for At-Sale MPDUs.
- I. Adopted **Resolution 19-1467**, approving the Office of Legislative Oversight's (OLO) FY23 Work Program Supplement.
- J. Adopted **Resolution 19-1468**, confirming the County Executive's appointments to the Bethesda Urban Partnership Inc. Board of Directors: Mylene Ortiz Luis, Apoorva Gandhi, Evan Weisman.
- K. Adopted Resolution 19-1469, confirming the County Executive's appointments to the Domestic Violence Coordinating Council: Amy Palumbo, Michelle Maxberry, Kendall Stanley, Aanika Arjumand, Nicholas Augustine.
- L. Adopted **Resolution 19-1470**, confirming the County Executive's appointments to the Racial Equity and Social Justice Advisory Committee: Sonia Canzater, Jared Hautamaki, Tasnuva Khan, Jordan Neal, Izola Shaw.
- M. Adopted **Resolution 19-1471**, confirming the County Executive's appointment to the Commission on Health: Tara Clemons Johnson.
- N. Adopted **Resolution 19-1472**, confirming the County Executive's appointments to the Mid-County Citizens Advisory Board: Robert Fox, Norman Goldstein, Debra Liverpool-Nelson, Tameka Nicholson, Liza Smith.
- O. Adopted **Resolution 19-1473**, confirming the County Executive's appointment to the Commission on People with Disabilities: Candace Groudine.

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- P. Adopted **Resolution 19-1474**, confirming the County Executive's appointment to the Upcounty Citizens Advisory Board: Kraig Walsleben.
- Q. Adopted **Resolution 19-1475**, confirming the County Executive's appointment to the Washington Suburban Transit Commission: Michael Goldman.
- R. Adopted **Resolution 19-1476**, confirming an appointment to the Policing Advisory Commission: Kristy Daphnis.

The Council recessed at 12:05 p.m. and reconvened at 1:01 p.m.

PRESENTATIONS

- A. Proclamation presented by Councilmember Rice recognizing the 20th Anniversary of the BlackRock Center for the Arts
- B. Proclamation presented by Council President Albornoz and Councilmember Katz recognizing the retirement of Judge Patricia Mitchell
- (6) **PUBLIC HEARING Expedited Bill 30-22**, Buildings Demolition or Removal

The public hearing was conducted. Additional material for the Council's consideration should be submitted by the close of business on December 13, 2022.

(7) PUBLIC HEARING - Expedited Bill 31-22, Finance - Economic Development
Fund - Small Business Innovation Research and Small Business Technology
Transfer Matching Grant Program

The public hearing was conducted. Additional material for the Council's consideration should be submitted by the close of business on November 29, 2022.

(8) **PUBLIC HEARING - Expedited Bill 29-22**, Local Laws - Updates to Required Numbers of Councilmember Votes

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The public hearing was conducted. Additional material for the Council's consideration should be submitted by the close of business on November 29, 2022.

(9) **PUBLIC HEARING** - <u>Declaration of No Further Need - Disposition via Transfer of a portion of Burtonsville Park and Ride Lot, located in Burtonsville, Maryland to First Equity Holdings</u>

The public hearing was conducted. Additional material for the Council's consideration should be submitted by the close of business on December 6, 2022.

(10) **PUBLIC HEARING** - <u>Declaration of No Further Need - Disposition via Transfer of certain properties in the White Flint area, located in North Bethesda, Maryland, to Stonebridge</u>

The public hearing was conducted. Additional material for the Council's consideration should be submitted by the close of business on December 6, 2022.

(11) PUBLIC HEARING/ACTION - Supplemental Appropriation #23- 21 to the County Government's FY23 Capital Budget and Amendment to the FY23-28 Capital Improvements Program (CIP), Department of Correction and Rehabilitation \$500,000 for Montgomery County Correctional Facility Sewer (Source of Funds: GO Bonds)

The public hearing was conducted and the record closed.

Adopted **Resolution 19-1477**, approving the subject supplemental appropriation and CIP amendment. Mr. Katz made the motion which carried without objection.

(12) PUBLIC HEARING/ACTION - Declaration of No Further Need Disposition
via Long-Term Lease of 14645 Rothgeb Drive, located in Rockville, Maryland, to
CASA de Maryland

The public hearing was conducted and the record closed.

Adopted **Resolution 19-1478**, approving the subject Declaration of No Further Need. Ms. Navarro made the motion which carried without objection.

(13) PUBLIC HEARING/ACTION - Declaration of No Further Need Disposition via Transfer of the abandoned portion of Walter Johnson Road, located in Germantown, Maryland, to Lidl US, LLC

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The public hearing was conducted and the record closed.

Adopted **Resolution 19-1479**, approving the subject Declaration of No Further Need. Mr. Rice made the motion which carried without objection.

(14) SUSPENSION OF RULES/PUBLIC HEARING/ACTION - Supplemental
Appropriation to the County Government's FY23 Operating Budget, Institute for
Intelligent and Immersive Computing for Science and Medicine NonDepartmental Account, \$15,000,000 (Source of Funds: General Fund
Undesignated Reserves)

Approved the suspension of Rules of Procedure (Rule 4(b)) to allow the public hearing. Mr. Rice made the motion which carried without objection.

The public hearing was held and the record closed.

Supported without objection, Mr. Friedson's technical amended to change the name of the Institute for Intelligent and Immersive Computing for Life Science and Medicine to UM3 - Institute for Computing.

Adopted **Resolution 19-1480**, approving the subject supplemental appropriation. Mr. Friedson made the motion which carried without objection.

LEGISLATIVE SESSION - DAY #33 (continued)

(15) Call of Bills for Final Reading:

A. Expedited Bill 31-22, Finance - Economic Development Fund - Small Business Innovation Research and Small Business Technology Transfer Matching Grant Program

Ms. Wellons, Senior Legislative Attorney, participated in the discussion.

Mr. Riemer, Chair of the PHED Committee, provided a summary of the Bill and reviewed the purpose of the Bill, which is to better support small business access to the Matching Grant Application program.

Supported without objection, Mr. Jawando's motion to amend the Bill by inserting the following language after line 44:

"The Director must report annually to the Council regarding demographic data, including the race, ethnicity, and gender, of the owners of eligible businesses, applicants, and awardees under the Program."

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Enacted draft #2 of **Bill 31-22**, as shown at the end of these minutes. Mr. Riemer made the motion, and the Bill was enacted by a roll call vote:

YEAS: Katz, Jawando, Riemer, Hucker, Navarro, Rice, Friedson, Glass, Albornoz.

B. Expedited Bill 29-22, Local Laws - Updates to Required Numbers of Councilmember Votes

Enacted draft #1 of **Bill 29-22**, as introduced. Mr. Glass made the motion, and the Bill was enacted by a roll call vote:

YEAS: Katz, Jawando, Riemer, Hucker, Navarro, Rice, Friedson, Glass, Albornoz.

(16) WORKSESSION/ACTION - Commitment Statement to Racial Equity and Social Justice

Ms. Singleton, Manager, Council Office of Racial Equity and Social Justice participated in the discussion.

Ms. Navarro framed the structural need for a commitment to Racial Equity and Social Justice.

Approved the Council's Commitment Statement to Racial Equity and Social Justice. Ms. Navarro made the motion which carried without objection.

FAREWELL TO THE 19th COUNCIL

Presented a video commemorating the achievements of Councilmembers Hucker, Navarro, Rice, and Riemer. Presented proclamations and gifts to outgoing Councilmembers.

The meeting adjourned at 4:31 p.m.

This is a correct copy of Council action:

Clerk of the Council

Bill No. <u>13-</u> 22[Click - type number]

Concerning: Buildings - Comprehensive

Building Decarbonization

Revised: <u>11/29/2022[date]</u>

Draft No. 3[#]

Introduced: June 14, 2022[date]
Expires: December 23,
2023[18 mos. after intro]
Enacted: November 29,

2022[date]

Executive: [date signed]
Effective: [date takes effect]
Sunset Date: [date expires]

Ch. [#] , Laws of Mont. Co. [year]

COUNTY COUNCIL FOR MONTGOMERY COUNTY, MARYLAND

Lead Sponsor: [Click - Type sponsor(s)]Councilmember Riemer Co-Sponsor: Councilmembers Jawando, Hucker

AN ACT to:

- (1) require the County Executive to issue a building code by a certain date with "allelectric building" standards for new construction [[and major renovation]]; and
- (2) generally amend the building code.

By amending

Montgomery County Code Chapter 8, Buildings Article II, Administration [[Section 8-14C]]

And adding

Section 8-14D, Comprehensive Building Decarbonization

Boldface *Heading or defined term.*

<u>Underlining</u>

Added to existing law by original bill.

[Single boldface brackets]

Deleted from existing law by original bill.

<u>Double underlining</u> *Added by amendment.*

[[Double boldface brackets]] Deleted from existing law or the bill by amendment.

* * Existing law unaffected by bill.

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

Sec. 1. Section [[8-14C]] <u>8-14D</u> is [[amended]] <u>added</u> as follows: 1 [[8-14C]] 8-14D. [RESERVED] Comprehensive Building Decarbonization. 2 Definitions. In this section, the following words have the meanings (a) 3 indicated: 4 [[Addition means construction of any new walled or roofed expansion to 5 the perimeter of a building in which the addition is connected. 6 All-electric building means a public or private building that contains no 7 combustion equipment, or plumbing for combustion equipment, 8 installed within the building or building site. 9 Combustion equipment means any equipment or appliance used for 10 space heating, service water heating, cooking, clothes drying and/or 11 lighting that uses fuel gas or fuel oil. 12 [Major renovation means any renovation where the work area exceeds 13 50% or more of major structural components, including exterior walls, 14 interior walls, floor area, roof structure, or foundation, or has an 15 increase of 50% or more of floor area.]] 16 [Major structural components means the structural components of the 17 18

[[Major structural components means the structural components of the building, addition, or major renovation, namely the foundations, footings, supports, joists, bearing walls, subfloor, roof, structural columns, and beams.]]

<u>New construction</u> means the construction of any new stand-alone building, with no remnants of any prior structure or physical connection to existing structures or outbuildings on the property.

(b) Standards. The County Executive must issue [[Method (2)]] Method

(1) regulations to establish all-electric building standards for all new construction[[, major renovations, and additions]] as part of the building code.

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28		<u>(1)</u>	[[<u>The</u>	ese]]The regulations [[may]] must include a code
29			<u>modi</u>	fication [[language]] process. A code modification must
30			<u>only</u>	be granted if the resulting building is carbon-neutral or net-
31			zero.	
32		<u>(2)</u>	The r	regulations may include additional exemptions not listed in
33			section	on 8-14D(c) if all-electric building standards cannot be
34			<u>appli</u>	ed to the system or use due to practical difficulty or undue
35			hards	ship.
36	<u>(c)</u>	<u>Exem</u>	ptions	All-electric building standards do not apply to [[new]
37		const	ruction	n, major renovations, or additions in]]:
38		<u>(1)</u>	the e	emergency backup systems of buildings that require an
39			emer	gency system and hence backup power;
40		<u>(2)</u>	<u>build</u>	ings primarily used by a utility regulated by the Maryland
41			<u>Publi</u>	c Service Commission for the generation of electric power or
42			stean	<u>1;</u>
43		<u>(3)</u>	<u>build</u>	ings used to treat sewage or food waste;
44		<u>(4)</u>	[<u> coo</u>	king appliances]]commercial kitchen equipment in an
45			eating	g and drinking establishment that satisfies the requirements
46			of Ch	napter 15;
47		<u>(5)</u>	gas-p	owered fireplaces and gas-fired outdoor grills;
48		[[(3)]	<u>](6)</u>	applications for building permits submitted to the
49			Depa	rtment prior to the effective date of the regulation;
50		[[(4)]	<u>](7)</u>	district combined heat and powers facilities; and
51		[<u>[(5)</u>]	<u>](8)</u>	buildings used for the following uses, as defined in
52			Chap	<u>ter</u> <u>59:</u>
53			<u>(A)</u>	Manufacturing and Production uses;
54			(B)	Crematory;

55		(C) <u>Life Sciences</u> ; [[and]]
56		(D) [[Commercial Kitchens]]Hospital; and[.]
57		(E) Farming and Farm Alcohol Production.
58	(d) <u>Rep</u>	<u>ports.</u>
59	<u>(1)</u>	The County Executive must submit a report to the County
60		Council regarding the system capacity needs and investments
61		required for an all-electric building code standard no later than
62		September 30, 2024, and not before December 1, 2023. This
63		report must include a review of any studies issued by the Public
64		Service Commission and should include information provided by
65		the utility companies that service Montgomery County.
66	<u>(2)</u>	The Department of Permitting Services must arrange for an
67		annual audit that assesses a representative sample of new
68		construction that complies with this section. The audit must
69		include the number of applications submitted for new
70		construction, the number of waivers granted, current electric
71		rates for consumers, and an analysis of any alternative energy
72		sources used. A complete copy of the audit findings must be
73		submitted to the County Council on June 1 each year, beginning
74		<u>June 1, 2028.</u>
75	<u>Sec. 2. Ef</u>	fective Date. The County Executive must issue all-electric building
76	standards for ne	w construction[[, major renovation, and additions]] [[as part of the
77	County's next b	uilding code adoption cycle after this Act takes effect but not]] no
78	later than [[Janu	ary 1, [[2024]]2025]] December 31, 2026.
79	<u>Sec. 3. Al</u>	l-Electric Transition. Section 8-14C(b) of this Act must not apply
80	to building per	mit applications submitted before December 31, 2027, for: (1)
81	housing develop	oment projects where 50 percent or more of the dwelling units are

moderately priced dwelling units as defined by Chapter 25A, or a similar instrument
with a federal, state, or local government for the creation or preservation of incomerestricted or market-rate affordable housing[[, if the building permit application was
submitted before January 1, 2026]][[2027]]; [[or]] (2) public or private schools [[for
which a building permit application was submitted before January 1, 2026]][[2027]];
or (3) residential buildings with four or more stories.

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Approved:	
/s/	12/2/2022
Gabriel Albornoz, President, County Council	Date
Approved:	
Marc Elrich, County Executive	Date
This is a correct copy of Council action.	
Judy Rupp, Clerk of the Council	Date

Expedited Bill No. 31-22
Concerning: Finance - Economic
Development Fund - Small Business
Innovation Research and Small
Business Technology Transfer
Matching Grant Program
Revised: <u>11/29/2022</u> Draft No. <u>2</u>
Introduced: November 1, 2022
Enacted: November 29, 2022
Executive:
Effective:
Sunset Date:
Ch, Laws of Mont. Co

COUNTY COUNCIL FOR MONTGOMERY COUNTY, MARYLAND

Lead Sponsor: Councilmembers Riemer, Jawando, and Friedson

AN EXPEDITED ACT to:

- (1) alter the administration and eligibility requirements of the Small Business Innovation Research and Small Business Technology Transfer Matching Grant Program; and
- (2) generally amend the law regarding the Small Business Innovation Research and Small Business Technology Transfer Matching Grant Program and the Economic Development Fund.

By amending

Montgomery County Code Chapter 20, Finance Section 20-76E

Boldface *Heading or defined term.*

<u>Underlining</u> *Added to existing law by original bill.*[Single boldface brackets]

**Deleted from existing law by original bill.

<u>Double underlining</u> *Added by amendment.*

[[Double boldface brackets]] Deleted from existing law or the bill by amendment.

Existing law unaffected by bill.

The County Council for Montgomery County, Maryland approves the following Act

1	Sec 1	1. Section 20-76E is amended as follows:
2	20-76E. Sr	nall Business Innovation Research and Small Business Technology
3	Transfer N	Matching Grant Program.
4	(a)	Definitions. As used in this Section:
5		* * *
6	(b)	Grant Program. The Director of Finance must pay, subject to
7		appropriation, a SBIR or STTR Matching Grant to each business who
8		meets certain eligibility standards.
9	(c)	Eligibility. A business is eligible to receive the matching grant if the
10		business:
11		(1) has been awarded a SBIR or STTR Phase I or Phase II grant
12		during the current calendar year to conduct research in medicine,
13		biotechnology, or life sciences; [and]
14		(2) conducts at least 51% of its research and development operations
15		at a physical location in the County; and
16		(3) meets any other eligibility criteria established under subsection
17		(d) regarding business size or characteristics.
18	(d)	Regulations. The Executive may adopt regulations under Method (2)
19		to implement this Section.
20	[(e)	Amount of grant.
21		(1) An eligible business may receive:
22		(A) a match of 25% of a SBIR or STTR Phase I grant, up to a
23		maximum of \$25,000; or
24		(B) a match of 25% of a SBIR or STTR Phase II grant, up to a
25		maximum of \$75,000.
26		(2) an eligible business may receive only:

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27		(A)	one County matching grant under this Program each year;
28			and
29		(B)	a total of five County matching grants under this
30			Program.]
31	[(f)] <u>(e)</u>	Admii	nistration.
32	(1)	The D	Director must administer the Program.
33	(2)	The I	Director must require a business to enter into an agreement
34		under	Section 20-75(f), including an agreement to pay back any
35		grant	payments received if:
36		(A)	the business does not remain in the County for a minimum
37			time period specified in the agreement; or
38		(B)	the business uses the payment for an unauthorized
39			purpose.
40	(3)	[Gran	ts must be awarded on a first-come, first-served basis.]
41	[(4)]	An el	igible business that does not receive a grant due to lack of
42		availa	able funding may be awarded a grant in the following year.
43	[(5)	The I	Director must reserve 50% of the appropriated funds for
44		eligib	le businesses receiving a Phase I grant and 50% of the
45		appro	priated funds for eligible businesses receiving a Phase II
46		grant.]
47	<u>(4)</u>	The 1	Director must report annually to the Council regarding
48		<u>demo</u>	graphic data, including the race, ethnicity, and gender of
49		the ov	wners of eligible businesses, applicants, and awardees under
50		the Pr	<u>ogram.</u>
51	[(g)] <u>(f)</u>	Sunse	et. This Section is not effective after July 1, 2025.

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Sec. 2. Expedited Effective Date. The C	Council declares that this legislati	on
is necessary for the immediate protection of the p	ublic interest. This Act takes effe	ect
on the date on which it becomes law.		
Approved:		
/s/	12/2/2022	
Gabriel Albornoz, President, County Council	Date	
Approved:		
Marc Elrich, County Executive	Date	
This is a correct copy of Council action.		
Judy Punn Clark of the Council	Data	