

MEMORANDUM

December 5, 2022

TO: Government Operations and Fiscal Policy Committee

FROM: Dr. Costis Toregas, Council IT Adviser

SUBJECT: Amendment to the FY23-28 Capital Improvements Program and Special Appropriation #23-60 to the FY23 Capital Budget Montgomery County Government Department of Technology and Enterprise Business Solutions (TEBS), Business Continuity Phase II (No. P342303), \$7,469,000

Expected to attend:

Committee members:

Kate Stewart, Andrew Friedson, Sidney Katz

Council Offices:

Cecily Thorne, Paul Ellis

Cindy Gibson

Sharon Ledner

Council staff: Dr. Costis Toregas, Council IT Adviser

TEBS:

Gail Roper, Director

Joe Webster, Office of Broadband Programs

Alison Dollar, Chief, Strategy and Planning

Leny Bautista, OBP Finance Manager

OMB:

Seamus McNamara, Fiscal and Policy Analyst

Introduction

The Department of Technology and Enterprise Business Solutions (TEBS) has launched a multi-phase program to protect County systems against attacks and preserve business operations in case of a cybersecurity event. The kickoff for the program was in September 2021, and completion is

estimated in FY24. This Phase II amendment will complete ransomware recovery systems, move data to secure and encrypted environments and ultimately reduce operations costs through data management consolidation.

The Executive has asked for a supplemental appropriation to the TEBS FY23-28 Capital Improvement Program (CIP) in order to support Phase II of this multi-phase project. Given the sensitive nature of the topic, the Committee will review information, timing and funding details in closed session. It is expected that the Committee will provide a recommendation for the full Council's review of this item tentatively scheduled for December 13, 2022.

Documents for Committee review:

1. Draft Resolution © 1-2
2. County Executive's Transmittal Memo date November 8, 2022 © 3-5

Resolution No: _____
Introduced: November 15, 2022
Adopted: _____

COUNTY COUNCIL
FOR MONTGOMERY COUNTY, MARYLAND

By: Council President at the Request of the County Executive

SUBJECT: Amendment to the FY23-28 Capital Improvements Program and
Special Appropriation #23-60 to the FY23 Capital Budget
Montgomery County Government
Department of Technology and Enterprise Business Solutions
Business Continuity Phase II (No. 342303), \$7,469,000

Background

1. Section 308 of the Montgomery County Charter provides that a special appropriation: (a) may be made at any time after public notice by news release; (b) must state that the special appropriation is necessary to meet an unforeseen disaster or other emergency or to act without delay in the public interest; (c) must specify the revenues necessary to finance it; and (d) must be approved by no fewer than six members of the Council.
2. Section 302 of the Montgomery County Charter provides that the Council may amend an approved capital improvements program at any time by an affirmative vote of no fewer than six members of the Council.
3. The County Executive recommends the following capital project appropriation increases:

Project Name	Project Number	Cost Element	Amount	Source of Funds
Business Continuity Phase II	342303	Construction	\$5,299,000	Current Revenue
Business Continuity Phase II	342303	Construction	\$2,170,000	Short-Term Financing
TOTAL			\$7,469,000	

Special Appropriation #23-60 and Amendment to the FY23-28 Capital Improvements Program
Page Two

4. This special increase is needed to complete the upgrades initiated in FY22 as part of the County's Business Continuity Phase I program. The recommended amendment is consistent with the criteria for amending the CIP because this request addresses an urgent safety concern and facilitates cost avoidance.
5. The County Executive recommends an amendment to the FY23-28 Capital Improvements Program and a special appropriation in the amount of \$7,469,000 for Business Continuity Phase II (342303) and specifies that the source of funds will be Current Revenue and Short-Term Financing.

Action

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

1. The FY23-28 Capital Improvements Program of the Montgomery County Government is amended as reflected on the attached project description form and a special appropriation is approved as follows:

Project Name	Project Number	Cost Element	Amount	Source of Funds
Business Continuity Phase II	342303	Construction	\$5,299,000	Current Revenue
Business Continuity Phase II	342303	Construction	\$2,170,000	Short-Term Financing
TOTAL			\$7,469,000	

2. The County Council declares that this action is necessary to be acted upon without delay in the public interest, and that this appropriation is needed to meet the emergency.

This is a correct copy of Council action.

Judy Rupp
Clerk of the Council



OFFICE OF THE COUNTY EXECUTIVE

Marc Elrich
County Executive

MEMORANDUM

November 8, 2022

TO: Gabe Albornoz, President
Montgomery County Council

FROM: Marc Elrich, County Executive *Marc Elrich*

SUBJECT: Amendment to the FY23-28 Capital Improvements Program and
Special Appropriation #23-60 to the FY23 Capital Budget
Montgomery County Government
Department of Technology and Enterprise Business Solutions (TEBS)
Business Continuity Phase II (No. P342303), \$7,469,000

I am recommending a special appropriation to the FY23 Capital Budget and an amendment to the FY23-28 Capital Improvements Program (CIP) in the amount of \$7,469,000 for Business Continuity Phase II (No. 342303). Appropriation for this project will fund equipment replacement and critical updates to maintain the County's business continuity operations.

This special increase is needed to complete the upgrades initiated in FY22 as part of the County's Business Continuity Phase I program. The recommended amendment is consistent with the criteria for amending the CIP because this request addresses an urgent safety concern and facilitates cost avoidance.

I recommend that the County Council approve this special appropriation and amendment to the FY23-28 Capital Improvements Program in the amount of \$7,469,000 and specify the source of funds as Current Revenue and Short-Term Financing.

I appreciate your prompt consideration of this action.

ME:sm

Enclosure: Amendment to the FY23-28 Capital Improvements Program and

Special Appropriation #23-60 to the FY23 Capital Budget

November 8, 2022

Page 2 of 2

Special Appropriation #23-60

cc: Jennifer Bryant, Director, Office of Management and Budget
Gail Roper, CIO/Director, Technology and Enterprise Business Solutions



Business Continuity Phase II (P342303)

Category	General Government	Date Last Modified	11/03/22
SubCategory	Technology Services	Administering Agency	Technology Services
Planning Area	Countywide	Status	

Total	Thru FY21	Est FY22	Total 6 Years	FY 23	FY 24	FY 25	FY 26	FY 27	FY 28	Beyond 6 Years
-------	-----------	----------	---------------	-------	-------	-------	-------	-------	-------	----------------

EXPENDITURE SCHEDULE (\$000s)

Construction	7,469	-	-	7,469	7,469	-	-	-	-	-	-
TOTAL EXPENDITURES	7,469	-	-	7,469	7,469	-	-	-	-	-	-

FUNDING SCHEDULE (\$000s)

Current Revenue: General	5,299	-	-	5,299	5,299	-	-	-	-	-	-
Short-Term Financing	2,170	-	-	2,170	2,170	-	-	-	-	-	-
TOTAL FUNDING SOURCES	7,469	-	-	7,469	7,469	-	-	-	-	-	-

APPROPRIATION AND EXPENDITURE DATA (\$000s)

Appropriation FY 23 Request	-	Year First Appropriation	-
Appropriation FY 24 Request	-	Last FY's Cost Estimate	-
Supplemental Appropriation Request	7,469		
Cumulative Appropriation	-		
Expenditure / Encumbrances	-		
Unencumbered Balance	-		

PROJECT DESCRIPTION

This project provides funding for Phase 2 of the County's Business Continuity program. Business Continuity (Phase 1) was funded in the FiberNet project to maintain and strengthen the County's cybersecurity defenses and resiliency. This request mitigates potential risks and facilitates cost avoidance.

PROJECT JUSTIFICATION

Business Continuity investments help guard against cyberattacks and ensures County-wide mission-critical operations can proceed in the event of a disruption or catastrophic event.

FISCAL NOTE

FY23 supplemental in Current Revenue: General for the amount of \$5,299,000, Short-Term Financing for the amount of \$2,170,000.

COORDINATION

Technology Enterprise Business Services and other Montgomery County Government Departments.