LEASE AGREEMENT

THIS LEASE AGREEMENT (this “Lease”) is made on this 25th day of May, 2021, between the MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION, a public body corporate and agency of the State of Maryland (the “Commission”), and MONTGOMERY COUNTY, MARYLAND, a political subdivision of the State of Maryland, through its Department of General Services, located at 101 Monroe Street, 9th Floor, Rockville, Maryland 20850 (the “County”).

RECITALS:

A. Pursuant to Md. Code, Ann., Land Use, § 17-101, et seq., as amended, the Commission is authorized to acquire, own, lease, operate, and maintain property within Montgomery County, Maryland, for purposes set forth therein.

B. The parties entered into a Development Agreement with the last signature date of August 25, 2014, as amended via First Amendment to Development Agreement, and Second Amendment to Development Agreement (collectively, “Development Agreement”), setting forth for a redevelopment project to be located at and about 2425 Reedie Drive, Wheaton, Maryland 20902 (the “Property”), including a new town square, subterranean public parking garage, and an office building (the “Wheaton Redevelopment Project”).

C. Within the Wheaton Redevelopment Project, the Commission is the owner of certain air rights and building generally known as Wheaton Regional Headquarters, located at the Property, comprising office and retail space.

D. Within the Wheaton Redevelopment Project, the County is the fee simple owner of the Property, subject to the Commission’s ownership of the Building.

E. Pursuant to a Declaration of Covenants and Bylaws recorded by the County among the land records in Book 62542 at Page 70, and Condominium Plats recorded in Book 13360 at Pages 12284 through 13568, the Wheaton Office Condominium was established on the Property (“Condominium”). The Condominium includes two condominium units: (1) the “Public Parking Unit” which is an underground public parking garage; and (2) the “Commission Unit” consisting of approximately 308,020 square feet of office and retail space (the “Building”) and a town square located between the Building and Reedie Drive (“Town Square”).

F. The County desires to locate its Departments of Permitting Services Environmental Protection and Recreation, the Wheaton Regional Service Center, and the Office of Community Use of Public Facilities (CUPF) (collectively, the “County Departments”) on several floors of the Building under this Lease.

G. The parties desire to enter into this Lease pursuant to the terms and conditions set forth hereinbelow.
ACCORDINGLY, the parties agree as follows:

1. **LEASED PREMISES.** The Commission leases to the County, and County agrees to lease from the Commission, approximately 177,031 square feet in total, comprising approximately 57.5% of the total usable FAR in the Building (the “Leased Premises”). The Leased Premises is described in Exhibit “A”, which is attached to and made a part of this Lease.

2. **TERM.**

   2.1 Unless otherwise terminated or modified under the provisions hereof, this Lease will commence on the date of the last signature below (the “Lease Commencement Date”) and will continue for a period of 40 years (the “Initial Term”). The County may renew the Lease for up to five successive ten-year terms and, thereafter, a final nine-year term (each a “Renewal Term”) for a total possible Term of 99 years. The Initial Term and all Renewal Terms are collectively referred to as the “Term.”

   2.2 The parties acknowledge and agrees that Md. Code, Ann., Land Use, § 17-204(a), requires this Lease to be approved by the Montgomery County Council. As required under Section 17-204 of the Land Use Article of the Annotated Code of Maryland, the Commission represents that the Montgomery County Council has approved the Term of this Lease.

3. **RENT; OPERATING COST; RESERVE.**

   3.1 **Rent.** The County shall pay a base rent of $1.00 per year for the Leased Premises (the “Base Rent”). The Base Rent and all operating expenses (described below as “Additional Rent”) are collectively referred to as the “Rent.” The County shall pay the Rent to the Commission each year this Lease is in effect regardless of the County’s actual occupancy at any given time during the Term.

   3.2 **Pro-rata Share of Operating Expenses.** The County agrees to pay to the Commission the County’s pro-rata share of the operating expenses of the Building which are specifically attributable to the Leased Premises (the “Operating Expenses”) The County’s pro-rata share of the Operating Expenses, as described in this Section 3, shall be paid by the County as additional rent (“Additional Rent”). The County’s pro-rata share of the Operating Expenses shall be equal to a fraction, the numerator of which shall be the number of gross rentable square feet of the Building leased to the County and the denominator of which shall be the gross square feet of the Building, it being agreed by the parties that the County’s pro-rata share of the Operating Expenses, on the Lease Commencement Date, is 57.5% based on 177,031 sf of Leased Premises/308,020 sf of the Building.

   3.3 **Operating Expenses Comprising the Additional Rent.** For any fiscal year, the following comprise the Operating Expenses for the Building: all commercially reasonable direct and actual out of pocket expenses incurred by the Commission for operating and maintaining the Building (except as provided in subsection 3.4, below), determined in accordance with
generally accepted accounting practices ("GAAP") consistently applied, including the costs and expenses for the following (a) wages and salaries of all employees engaged in the management, operation or maintenance of the Building; (b) all supplies, materials, equipment and tools used in the operating or maintenance of the Building (but not items used solely in the Commission's space); (c) costs of all maintenance and service agreements for the Building and equipment therein, including but not limited to controlled access and energy management services; (d) general and special repairs and maintenance; (e) costs of supervision, including administration and/or management fees, which will be reasonable and customary; (f) legal, accounting, auditing and other professional fees; (g) the cost of any additional services not provided to the Building at the Lease Commencement Date, but thereafter provided by the Commission in the prudent management of the Building; (h) costs for janitorial services and cleaning supplies for the Common Areas (defined in Section 5.1); (i) costs for utility services, such as electric, gas, water and sewage, for the Common Areas and any utility services for any portion of the Leased Premises that are not separately metered; and (j) cost of the Building's electronic key security and access system.

3.4 Expenses Excluded from the Additional Rent. The following items shall be specifically excluded from Operating Expenses and not included in the Additional Rent:

3.4.1 Any cost, expense or fee (whether for improvements or replacements to the Building, equipment or other capital items) which, in accordance with GAAP, is required to be capitalized rather than expensed in the year incurred (collectively, "Capital Costs"), except those Capital Costs which are: (a) related to the maintenance of the Building's LEED Platinum status, (b) reasonably intended to reduce Operating Expenses, or (c) reasonably intended to improve energy efficiency, provided that any such Capital Costs permitted hereunder shall be amortized on a straight-line basis over the useful life (as determined in accordance with GAAP) of the item in question and shall be included in Operating Expenses in accordance with such amortization schedule.

3.4.2 Expenses occasioned by fire, windstorm or other insured casualty for which the Commission actually receives reimbursement from insurance.

3.4.3 Expenses for repairs or improvements to the Commission's space not due to any County's negligence or willful acts.

3.4.4 The cost of any work or service performed for the Commission or the County at the Commission or County's (as applicable) cost.

3.4.5 Any cost associated with Hazardous Substances (as defined by all applicable federal, state and local laws) in the Building, including but not limited to, the cost of monitoring, encapsulating or abating any Hazardous Substances from the Building unless the County or its agent, representative, or contractor is the cause of the Hazardous Substances being located in the Building.
3.4.6 Salaries, wages and benefits of the Commission’s fully funded positions under the Commission’s annual budget, including but not limited to, the Building Manager, the Park Police (defined below), and the Commission’s officers, directors, and employees.

3.4.7 If applicable, any charge for depreciation of the Building or equipment.

3.4.8 If applicable, future costs of compliance with the ADA or any other laws concerning access to the Building and the Leased Premises.

3.4.9 Expenses resulting from tortious conduct of the Commission, its employees, agents or contractors which is not covered by insurance.

3.4.10 Any janitorial, HVAC and utility expenses for the Leased Premises that County pays directly to a third party.

3.5 Payment of Rent.

3.5.1 Commencing on January 15, 2021 and, thereafter on or before January 15th of each year, the Commission shall deliver to the County a budget (the “Proposed Annual Budget”) which sets forth in reasonable detail the amount of the estimated Operating Expenses for the following fiscal year. The County has until March 15th of each year to review and approve the Proposed Annual Budget or to provide reasonable objections or comments with respect to the Proposed Annual Budget. If the County provides reasonable objections or comments with respect to the Proposed Annual budget, the Commission and the County shall in good faith attempt to reconcile their differences with respect to the Proposed Annual Budget on or before March 30th of the then-current year. If such differences cannot be reconciled on or before March 30, the County shall pay the estimated Operating Expenses for the following fiscal year by July 1. Thereafter, upon reconciliation of the estimated Operating Expenses in dispute and the appropriation of funds by the County Council, where necessary, any surplus Operating Expenses paid by the County shall be processed in accordance with subsection 3.5.4 below.

3.5.2 The Proposed Annual Budget shall include a statement ("Reconciliation Statement") setting forth in reasonable detail: (a) the actual amount of all Operating Expenses actually incurred during the immediately preceding fiscal year (or partial fiscal year, as the case may be); (b) the aggregate amount paid by the County as Additional Rent; (c) calculations of any deficiency owed by, or excess owed to, the County; and (d) explanatory notes regarding any divergence between the Annual Budget and the actual costs incurred, both on a line item basis and on a total cost basis.

3.5.3 If the aggregate amount paid by the County as Additional Rent for the prior fiscal year is less than the County’s required pro rata contribution for actual and properly incurred Operating Expenses for such fiscal year, then a) the deficiency shall be included in the Annual Budget for the following fiscal year or b) the County may elect to pay the shortfall in one
payment. If the aggregate amount paid by the County as Additional Rent for the prior fiscal year is greater than the County’s required pro rata contribution for actual and properly incurred Operating Expenses for such fiscal year, then the County shall receive a credit for such overage in the Annual Budget for the following fiscal year if the credit amount exceeds the Reserve Fund amount as set forth in subsection 3.5.4.

3.5.4 The parties agree to establish a capital reserve fund (the “Capital Reserve Fund”) to be administered by the Commission for the convenience of the parties whereby any surplus County Operating Expenses contribution from year to year will be deposited into the Reserve Fund to be capped at $50,000. Any surplus amount beyond $50,000 will be promptly paid to the County. The Commission may use the Reserve Fund for expenses allowed under this Lease. The Reconciliation Statement shall include deposits into and withdrawals from the Capital Reserve Fund.

3.6 Rent Due Date. The Rent is due and payable in advance in quarterly installments. Payment is due on January 1st, April 1st, July 1st, and October 1st of each year during the Term. Unless the parties agree otherwise in writing, the first Rent payment under this Lease is due on or before July 1, 2020.

3.7 Rent Payment. Unless otherwise instructed, the County shall send all Rent payments via ACH transfers to the Commission pursuant to ACH instructions provided by the Commission to the County. Any inquiries regarding payments shall be made via the M-NCPPC Budget Manager at:

M-NCPPC Montgomery County Department of Parks
2425 Reedie Drive, 12th Floor
Wheaton, MD 20902
Attn: Budget Manager

3.8 Books and Records. The Commission shall maintain complete and accurate books and records of the Operating Expenses and the County shall have the right, within seven (7) years after the end of any fiscal year (or partial fiscal year), at reasonable times and upon reasonable notice to the Commission, to audit, at the County’s expense, such books and records relating to the Operating Expenses.

4. USE OF LEASED PREMISES; USE HOURS; ACCESS.

4.1 County General Office Use. The County shall use approximately 165,141 square feet of the Leased Premises for its general office purposes by the County Departments (the “County Office Area”). With the exception provided in subsection 4.2 below, the County Office Area portion of the Leased Premises may be used only for the County Departments’ general office use and is not intended for other purposes unless otherwise approved by the Commission.
4.2 **WSSC.** The Commission acknowledges and agrees that pursuant to a Memorandum of Understanding ("WSSC MOU") between the County and the Washington Suburban Sanitary Commission ("WSSC"), attached to this Lease as Exhibit D. WSSC may co-locate up to three WSSC employees in the office space designated for the County’s Department of Permitting Services. The County represents that WSSC is a licensee of the County and will be provided access to the Building via the electronic key security and access system. The County shall cause the WSSC employees to familiarize themselves with the requirements of this Lease, including the Rules and Regulations, and the County shall further cause the WSSC employees to not take any action that will result in violation of this Lease.

4.3 **Prohibited Use.** The County shall not use the electrical or mechanical rooms, hallways, meeting or conference rooms, kitchen, and public areas in the Leased Premises as office space or for the storage of furniture, office machines or other items. In addition, the County covenants not use or occupy the Leased Premises that would (a) cause damage to the Building or any equipment, facilities or other systems therein; (b) interfere with the efficient and economical maintenance, operation and repair of the Leased Premises or the Building or the equipment, facilities or systems thereof; (c) adversely affect any service provided to, and/or the use and occupancy by, any Building tenant or occupants; (d) violate the certificate of occupancy issued for the Leased Premises or the Building; (e) trip or overload elevators, hallways, stairways, or other areas of the Building; (f) constitute unsafe trade or occupancy; and/or (g) breach any covenants, conditions and/or restrictions now or hereafter of record with respect to the Building.

4.4 **Change of County Occupant.** The County may substitute other County uses in the Leased Premises occupied by the County Departments with uses similar to the County Departments provided that (a) the uses put to the Leased Premises by the substituted occupants are substantially comparable to the County Departments; and (b) the County provides prior notice to the Commission’s Executive Director of its desire for substitution and obtains the Commission’s prior written approval. The Commission will not unreasonably withhold, condition or delay its consent.

4.5 **Retail Use.**

4.5.1 The approximately 11,890 square feet of the Leased Premises located on the first floor of the Building (the “Retail Area”) must be leased in accordance with the Merchandising Plan, which is attached to and incorporated into this Lease as Schedule One.

4.5.2 The County must enter into a written sublease with each commercial subtenant in the Retail Area (the “Retail Subtenant”). The County’s sublease must identify and be subject to the terms of this Lease as the master lease; and require that the County’s sublease include the following indemnity language: “The [subtenant] is responsible for any loss, personal injury, death and any other damage (including incidental and consequential) that may be done or suffered by reason of the [subtenant’s] negligence or failure to perform any contractual obligations. The [subtenant] must indemnify and save the Commission harmless
from any loss, cost, damage and other expenses, including attorney’s fees and litigation expenses, suffered or incurred due to the [subtenant’s] negligence or failure to perform any of its contractual obligations. If requested by the Commission, the [subtenant] must defend the Commission in any action or suit brought against the Commission arising out of the [subtenant’s] negligence, errors, acts or omissions under this [sublease]. The negligence of any agent, contractor, subcontractor, employee, invitee(s) of the [subtenant] is deemed to be the negligence of the [subtenant].” The County’s sublease must additionally require that the Retail Subtenant names the Commission as an additional insured under all of its commercial liability, business and property policies required under the sublease. The County need not obtain the Commission’s prior written approval of the subleases unless the uses under the sublease include any of the prohibited uses set forth in the Merchandising Plan.

4.5.3 If any Retail Subtenant buildout includes structural alterations, the County shall submit such alteration plan to the Commission for prior written approval. The Commission will provide review and comment within 90 days of complete documents. The Commission’s approval shall not be unreasonably withheld, conditioned or delayed.

4.5.4 The Commission, in its sole discretion, may prohibit direct access from the Retail Area to the interior of the first floor of the Building by the Retail Subtenants and customers of the Retail Area.

4.6 Normal Business Hours. Unless an alternate schedule is agreed to by the parties as reflected in a written amendment to this Lease, the normal business hours for the Building appear on Schedule Two, attached to and incorporated into this Lease (the “Normal Business Hours”)

4.7 Use Hours; Responsibilities. The County Departments may occupy and use the County Office Area 24 hours a day, seven days a week.

4.8 Access System. Outside of the Normal Business Hours, Building and floor access will be monitored by an electronic key security and access system installed and maintained by the Commission. The Commission shall be responsible for establishing and maintaining access control to the Building, including the Leased Premises.

5. COMMON AREA; BUILDING MANAGER; IT SERVER ROOM; FITNESS CENTER; OTHER USES.

5.1 Common Area. The term “Common Area” refers to 22,448 square feet on the first, second, eighth floor of, and the elevator core for the Building, as illustrated in Exhibit “A” to this Lease. The Common Area does not include the Childcare area, the Commission’s Hearing Room, or any other part of the Building (e.g., stairwell) that is used exclusively by or reserved exclusively for the Childcare or the Hearing Room.

5.2 Building Manager and Common Area Staffing.
5.2.1 **Building Manager.** The Building will be managed by the Commission’s building manager ("Building Manager"). The Building Manager shall maintain an office located on the third floor of the Building or such location as designated by the Commission during Normal Business Hours. On or before the Lease Commencement Date, the Commission shall provide to the County with the Building Manager’s contact information to enable the County to contact the Building Manager in the event of an emergency or outside of Normal Business Hours. The Commission reserves the right to change both the Building Manager and the means of contacting the Building Manager after providing the County with at least sixty (60) days prior written notice.

5.2.2 **Common Area Staffing.** The Commission shall provide staffing during Normal Business Hours for the common reception area, to be located on the first floor of the Building. In addition, the Commission shall staff the Common Area during non-standard business hours, but the County shall be responsible for costs associated with staffing during non-standard business hours only if the County specifically requests such staffing.

5.3 **Hearing Room.** Although not part of the Common Area, the Commission may, upon request, make the Commission’s Hearing Room available for use by other non-Commission tenants or members of the public from time to time without compensation to the Commission (other than for janitorial-related services). The Commission shall be responsible for scheduling the Hearing Room and the schedule for the use thereof shall be posted in a conspicuous manner. The Commission’s use of the Hearing Room has priority over all other uses of the Hearing Room.

5.4. **IT Server Room.** The server area is illustrated in Exhibit “A” (see page 11.608) attached to this Lease. The Commission and the County shall each have exclusive control over their respective area and equipment in the server room. The Commission acknowledges and agrees that it will maintain the temperature in the IT Server Room at a temperature that is appropriate for all of the equipment located therein. If either Party increases the amount of equipment so that the heat load increases and additional cooling equipment is necessary to maintain safe operating temperatures, then that Party shall be responsible for the costs of procuring and installing new cooling equipment.

5.5 **Fitness Center.** The Fitness Center and associated locker rooms (the “Fitness Center”) located on the first floor of the Building shall be a Common Area used by all office tenants in the Building. The maintenance, including electrical, plumbing, HVAC, daily cleaning, and user cleaning supplies for the Fitness Room, shall be an Operating Expense shared by the parties based on their pro-rata share of the Operating Expenses. The County shall cause its Department of Recreation to move the Department’s existing exercise equipment to the Fitness Center upon the Department’s relocation to the Leased Premises. Any maintenance, repair or replacement of the equipment shall be agreed upon by the parties and, once agreed to, shall be an Operating Expense shared by the parties based on their pro-rata share of the Operating Expenses.
5.6  **County Representative.** The County may use one workstation within the Building as designated by the Commission to staff the County Building representative (the "**County Representative**"), as illustrated on Exhibit "E." The County Representative shall be called upon to participate in any disputes or questions relative to the use of any of the Leased Premises, conference rooms or public areas within the Building. The Commission shall be the final authority in settling scheduling disputes regarding the use of the conference rooms or public areas. The Commission shall retain ultimate control of the shared conference rooms, public areas, and other common areas.

5.7  **Loading Dock.** The Commission shall make the Loading Dock available for use on a shared basis as needed by the tenants from time to time. The Commission or its Building Manager shall be responsible for scheduling the Loading Dock and will post the schedule for the use in a conspicuous manner. The Commission or its Building Manager has the authority to resolve any Loading Dock use disputes.

6.  **INSURANCE.**

6.1  The County is self-insured through the County’s Self Insurance Fund established under Section 20-37 of the Montgomery County Code, as amended, which self-insurance shall be the primary coverage for all County uses in the Leased Premises. Coverages include General Liability coverage with limits of liability of $400,000 (four hundred thousand dollars) per individual claim and $800,000 (eight hundred thousand dollars) per total claims that arise from the same occurrence and Commercial All Risk Property coverage for the County’s business personal property (contents) and improvements.

6.2  The Commission is self-insured and shall maintain such self-insurance through the Montgomery County Self Insurance Program. For as long as the Commission is a member of the Montgomery County Self Insurance Program it shall maintain: (a) General Liability coverage with limits of liability of $400,000 (four hundred thousand dollars) per individual claim and $800,000 (eight hundred thousand dollars) per total claims that arise from the same occurrence, including coverage for fire legal liability, contractual liability, products and completed operations, and personal injury as determined by the LGTCA (defined in Section 13.3 below); and (b) an All Risk Property Policy to protect against loss caused by the perils insured in the amount of 100% of the insurable value of the Property. The Commission’s property policy shall also endorse a demolition and clearing clause, extra expense and loss of use coverage.

6.3  The parties agree to maintain Workers’ Compensation coverage for each of their employees, as required by Maryland law. The parties agree to provide evidence of insurance to the other upon request.

7.  **MAINTENANCE; SERVICES.** Unless otherwise agree to by the parties, the Commission shall provide the following maintenance services at the Leased Premises: (a) custodial, (b) trash removal, (c) pest control, (d) building maintenance and repair, and (e) mechanical systems
maintenance and repair. Except as provided in this Lease, the County shall maintain the Leased Premises in good order and repair during the term of this Lease. The County shall be responsible for personal property insurance, maintenance and repair of any of its fixtures and personal property in the Leased Premises and the maintenance and repair of any systems and equipment, including but not limited to telephone systems, kitchen and office equipment.

8. **COMMISSION’S RIGHT OF ACCESS AND INSPECTION.** The Commission may enter the Leased Premises at any reasonable time to ascertain Lease compliance, and for maintenance and repairs. To the extent possible, the Commission shall provide the County with advance notice of any entry to the Leased Premises.

9. **TELECOMMUNICATION SERVICES.**

   9.1 The County shall be responsible, at its sole cost and expense for all telecommunications systems, including telephone and internet services, as well as for all maintenance of those systems and system charges. The County shall be responsible for the payment of the foregoing bills and the County shall pay each telecommunications provider directly. The Commission shall not assume any responsibility for any cost of any of the County’s telecommunications systems or for providing such services. Any additional telephones, trunk lines, extensions, rewiring, telephones/internet relocations and related expenses, or any system upgrades, shall be the County’s responsibility and at its sole cost and expense.

   9.2 If the County requests that the Commission grant access in the Building to a telecommunications service provider selected by the County for purposes of providing telecommunications services to the County, the Commission shall respond to such request within 30 days. The County acknowledges and agrees that nothing set forth in this Section shall impose any affirmative obligation on the Commission to grant such request and that the Commission, in its sole discretion which discretion shall not be unreasonably withheld, conditioned or delayed, may determine which telecommunications service providers shall have access to Building facilities.

10. **FIXTURES AND EQUIPMENT.** All items which are attached to the Building within the Leased Premises, or which are part of the Building’s systems at the time the Leased Premises is delivered to the County, shall remain with the Building and shall be delivered to the County along with the Leased Premises. All moveable partitions, trade fixtures, floor coverings or equipment installed within the Leased Premises at the County’s expense shall remain the property of the County and may be removed by the County at the expiration or other termination of this Lease, provided that the County must repair any damage caused by installing or removing such partitions, fixtures, floor coverings, or equipment.

11. **ALTERATIONS; IMPROVEMENTS.**

   11.1 For the purposes of this Lease, “Alterations” mean any modifications, alterations, improvements, additions, or renovations made by the County to the Leased
Premises.

11.2 The County may make any non-structural Alterations to the Leased Premises at its sole cost without the prior written approval of the Commission. The County shall inform the Commission of any non-structural Alterations prior to the commencement of the work. If the County desires to make any Structural Alterations (as defined below) to the Leased Premises or any Alterations to major building systems of the Building, the County shall submit detailed plans and specifications to the Commission for prior written approval prior to the performance of any Structural Alterations. "Structural Alterations" means Alterations of a structural nature, such as major underpinning of a building, total replacement of floors, including new joists, damp proof membrane, total replacement of ceilings or roof including new joists/timbers, total re-plastering (back to brickwork) of the entire walls of the majority of a building. The Commission’s approval of Structural Alterations shall not be unreasonably withheld, conditioned or delayed.

11.3 If the County’s plans for a proposed Alteration, including Structural Alteration, are approved, the County shall cause the work to be performed in a good and workmanlike manner by either its employees or licensed and qualified contractors at the County’s sole expenses. All such work shall comply with applicable laws, rules, and regulations.

11.4 Any Alterations made by the County in the Leased Premises that cannot be removed or are fixtures shall become and remain a part of the Building and remain the Commission’s property upon the termination of the County’s occupancy of the Leased Premises; provided, however, that if the Commission gives written notice to the County at least 180 days prior to the expiration or early termination of this Lease, it may require the County to remove any Alterations made to the Leased Premises by the County and require the County to restore such portions of the Leased Premises to their original condition.

12. SIGNS. The Commission shall establish and maintain a Building directory located in the first floor lobby that includes the location of the Commission offices and the County Departments. The County shall be permitted to install signage in accordance with Exhibit C attached hereto and made a part hereof.

13. INDEMNIFICATION; SUBJECT TO APPROPRIATION.

13.1 The County will indemnify and save the Commission harmless from and against any and all claims, actions, damages and liability in connection with loss of life, personal injury and/or damage to property arising from or out of the negligent occupancy or use by the County of the Leased Premises, the Building, or any part thereof, occasioned by any act, negligence, or omission of the County, its agents, contractors, or employees, except to the degree such claims arise out of the wrongful acts or omissions of the Commission, the Commission’s agents, and employees. Provided, however, that the Commission provides to the County, within 60 days of the Commission’s receipt of the notice of the act or omission giving rise to the Commission’s claim, or notice of any claims under which the Commission will rely on for this indemnification.
The County shall further indemnify the Commission against any damage or charge incurred or imposed by reason of the County’s violation of any law or ordinance.

13.2 To the extent permitted by law, the Commission will indemnify the County and save it harmless from and against any and all claims, actions, damages and liability in connection with loss of life, personal injury and/or damage to property arising from or out of the negligence by the Commission or occasioned wholly or in part, to such extent, by any negligent act or omission of the Commission, its agents, contractors, or employees, due to its ownership, lease, operation, and/or maintenance of the Property, except to the degree such claims arise out of the wrongful acts or omissions of the County, the County’s agents, and employees. Provided, however, that the County provides to the Commission within 30 days of the receipt thereof, notice of any and all claims under which the County will rely on for this indemnification. To the extent permitted by law, the Commission shall indemnify the County against any penalty, damage or charge incurred or imposed by reason of the Commission’s violation of any law or ordinance.

13.3 Any obligation or liability of either party arising in any way from this Lease is subject to, limited by, and contingent upon the appropriation and availability of funds. Any indemnification given by either party in this Lease is limited by the damage caps and notice requirements stated in the Local Government Tort Claims Act, Md. Code Ann., Cts. & Jud. Proc. §§ 5-301, et seq. (the “LGTTA”); and Md. Code Ann., Cts. & Jud. Proc. §5-5A-02 (together the “Indemnification Statutes”), all as amended from time to time, and that any indemnification given by either party in this Lease is not intended to create any rights or causes of action in any third parties or to increase either party’s liability above the caps provided in the Indemnification Statutes, as applicable. Any increases in any caps shall apply to this Lease automatically.

13.4 Each party shall give the other party prompt written notice of major accident, casualty, damage or other similar occurrence in, on or to the Building of which the party has knowledge. The term “major” as used in this sub-section 13.3 means incidents with the damage or costs in excess of $10,000.

14. **CASUALTY.**

14.1 If the Leased Premises, the Common Areas or the Building are totally or partially damaged or destroyed thereby rendering the Leased Premises totally or partially inaccessible or unusable, then the Commission shall diligently repair and restore the Leased Premises, the Common Areas or the Building to substantially the same condition they were in prior to such damage or destruction. If, within 60 days after the casualty, the Commission determines that the repair and restoration cannot be completed within 12 months of the casualty ("Repair Period"), then the Commission must notify the County and the County may terminate this Lease by exercising its right to termination as set forth in Section 15.4 below. If the Leased Premises are rendered untenantable, the Rent shall be wholly abated; otherwise, the Rent shall be partially abated to the extent that the Building, the Common Areas and the Leased Premises are incapable of being used by the County as provided under this Lease.
14.2 If this Lease is terminated pursuant to Section 14.1, then the Rent (including the Additional Rent) shall be apportioned (based on the portion of the Leased Premises which is usable after such damage or destruction) and paid to the date of termination. If this Lease is not terminated as a result of such damage or destruction, then until such repair and restoration of the Leased Premises are substantially complete, the County shall be required to pay a pro-rata portion of the Rent only for the portion of the Leased Premises and/or the Common Areas that are usable while such repair and restoration are being made; provided, however, that if such damage or destruction was caused by the act or omission of the County, then the County shall not be entitled to any Rent reduction. After receipt of all insurance proceeds, the Commission shall proceed with and bear the expenses of such repair and restoration of the Leased Premises, the Common Areas and the Building; provided, however, that (a) if such damage or destruction was caused by the act or omission of the County, then the County shall pay the Commission’s deductible, if any, and the amount by which such expenses exceed the insurance proceeds, if any, actually received by the Commission on account of such damage or destruction, (b) the County shall pay the amount by which the cost of restoring any item which Commission is required to restore and the County is required to insure exceeds the insurance proceeds received with respect thereto, and (c) the Commission shall not be required to repair or restore any Alterations or any other contents of the Leased Premises (including, without limitation, the County’s fixtures, decorations, furnishings, equipment or personal property). Notwithstanding anything herein to the contrary, the Commission may terminate this Lease if (a) insurance proceeds are insufficient to pay the full cost of such repair and restoration, or (b) the Building is damaged by fire or casualty to such an extent that the Commission decides not to rebuild or reconstruct the Building.

15. DEFAULT; TERMINATION.

15.1 Event of Default. The Commission or the County shall be in default of this Lease when either party (the “Defaulting Party”) fails to perform or satisfy any of the material provisions, covenants or conditions of the Lease (“Event of Default”) and the Defaulting Party fails to cure the Event of Default within 30 days (“Remedy Period”) after written notice is sent from the other party (the “Non Defaulting Party”) setting forth the details of the Event of Default. The Defaulting Party shall be liable for all loss or damage resulting from an Event of Default.

15.2 Cure; Mediation. In the event the Defaulting Party fails to remedy any Event of Default within the Remedy Period, then upon the expiry of the Remedy Period, the Non Defaulting Party may, at its option, (a) cure the outstanding Event of Default and charge the Defaulting Party for all expenses incurred in curing the Event of Default, and the Defaulting Party shall pay such expenses, plus 15% of the total costs incurred as management fee; or (b) elect mediation of unresolved issues between the County’s Chief Administrative Officer or designee and the Commission’s designated representative.

15.3 Legal Remedy. In the event the parties’ mediation efforts fail to resolve the
Event of Default to the Non Defaulting Party’s satisfaction, the Non Defaulting Party may seek legal action, including but not limited to filing an action for specific performance or declaratory judgment. The prevailing party in any legal action shall pay all expenses incurred by the non-prevailing party. As government entities, neither party may seek attorneys’ fees from the other.

15.4 **Termination.**

15.4.1 The County may terminate the Lease upon providing to the Commission a minimum of six (6) months advance written notice (the "**Notice Period**").

15.4.2 The County remains subject to the terms of this Lease during the Notice Period, provided however, the County is not obligated to pay the Rent during any portion of the Notice Period for which County funds have not been appropriated because of the timing of the Notice Period during the County’s standard annual budgeting process.

15.4.3 The County’s failure to pay the Rent during some or all of the Notice Period because funds have not been appropriated to pay the Rent shall not constitute an Event of Default.

15.4.4 The Lease will terminate upon the expiration, or earlier termination, of the condominium regime of the Condominium.

16. **WAIVER.** Any waiver by the Commission or the County of any breach of any provision, covenant or condition in this Lease must be in writing. Any written waiver of any provision, covenant, condition does not constitute a waiver of any subsequent breach thereof.

17. **LEGAL REQUIREMENTS.** The County shall comply with all legal requirements concerning its use within the Building.

18. **ASSIGNMENT AND SUBLEASE.** Except for substituting the occupancy of the County Departments located in the Leased Premises with other County uses in the manner permitted under this Lease and providing Subleases to the Retail Subtenants, the County may not assign this Lease or sublet the Leased Premises without the prior written consent of the Commission, which consent may be withheld in its reasonable discretion.

19. **SURRENDER OF POSSESSION.** At the expiration or other termination of this Lease, the County shall remove all personal effects and fixtures installed in the Leased Premises that are not the property of the Commission, and surrender the Leased Premises in good repair, order and condition in all respects, excepting (a) reasonable wear and tear caused by use thereof, (b) damage by fire or other casualty, and (c) any other damage to the premises for which the County is not liable.

20. **POLICE SERVICES; SECURITY; ALARM.**
20.1 **Policing.** The Maryland-National Capital Park Police, Montgomery County Division (the “Park Police”) shall exercise primary police authority over the Building. The Park Police will provide its police services regarding the Leased Premises in its customary manner and the County shall contact the Park Police in the following manner:

For Emergency Police Service:
Call 911 and request the Park Police or call the Park Police directly:

Commission Park Police:
- **Emergency** 301-949-3010
- **Non-Emergency** 301-949-3080

20.2 **Video Monitor System.** All cameras and other video monitoring/recording system installed in or immediately about the Building shall be monitored by the Park Police’s “TruVision 8” viewing system. In the event the County desires to view particular video footage, the request must be made in writing with specific time parameters, dates, and locations to the Park Police’s Patrol Commander. Park Police will handle the request with appropriate prioritization in accordance with its policies specific to the nature of the footage (e.g., routine footage, on-going investigation, etc.). Any camera and other video monitoring/recording system installed in the Leased Premises will be installed at the sole expense of the County. The County shall (a) be responsible for all maintenance, replacement and monitoring of self-installed systems; (b) notify the Commission of its intention to install the system; and (c) obtain the Commission’s prior approval for the system and location of such installation. The Commission may update or replace the Park Police’s viewing system from time to time. If Commission installs a new viewing system, it will endeavor to install a system that is compatible with the existing County system but is not obligated to do so. Upon any replacement with a new viewing system by the Park Police, the County, at its sole expense must update its system within 60 days of the selection of a vendor under the County’s procurement process to keep the County’s system compatible with the Park Police’s new viewing system.

20.3 **Intrusion Alarms.** All intrusion alarm hardware installed in the Building shall be compatible with MASTermind alarm monitoring equipment. All intrusion alarms will be monitored by the Park Police dispatch consul and be monitored by Park Police for appropriate response. From time to time, the Commission may update or replace MASTermind system and, within 60 days of the selection of a vendor under the County’s procurement process, the County shall update or replace its system at its own expense, to remain in compliance with obligations herein.

20.4 **Fire Alarm.** All fire alarm hardware installed in the Building shall be compatible with MASTermind alarm monitoring equipment. All fire alarms will be monitored by the Park Police dispatch consul and be monitored by Park Police for appropriate response. From time to time, the Commission may update or replace the MASTermind system and, within 60 days of the selection of a vendor under the County’s procurement process, the County at its own expense shall update or replace its system to remain in compliance with obligations herein.
20.5 **Access System.** All access to the Common Areas shall be on the Lenel card access platform. The parties acknowledge and agree that certain doors and elevators will require access scans by all occupants of the Building. The Commission may install infrastructure to properly direct an access scan to the appropriate reader system to allow or deny entry. Each party will be responsible for maintaining access data to allow appropriate access. The Commission’s Building Manager and Park Police shall have 24/7 access to all doors for the purpose of emergency response, provided that the Commission must alert the County to any such entry within the earlier of 8 hours of the entry or prior to the shift change for the Park Police or Building Manager entering the Leased Premises. When time allows, the Commission personnel will give adequate notice of planned entry into the Leased Premises. From time to time, the Commission may update or replace the Lenel card access system. When such update or replacement takes place, the County, at its sole cost shall ensure that its access system is compliant with the new Commission access system.

21. **NOTICES.** All notices required or desired to be given hereunder by either party shall be given in writing and sent by courier or overnight delivery, and shall be addressed as follows:

**County:**
- Montgomery County, Maryland
- Department of General Services
- 101 Monroe Street, 9th Floor
- Rockville, Maryland 20850

**Attention:** Director of Real Estate

**Commission:**
- M-NCPPC
- Property Manager
- 2425 Reede Drive, 3rd Floor
- Rockville, Maryland 20855

**Copy to:**
- Montgomery County, Maryland
- 101 Monroe Street, 3rd Floor
- Rockville, Maryland 20850

**Attention:** County Attorney

**Copy to:**
- M-NCPPC
- Office of the General Counsel
- 6611 Kenilworth Avenue, Suite 200
- Riverdale, Maryland 20737

22. **INCORPORATION OF PREAMBLE AND RECITAL.** The preamble and recitals of this Lease are incorporated into and made a part of this Lease.

23. **GOVERNING LAW.** This Lease and its performance is governed, interpreted, construed and regulated by the laws of Montgomery County and the State of Maryland. Should any provision of this Lease be found invalid or unenforceable, the remaining unrelated and enforceable provisions shall continue in full force and effect.

24. **CLAIMS.** Any claim or action brought by or on behalf of either party in connection with the performance of this Lease shall be filed and maintained in a court of competent jurisdiction located in Montgomery County, Maryland.

25. **WAIVER OF JURY TRIAL.** The County and the Commission hereby waive trial by jury in
any action, proceeding, or counter claim brought by either of them against the other with respect to any matter whatsoever arising out of or in any way connected to this Lease.

26. **RULES AND REGULATIONS.** The Commission’s rules and regulations governing the use of the Building is attached and incorporated into this Lease as Exhibit “B”. The Commission reserves the right to amend any rules and regulations from time to time, at the Commission’s reasonable discretion after providing a 45 day written notice and comment period to the County. The County’s comments and concerns shall be considered in good faith by the Commission prior to any amendments taking effective. The County shall comply with any and all rules and regulations established by the Commission that do not conflict with any laws, including but not limited to those specifically applicable to the County, if such rules and regulations are promulgated as required under this Section 26. The County’s material failure to comply with the rules and regulations, except as otherwise stated in this Section 26, constitutes an Event of Default under this Lease for which the Commission may pursue any or all of the remedies set forth in this Lease. In the event of a conflict between the rules and regulations and this Lease, the Lease is controlling.

27. **RECORDATION OF LEASE.** The County shall record this Lease among the Land Records of Montgomery County, Maryland.

28. **SUBJECT TO APPROPRIATION.** Despite anything to the contrary in this Lease, the following shall apply:

28.1 **County.** Any obligation or liability of the County arising in any way from this Lease is subject to, limited by, and contingent upon the appropriation and availability of funds, as well as the damage caps and notice requirements provided for in state law, including the County Indemnification Statutes (defined above). Any increases in any caps shall apply to this Lease automatically.

28.2 **Commission.** Any obligation or liability of the Commission arising in any way from this Lease is subject to, limited by, and contingent upon the appropriation and availability of funds, as well as the damage caps and notice requirements stated in the LGTCA and the Maryland Tort Claims Act, Md. Code, Ann., SG, § 12-101 et seq. all as amended from time to time. Any increases in any caps shall apply to this Lease automatically.

28.3 **No Third Party Rights.** This Lease is not intended to create any rights or causes of action in any third parties or to increase the County’s or the Commission’s liability above the caps established by law.

[SIGNATURE PAGE FOLLOWS]
IN WITNESS WHEREOF, the parties have executed this Agreement on the dates written below.

Date: 

MONTGOMERY COUNTY, MARYLAND

By: 
(Signature)

Typed Name: 

Title: Deputy Chief Admin Officer

APPROVED FOR FORM AND LEGALITY

By: 

Date: 5-21-21

STATE OF MARYLAND
COUNTY OF MONTGOMERY

I hereby certify that on this 25th day of May 2021, before me, the subscriber, a Notary Public in and for the aforesaid jurisdiction, personally appeared Fariba Kassiri, the Deputy CAO of Montgomery County, Maryland, and that (s)he did acknowledge that (s)he executed the foregoing Lease on behalf of Montgomery County, Maryland for the purposes therein contained, and further acknowledged the Lease to be the act of Montgomery County, Maryland.

As witness my hand and Notarial Seal.

Julie L. White
Notary Public

My Commission Expires: 4/30/2025

AFTER RECORDING, PLEASE RETURN TO: H-NCAPC
C/O Megan S. Chung, Sr Counsel
8455 Reedie Dr., 12th Floor
Wheaton, MD 20902

(Signatures continue on following page)
Date: 19 MAY 2021

MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

By: Asuntha Chiang-Smith
Executive Director

Date: 5-19-21

By: Joseph C. Zimmerman
Secretary-Treasurer

APPROVED AS TO LEGAL SUFFICIENCY

By: M-NCPPC Legal Department

Date: 5/19/2021

STATE OF MARYLAND
COUNTY OF MONTGOMERY

I hereby certify that on this 19th day of May 2021, before me, the subscriber, a Notary Public in and for the aforesaid jurisdiction, personally appeared Asuntha Chiang-Smith, the Executive Director of the Maryland-National Capital Park and Planning Commission, and that she did acknowledge that she executed the foregoing Lease on behalf of the Maryland-National Capital Park and Planning Commission for the purposes therein contained, and further acknowledged the Lease to be the act of the Maryland-National Capital Park and Planning Commission.

As witness my hand and Notarial Seal.

Notary Public

My Commission Expires: 11/14/2023
SCHEDULE ONE

MERCHANDISING PLAN FOR
MONTGOMERY COUNTY RETAIL SPACE IN THE
MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION ("COMMISSION")
OFFICE BUILDING IN WHEATON, MARYLAND

This document sets out the provisions governing the County’s use of the retail space in the Office Building.

The purpose behind the Commission leasing the first floor retail space to the County is to provide active uses in the building that complement the Town Square, for both daytime and evening activities. Therefore, the County must either lease or sublease the retail space for uses consistent with that purpose, including community facility use; provided however, the retail space must not be used for any of the following uses unless otherwise expressly agreed to in writing by the Commission:

1) A use that produces or is accompanied by unusual fire, explosive or other damaging or dangerous hazard.
2) Gun shop.
3) Shooting gallery or gun range (other than an electronic or arcade-type shooting gallery or gun range).
4) Storage warehouse or any assembling, manufacturing, refining, smelting, industrial, agricultural, drilling or mining operation (except for storage that is incidental to the primary use of the retail space).
5) Pawn shop or check-cashing operation.
6) Motor vehicle body shop or repair operation (such as oil changes, tire changes, body or paint shop, tune-up, brake or muffler services).
7) Sales or leasing of motor vehicles.
8) Gasoline or motor vehicle service station.
9) Residential use.
10) Veterinary office or hospital.
11) Pet shop that houses live animals.
12) Mortuary or funeral home.
13) Drug paraphernalia shop.
14) Adult bookstore or other establishment selling or exhibiting sexually explicit or pornographic acts or materials, including strip tease acts and nude dancing.
15) Nightclubs, discotheques or dance halls in which hours are primarily dedicated to evening activities.
16) On-site commercial laundry or drycleaner, except for a dry cleaning or laundry drop off and pickup site.
17) Storage for hazardous materials except such de minimus amounts allowed by law for cleaning and maintenance purposes.

20
18) Gambling facility except for video gambling machines, Keno or the sale of government-sponsored lottery tickets.

If a retail space is vacant for more than ninety (90) days, the County must provide a temporary, attractive display in the windows of the retail space on a topic that is of interest to the Wheaton community until such time as the space is leased or occupied for use consistent with this Merchandising Plan.

COMMISSION RIGHTS. The Commission has the following rights with respect to the use of the retail space.

1) The Commission may sublease any portion of the retail space from the County upon terms mutually acceptable to the County and the Commission, if no other tenants have been identified for the retail space by Montgomery County consistent with this Merchandising Plan.

2) If any portion of the retail space is vacant for an extended period (except for fit-up between leasing and occupancy), or if the County elects to use one or more retail spaces other than as approved under this Merchandising Plan, the County and the Commission will work together to determine an appropriate use consistent with the goals of this Merchandising Plan.

3) If the County elects to use one or more retail spaces for office space (which includes intake and permit operations) instead of retail space, the Commission may, instead, occupy that space(s) if: a) it provides to the County an equivalent amount of office space in the Office Building that is not already under lease to the County and b) the office space is “move-in ready”. Each party will be responsible for its own costs associated with the relocation and fit-up.
SCHEDULE TWO

Normal Business Hours

Except for holidays honored by the Commission’s Montgomery County Departments of Parks and Planning, the Building shall be open and accessible to County employees and members of the public from 6:00 a.m. to 6:00 p.m., Monday through Friday. If the Commission holidays do not align with those of Montgomery County Government, the Commission shall use its best efforts to staff the Building at no additional charges to the County. Outside of those hours, County employees may access the Building using key cards issued by the Commission.
EXHIBIT A

Leased Premises

[Separately attached hereto]

The Leased Premises are located in the Commission Unit as described in a Declaration of Covenants and Bylaws recorded among the land records in Book 62542 at Page 70, et. seq. and Condominium Plats recorded among the land records as Plat Nos. 12284 through 12268.

Wheaton Office Condominium
2425 Reedie Dr.
Wheatm, Md 20902
Tax ID No: 13-03856303
EXHIBIT B

Rules and Regulations
(All references to the Commission include the Building Manager)

1. **Signage.** Unless otherwise approved by the Commission, which approval shall not be unreasonably withheld, conditioned or delayed, the County shall install signage on the interior and exterior of the Building only as permitted under Exhibit C to the Lease.

2. **Windows/Doors/Skylights/Louvers.** Other than the standard blinds installed in the Building, no curtains, blinds, shades, screens or other obstructions shall be attached to, hung on, or used in connection with any exterior window, entry door, or other opening of the Leased Premises without the prior approval of the Commission, which approval shall not be unreasonably withheld, conditioned or delayed.

3. **Unobstructed Common Areas.** The Common Areas shall not be obstructed or encumbered by the County or used for any purposes other than ingress to and egress from the Leased Premises.

4. **Locks.** All locks and deadbolts of any kind shall be operable by the Building’s Master Key. No locks shall be placed upon any of the Leased Premises doors or windows by the County, nor shall any changes be made in locks or the mechanism thereof which shall make such locks inoperable by the Building’s Master Key. The County shall, upon the termination of its Lease, deliver to the Commission all keys to all the Leased Premises and Commons Areas furnished to or otherwise procured by the County. If any keys furnished by the Commission are lost, the County shall pay for the cost for replacement.

5. **Moving Furniture and Equipment/Use of Loading Dock and Elevators.** All movement in or out of the Building of any freight, furniture, boxes, crates or any other large object must take place during such times and in such elevators as the Commission may reasonably prescribe. All hand trucks shall be equipped with rubber tires, side guards and such other safeguards as the Commission may reasonably require. In addition, the Loading Dock will be made available for use on a shared basis to accommodate all users of the Building. In consultation with the heads of the County Departments, the Commission shall be responsible for scheduling the Loading Dock and the schedule for using the Loading Dock shall be posted in a conspicuous manner.

6. **Access to Roof/Mechanical and Utility Rooms.** Except as otherwise provided in the Condominium Documents, the County shall not access the Building’s roof, mechanical, electrical or telephone rooms without permission from the Commission, which permission will not be unreasonably withheld, conditioned or delayed. The foregoing notwithstanding, County will be given access to and a non-exclusive right to use the Building’s roof deck, which access and use shall be subject to such rules and regulations as the Commission shall from time to time reasonably promulgate with respect thereto (including, without limitation, rules and
7. The County shall not permit or suffer the Leased Premises to be occupied or used in a manner offensive or objectionable to the Commission or other occupants of the Building by reason of unreasonable noise, odors, vibrations or unreasonable interference in any way with other tenants or those having business therein.

8. As provided in the Lease, County shall use the janitorial services provided by the Commission for the Leased Premises unless otherwise agreed to by the parties and the Commission's approval shall not be unreasonably withheld, conditioned or delayed. The County shall not cause any unnecessary labor for the janitorial service by reason of the County's carelessness or indifference in the preservation of good order and cleanliness.

9. All County refuse disposal shall be made only though entry ways and elevators provided for such purposes and at such times as the Commission shall designate. The County shall use the Building's refuse and recycling contractors.

10. Except for typical office building purposes, such as hanging pictures, the County shall not deface any part of the Building. Boring, cutting or stringing of wires is not permitted, except with prior consent of Commission, which shall not be unreasonably withheld, conditioned or delayed.

11. The water closets, electrical closets, mechanical rooms, fire stairs and other areas designated for utilities shall not be used for storage or for any purposes other than those for which they were constructed.

12. Animals, except for service animals, are prohibited in the Building.

13. Building Management and custodial staff shall not perform any work or do anything for the County outside of their regularly scheduled duties, unless under special instructions from the Commission or in response to any emergency condition.

14. The County is responsible for the delivery and pick up of all mail for the users of the Leased Premises from the United States Post Office. Overnight courier, commercial and other package delivery services shall pick-up from, and deliver packages to, a central messenger facility designated by the Commission for the Building.

15. Except as set forth in the Lease, the Commission shall not be responsible to the County or to any other person for the non-observance or violation of these Rules and Regulations by any other tenant or other person; provided, however, the Commission shall reasonably endeavor to apply these Rules and Regulations in an even, non-discriminatory manner to all tenants and other users of the Building. The County shall be deemed to have read these Rules and Regulations and to have agreed to abide by them as a condition to its occupancy of the Leased Premises.
16. No person shall vape, smoke, chew or otherwise ingest, or use tobacco products in any portion of the Building or on the sidewalks and driveways adjacent to the Building except in an area, if any, designated by the Commission.

17. The County shall include these Rules and Regulations in its Subleases for the Retail Spaces.

18. These Rules and Regulations cannot be amended without the County's prior written consent.
EXHIBIT C

Signage

[Separately attached to herein]
December 3, 2019

240-777-8740
Gaithersburg, MD 20878
100 Edison Park Dr., 4th Floor,
Division of Parking Management
Montgomery County Department of Transportation

Exterior and Interior Way-Finding Signs
M-NCP, PCP-Wheaton Headquarters
NOTICE: These drawings and layouts represent Design Intent and are provided to illustrate ideas and suggest methods for fabrication and installation of signs. WHGHD LLC provides consultation to represent Design Intent Only and is not responsible for details related to the completed sign system. The Contractor and A Sign Company is responsible for the Final Design of the sign systems, all the components and engineering of the message programming, application, attachment and adhesion of materials and the success of the sign. The Contractor and A Sign Company will be required to submit layout prints, shop drawings and samples to satisfy all Owner requirements prior to fabrication and installation of the sign systems as indicated in project specifications.
EXHIBIT D

MOU between Montgomery County and WSSC

[Separately attached hereto]
March 2, 2015

TO: Timothy L. Firestone
   Chief Administrative Officer

FROM: Diane Schwartz Jones
       Director

SUBJECT: Washington Suburban Sanitary Commission (WSSC) colocation at the
         Department of Permitting Services (DPS)

To improve service delivery for County development and construction customers, the County
Executive and WSSC agreed by letters dated May 1, 2014 and June 17, 2014, to provide space in
DPS’s office for WSSC to staff on a full time basis. DPS and WSSC have reached agreement on
the terms of the Memorandum of Understanding which is attached for signature.

If you have any questions, please contact me. Otherwise, please sign and return to DPS.

Thank you.

Attachments:

Letter dated May 1, 2014 from County Executive to Messrs. Counihan and Lawson
Letter dated June 17, 2014 from WSSC to Mr. Leggett
MEMORANDUM OF UNDERSTANDING

THIS MEMORANDUM OF UNDERSTANDING ("MOU"), is made this ___ day of ___, 20___, by and between the Washington Suburban Sanitary Commission, a public body corporate and agency of the State of Maryland ("WSSC") and Montgomery County, Maryland, a body corporate and politic ("County"); (when WSSC and the County are referenced together, the "Parties").

WHEREAS, the County has a one-stop-shop permit processing department known as the Department of Permitting Services (DPS) which, among other things handles the construction, right-of-way, utility and environmental permitting, inspection, licensing and enforcement functions associated with development and redevelopment projects in Montgomery County; and

WHEREAS, the County believes that the one-stop-shop approach to permitting is a best practice and will better serve County residents and businesses. Since the inception of DPS, the County has desired to have WSSC co-locate in its offices to, inter alia, improve coordination, promote consistency and resolve potential conflicts; and

WHEREAS, the WSSC recognizes the benefits to be achieved and has agreed to staff an office within the County’s DPS offices (the "MC Office") pursuant to the terms and conditions set forth herein.

NOW, THEREFORE, in consideration of the mutual promises hereinafter set forth by the Parties hereto, and for other good and valuable consideration, the receipt and adequacy of which are hereby acknowledged, the Parties agree as follows:

1. To the extent that staffing and resources allow, WSSC’s services at the MC Office shall include:

   a. Coordinate WSSC approvals necessary for building permit release.

   b. Perform reviews of electronic water and/or sewer-related plan submittals, including Systems Extension Permits, Site Utility Plans, Minor Site Utility Plans, Hydraulic Analysis submittals (coordination may be required with other WSSC staff) and Maryland-National Capital Park and Planning Commission Preliminary Plans.

   c. Provide guidance and information regarding its processes, provide a single coordinated response whenever possible, and only refer persons to appropriate WSSC offices when necessary.

   d. Pursue integration, as technology allows, between WSSC’s Energov system and the County’s Hansen system.
e. Participate with County staff in coordination and design consultation for complicated, strategic and large projects and other private development and construction related meetings for improved coordination of development, where a WSSC issue is involved.

f. Participate with DPS in issue resolution meetings as part of the development subdivision/site plan approval process where a WSSC issue is involved.

g. Manage service connections and/or plumbing permits electronically via its e-Permitting system, once the program is operational. It is the intention of the Parties to have the next generation e-permitting system of both WSSC and the County able to share data with each other.

h. Provide equipment, maintenance and operation for a future WSSC information kiosk.

Collectively, the "WSSC Services."

2. The County shall provide the MC Office as a self-contained, secure office space as shown on Attachment 1, without charge, to staff WSSC employees. The MC Office shall contain an approximately 136 square foot office secured by a lockable door and a 65 square foot workstation as shown on Attachment 1. The County shall provide sufficient electric, data and voice ports to accommodate a standard computer, telephone and desktop printer for each of up to four persons including the conference room. The County agrees to supply the data/voice/video cable infrastructure without charge to WSSC. The County also agrees to coordinate with the County’s Landlord for WSSC to install a dedicated WAN circuit (secure) from WSSC to the communication closet and to install other required communication and End-Point (PC’s, printers, fax machines, video machines, plotters, video-conferencing equipment, etc.) hardware provided by WSSC. WSSC shall use the MC Office only for the purpose of providing WSSC Services.

The Parties further understand that in approximately 5 years, DPS is to be relocated to the County’s site in Wheaton. The Parties anticipate that WSSC’s MC Office space within the County’s site in Wheaton will be up to an estimated 800 sf, but the precise area and location of the space has not been determined. DPS will coordinate a meeting with the County Department of Transportation to discuss the details for WSSC’s MC Office space within the County’s site in Wheaton. The ultimate area, layout and location of the space shall be subject to agreement of the parties.

3. WSSC shall determine the number of employees necessary as well as the technical skill level and managerial level of the employees to provide WSSC Services at the MC Office. The County shall provide the desks, tables, chairs, file cabinets, and office furniture shown on Appendix A, without charge, for WSSC staff to perform their work. The County shall provide a location outside of the MC Office for a self-service WSSC kiosk. The County shall provide the
MC Office space and kiosk location with sufficient electric service and telephone service without charge.

4. WSSC shall provide its staff with adequate computer equipment and software to perform the WSSC Services. WSSC shall, through its Information Technology team ("IT"), provide WSSC’s employees within the MC Office adequate connectivity to WSSC’s network. WSSC’s IT shall be responsible for the maintenance, repair and service requirements of the computer equipment, software and network connection within the MC Office and to the WSSC kiosk. WSSC employees shall be subject to WSSC’s standard procedures and policies regarding the use and operation of the WSSC’s computer equipment and network system.

5. The County shall not have access to WSSC’s computer network or files without the express written approval from WSSC’s Development Service’s Group Leader.

6. WSSC shall not have access to the County’s computer network or files without the express written approval from the County.

7. The County shall provide WSSC staff keyed access to its MC Office within the DPS leased space and shall ensure that the MC Office is clean, properly maintained and secure in the same manner as the DPS space.

8. The County shall lease 2 non-reserved parking spaces for the 2 WSSC employees working in the MC Office Space. If WSSC moves a third employee to the MC Office to perform the WSSC Services, the County shall provide a third non-reserved parking space for the employees. The parking spaces shall be located within the parking garage associated with the building or in other parking facilities available to County employees in the area known as the Rockville core. When DPS offices are relocated to Wheaton, the WSSC MC Office will move with DPS and the County will provide WSSC with 2 to 3 (depending on number of WSSC employees permanently located in the MC Office Space) non-reserved parking spaces in one of the parking garages made available to County employees assigned to work in the Wheaton building.

9. WSSC shall not accept any payments at this location; however, after the implementation of the e-Permitting system, WSSC will provide electronic payment options with the issuance of permits.

10. The signing of this MOU does not convey to the Parties any other duty or authority than those specifically stated. The County agrees and understands that the personnel staffing the MC Office will be WSSC employees and that these WSSC employees shall abide by and be subject to WSSC’s Personnel Policies and Procedures. WSSC employees shall not work during WSSC’s recognized paid holidays and weather events. In the event of closure of County offices for inclement weather, County holidays or any other event, the MC Office shall be closed. DPS shall provide WSSC’s co-located employees with a copy of its plan for continuity of operations.
In the event of inclement weather or an emergency, WSSC shall provide DPS with contact information (telephone number) for the WSSC employees.

11. This MOU shall be in effect for a term of five (5) years, beginning on the date of this MOU. The Parties may extend the term for an additional five (5) year period and execute an extension to the MOU by notifying the other party no later than 120 days prior to termination of its request to extend the MOU term. Either Party may terminate this Agreement upon 180 days written notice. It is understood that the County, will have the right to terminate this MOU without such required notice at any time, if deemed necessary in the interest of the County.

12. WSSC personnel acting under the terms of this MOU are performing duties within the course and scope of their employment. The provisions of the Local Government Tort Claims Act, Annotated Code of Maryland, Courts and Judicial Proceedings Article, Section 5-301 et seq., and any applicable defenses and immunities available to WSSC will apply to any allegations of negligence or wrongful acts or omission.

13. Montgomery County personnel acting under the terms of this MOU are performing duties within the course and scope of their employment. The provisions of the Local Government Tort Claims Act, Annotated Code of Maryland, Courts and Judicial Proceedings Article, Section 5-301 et seq., and any applicable defenses and immunities available to the County will apply to any allegations of negligence or wrongful acts or omission.

14. Evidence of WSSC’s self-insurance coverage shall be provided in writing upon request by the County.

15. The Parties understand that, because of the mutual promises made herein, no monetary consideration shall be given in performance of services under this MOU. The maximum amount payable under this MOU shall not exceed Zero Dollars ($0.00).

16. The Parties agree that this MOU does not create any actual or apparent agency, partnership, franchise, or relationship of employer and employee between the Parties and their respective personnel. Neither WSSC nor the County is authorized to enter into or commit the other party to any agreements. WSSC and the County shall not represent itself as the agent or legal representative of the other party.

17. Further, WSSC and its agents and employees shall not be entitled to participate in any of the County’s benefits, including without limitation any health or retirement plans. WSSC and its agents and employees shall not be entitled to any remuneration, benefits, or expenses other than as specifically provided in this MOU.

18. The County shall not be liable for taxes, Worker’s Compensation, unemployment insurance, employer’s liability, employer’s FICA, Social Security, withholding tax, or other
taxes or withholding for or on behalf of WSSC or any other person consulted or employed by WSSC in performing services under this MOU.

19. WSSC understands that the County leases the space at 255 Rockville Pike on behalf of DPS. A copy of the lease and combined amendment can be found at http://www.montgomerycountymd.gov/DGS/Resources/Files/ORE/Leases/Rockville_Pike_255_Flr1and2_Lease_12_2_97.pdf, and http://www.montgomerycountymd.gov/DGS/Resources/Files/ORE/Leases/255-Rockville-Pk-combo-lease-amend.pdf (together, the “Lease”). WSSC agrees that it will not take any action or fail to take an action that will cause the County to be in violation of the Lease. This MOU only bestows a license upon WSSC with respect to its use of the MC Office at 255 Rockville, Maryland 20850. No interest in real or personal property is intended to, nor shall be passed to WSSC upon the execution and performance of this MOU.

20. This MOU may only be amended by an instrument executed and delivered by each party hereto.

21. This MOU constitutes the entire agreement between the Parties regarding the subject matter hereof and supersedes all prior negotiations, discussions and communications.

22. Each of the undersigned signatories acknowledges and certifies that he or she has full authority to execute this MOU.

[SIGNATURE PAGE FOLLOWS]
IN WITNESS WHEREOF, WSSC and the County have hereunto set their hands and seals in the day and year above written.

WITNESS

WASHINGTON SUBURBAN SANITARY COMMISSION

By: Jerry N. Johnson
General Manager

WITNESS

MONTGOMERY COUNTY, MARYLAND

By: Timothy L. Firestone

Reviewed and Approval Recommended.

By: Diane A. Schwartz Jones

Reviewed for legal sufficiency

Chuck Ducis
May 1, 2014

Gene W. Counihan, Chair
Chris Lawson, Vice Chair
Washington Suburban Sanitary Commission
14501 Sweitzer Lane
Laurel, Maryland 20707

Dear Messrs. Counihan and Lawson:

I understand that the Washington Suburban Sanitary Commission (WSSC) is willing to co-locate WSSC permitting staff in the respective Counties to help each with their respective One-Stop-Shop permitting offices and to provide better service and accessibility for the residents and businesses of each County. We truly appreciate WSSC’s willingness to work with us towards the common goal of better coordination and more convenience for our residents and businesses as we continually work to improve services delivery for our constituents.

Montgomery County welcomes the opportunity to have 2 to 3 WSSC permitting staff co-located in its Department of Permitting Services’ (DPS) office. When DPS was established as a One-Stop-Shop, space was included for WSSC permitting use. In fact, DPS recently prepared a Program of Requirements for its move to Wheaton (where it will be co-located with the Montgomery County MNCPPC and the Department of Environmental Protection) and included space for WSSC staff. The new Wheaton building will be another step forward towards completion of One-Stop-Shop services for our customers and for better coordination and collaboration among various agencies involved in the preparation of long-term master plans and approval of plans and permits for development within Montgomery County.

I am writing this letter to confirm my request that WSSC provide 2-3 full time staff (preliminarily, an engineer/supervisor, a project manager who can provide plans review and customer service and possibly a permit technician) to be located in the DPS offices at 255 Rockville Pike. My hope is that we can have a memorandum of understanding signed in the next 60 days and that WSSC services at 255 Rockville Pike can begin later this calendar year.

This is a very exciting opportunity for more unified, coordinated and convenient delivery of services. There are many possibilities that will benefit our customers, the Commission and the County. Potential opportunities include coordinated case management and design consultations for complicated, strategic and/or large projects; improved signoff on permits; DRC participation and issue resolution (with a focus on developing web-based meeting...
participation); acceptance of permits (electronic or paper for as long as paper is accepted); issue resolution during design including easement conflict/overlaps; development of a one-stop portal; coordination of respective information systems and pooling of data; policy development involving multiple agencies including WSSC; improved coordination for right-of-way and grading reviews and permits; processing of code modifications; utility coordination; community support; and even possible additional MC311 coordination and interaction, etc.

DPS will provide space, furniture, phone service and internet connectivity for the WSSC staff at no cost in its current office and at its planned offices in Wheaton. The exact parameters and requirements of the space are to be determined. WSSC will provide the above-referenced staff at no charge to the County. DPS will also provide 2-3 monthly parking passes at no charge for WSSC staff in the 255 Rockville Pike garage, depending on pass availability (and reasonableness of cost) or at another reasonable location within a two block radius.

More specific terms of the services to be provided and the space needs will be resolved in the above mentioned memorandum of understanding. This letter is intended to serve as a non-binding letter of intent, and I would appreciate your acknowledgement and preliminary agreement to its terms by countersigning in the below indicated space.

Again, I am very pleased at WSSC's willingness to work with the County on an enhanced One-Stop-Shop as the end result is improved and more convenient services for the residents and businesses of Montgomery County.

Sincerely,

Isiah Leggett
County Executive

c:  Craig Rice, Council President
     Timothy Firestone, Chief Administrative Officer
     Jerry Johnson, General Manager
     Bob Hoyt, Director, Department of Environmental Protection
     Jennifer Hughes, Director, Office of Management and Budget
     Diane Schwartz Jones, Director, Department of Permitting Services

[signature page follows]
The terms of this nonbinding letter of intent are acceptable to the Washington Suburban Sanitary Commission this ___ day of May, 2014. WSSC understands that the specifics of the co-location are to be provided in a memorandum of understanding to be entered into between WSSC and Montgomery County.

WASHINGTON SUBURBAN SANITARY COMMISSION

Gene W. Counihan, Chair

Chris Lawson, Vice Chair
June 17, 2014

The Honorable Isiah Leggett
Montgomery County Executive
Executive Office Building, 2nd floor
101 Monroe Street
Rockville, Maryland 20850

Dear County Executive Leggett:

I write in response to your letter of May 1, 2014 wherein you described the County’s interest in WSSC’s participation in the County One-Stop-Shop permitting office. It was my understanding at the time that there had been productive on-going discussions around this concept for some time among WSSC and County staff. The discussions have included things like temporary as well as long-term permanent space and space requirements, IT connectivity and specifications, specific functions expected to be performed, timing for initial co-location, and size of staff compliment.

The co-location has also been discussed and reviewed by the six WSSC Commissioners. The Commissioners have accepted the concept and to that end authorized the General Manager to request four additional work years as a part of the FY 2015 budget in order to support the activity. As you may know the budget was amended to include the four positions without additional funding for the upcoming fiscal year (the funding will come from other budget reductions or staffing vacancies). The four positions were approved at the May 8th Bi-County Council Meeting, and the budget will be formally adopted by the Commissioners at our June 16th meeting. These positions are slated to support the co-location efforts in both Montgomery and Prince George’s Counties.

With all the actions taken and the fact that staff is actively engaged in the preparation of the Memorandum of Understanding (MOU), it is my hope that the final MOU will be completed within the next 45 days and as you requested we can begin staffing the temporary co-location site before year’s end.
I along with the management and staff look for this concept to be a successful and productive one for both counties, WSSC and the customers we serve.

Sincerely,

Gene Counihan
Chair

c: The Honorable Craig Rice, Montgomery County Council President
Timothy Firestine, Montgomery County Chief Administrative Officer
Jerry Johnson, General Manager, WSSC
Bob Hoyt, Montgomery County Director of Environmental Protection
Jennifer Hughes, Montgomery County Director of Management & Budget
Diane Schwartz Jones, Montgomery County Director Permitting Services
Appendix A

Manager’s Office –

1 Desk
1 Work Desk with hutch
Tall matching Book shelf
Computer Chair
Conference Table & 4 Chairs

Staff Work Stations –

Installed L-shape work station
2 File cabinets
3 computer Chairs (2 for employees & 1 for window counter)
AMENDMENT NO. 1

TO

MEMORANDUM OF UNDERSTANDING

THIS AMENDMENT NO. 1, entered into by and between the WASHINGTON SUBURBAN SANITARY COMMISSION, a public body corporate and bi-county agency of the State of Maryland ("WSSC") and MONTGOMERY COUNTY, MARYLAND, a public body corporate and politic ("County"), collectively referred to herein as the "Parties," is made effective as of this 11th day of February, 2020.

WHEREAS, on March 10, 2015, the Parties entered into a Memorandum of Understanding (the "MOU") whereby the Parties agreed, in order to provide a one-stop-shop approach for the permitting process, to co-locate into a single location certain permitting and design plan review services associated with development and redevelopment projects in Montgomery County, Maryland; and

WHEREAS, the MOU was entered into for a term of five (5) years and is currently set to expire on March 10, 2020 (the "Expiration Date"); and

WHEREAS, sometime in the year 2020, the Parties intend to move the site of the co-located services from the current site at 255 Rockville Pike, Second Floor, Rockville, Maryland 20850 to a newly constructed site at 2425 Reede Drive, Floors 6-8, Wheaton, Maryland 20902 (the "Wheaton Site"); and

WHEREAS, the Parties each consent to the extension of the term of the MOU for a period of five (5) years; and

WHEREAS, the Parties each consent to the relocation of the site of the co-located services to the Wheaton Site; and

WHEREAS, the Parties desire to amend specific terms and conditions in the MOU to extend the Expiration Date of the MOU; and

NOW, THEREFORE, for and in consideration of the promises and undertakings stated herein, the receipt and sufficiency of which consideration are hereby acknowledged, it is agreed between the Parties hereto that the MOU is hereby amended as follows:

1. This Amendment No. 1 shall become effective as of the date written on the first page of this Amendment ("Amendment Effective Date").

2. The MOU, which is attached hereto, is incorporated by reference and made a part of this Amendment No. 1.

3. The MOU Expiration Date is extended to March 10, 2025, pursuant to the Parties' mutual agreement.
4. **Paragraph 2** of the MOU is hereby amended by striking the second paragraph of **Paragraph 2** and substituting it with the following:

The Parties further understand that when DPS is relocated to the Wheaton Site, WSSC’s MC Office space will be on the 8th floor of the Wheaton Site and consist of approximately 530 square feet of space. The self-service WSSC kiosk will be located in the Customer Lobby on the 7th floor of the Wheaton Site. WSSC’s MC Office space is as shown on Attachment 2 to this Amendment No. 1.

5. **Paragraph 11** of the MOU is hereby stricken and substituted with the following:

This MOU shall be in effect for a term of five (5) years, beginning on the date of this MOU and end on March 10, 2025. The Parties may extend the term for an additional five (5) year period and execute an extension to the MOU by notifying the other party no later than 120 days before termination of its request to extend the MOU term. Either Party may terminate this Agreement upon 180 days written notice. It is understood that the County will have the right to terminate this MOU without such required notice at any time, if deemed necessary in the interest of the County.

6. **Paragraph 19** of the MOU is hereby amended by adding a second paragraph as follows:

WSSC further understands that the County will lease the Wheaton Site on behalf of DPS. A copy of the County’s lease for the Wheaton Site (the “Wheaton lease”) will be given to WSSC. WSSC agrees that it will not take any action or fail to take any action that will cause the County to be in violation of the Wheaton lease. This MOU only bestows a license upon WSSC with respect to its use of the MC Office at the Wheaton Site. No interest in real or personal property at the Wheaton Site is intended to, nor shall be passed to WSSC upon the execution and performance of this Amended MOU.

The Parties further agree to the following additional terms:

7. **Severability:** If any term or provision of this Amendment, the MOU, or the application thereof to any person or circumstance shall be invalid or unenforceable to any extent, the remainder of the provisions contained in this Amendment, the MOU, or their application to persons or circumstances, other than those against whom or which such term or provision is invalid or unenforceable, shall not be affected thereby; and each term and provision of this Amendment or the MOU shall be valid and enforceable to the fullest extent permitted by applicable laws.

8. **Integration:** This Amendment and the MOU, and the other documents incorporated hereby by reference, represent the entire and integrated agreement between the Parties and supersede all prior negotiations, representations, or agreements, either written or oral. This Amendment may be further amended only by written modification signed by both Parties.
9. **Authorization:** The County and WSSC each warrants, represents, and covenants that the execution and delivery of this Amendment has been duly authorized by all requisite corporate action of each party and that the person so executing and delivering this Amendment on behalf of each party is duly authorized to do so.

10. **Governing Law:** This Amendment and any applicable provisions of the MOU shall be construed and enforced in accordance with, and governed by, the laws of the State of Maryland.

   **All other terms and provisions of the Agreement shall remain in force, unchanged.** If there is conflict between this Amendment and the MOU, the terms of this Amendment will prevail.

   **IN WITNESS THEREOF,** the parties have caused this Amendment to be executed by each of them or their duly authorized representatives as of the day and year written below.

   [SIGNATURES ON NEXT PAGE]
WASHINGTON SUBURBAN SANITARY COMMISSION

By:
Carla A. Reid
General Manager/CEO

Reviewed for form and legal sufficiency:

Rahel Jerusalem Kifle, Associate Counsel

MONTGOMERY COUNTY, MARYLAND

By:
Hadi Mansouri
Acting Director
Montgomery County Department of Permitting Services

Reviewed for form and legal sufficiency.

Charles L. Frederick, Associate County Attorney
Office of the County Attorney
EXHIBIT E
Location of County Representative
(diagram showing the location of the office for the County Representative)