

Mayor and Council Communication

DATE: 09/13/22

M&C FILE NUMBER: M&C 22-0682

LOG NAME: 17UNTHSC BAC FY23

SUBJECT

(CD 8) Authorize Execution of Agreement with the University of North Texas Health Science Center at Fort Worth to Accept a Grant in the Amount Up to \$450,000.00 from the State of Texas for Operations of the Fort Worth Business Assistance Center as Well as Renovations and Upkeep of Buildings on the Guinn Elementary School Campus, Authorize Use of Interest in the Amount Up to \$5,000.00 and Adopt Appropriation Ordinance

RECOMMENDATION:

It is recommended that the City Council:

1. Authorize the execution of an agreement with the University of North Texas Health Science Center at Fort Worth to accept and receive grant funds from the State of Texas in an amount up to \$450,000.00 during the State's Fiscal Year 2023 for operation of the Fort Worth Business Assistance Center as well as renovations and upkeep of buildings on the James E. Guinn School campus;
 2. Authorize the use of interest earnings in an amount up to \$5,000.00 for the purpose of the award; and
 3. Adopt attached appropriation ordinance increasing estimated receipts and appropriations in the Grants Operating Other Fund, subject to receipt of the grant, in an amount up to \$455,000.00 for the purpose of funding operations of the Fort Worth Business Assistance Center as well as renovations and upkeep of the James E. Guinn School campus.
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DISCUSSION:

The purpose of this Mayor and Council Communication (M&C) is to execute an agreement with the University of North Texas Health Science Center at Fort Worth (UNTHSC) to accept and receive grant funds from the State of Texas in an amount up to \$450,000.00 during the State's Fiscal Year (FY) 2023. Also authorize the use of interest earnings in an amount up to \$5,000.00 for a total amount of \$455,000.00 to be appropriated in the Grants Operating Other Fund for operation of the Fort Worth Business Assistance Center as well as renovations and upkeep of buildings on the James E. Guinn School Campus.

Beginning with the 79th Legislature of the State of Texas (2005), the State's Biennial General Appropriations Act has appropriated the amount of \$3.1 million to the UNTHSC for joint economic development and technology commercialization activities of UNTHSC, TECH Fort Worth and the City of Fort Worth (City) for renovations at the James E. Guinn School Campus and Business Assistance Center operations.

In the 87th Legislature of the State of Texas during its regular session as part of Senate Bill (S.B.) 1 (General Appropriations Act for the 2022-2023 Biennium), the State approved grant funding in the amount of \$2,913,082.00 for the partnership between the City and UNTHSC for the two years beginning September 1, 2021. Of this grant, the amount of \$2,013,082.00 has been appropriated to UNTHSC and TECH Fort Worth and the remaining amount of up to \$900,000.00 is allocated to the City during this biennium to be received in two installments. During the biennium the City will receive up to \$450,000.00 during FY2022 and up to \$450,000.00 in FY2023. While indirect costs were not addressed at the time the grant application was submitted, the Economic Development Department is reviewing regulations and will comply with City policy on indirect costs to the extent allowed by the program guidelines.

These funds will be used to administer the Fort Worth Business Assistance Center (BAC) Program and fund the FY2022-2023 contract with the BAC Education Foundation for the Idea Works Business Incubator housed in the elementary building at the historic James E. Guinn Campus.

The Guinn School property is located in COUNCIL DISTRICT 8.

A Form 1295 is not required because: This contract will be with a governmental entity, state agency or public institution of higher education: University of North Texas Health Science Center

FISCAL INFORMATION / CERTIFICATION:

The Director of Finances certifies that upon approval of the above recommendations and adoption of the attached appropriation ordinance, funds will be available in the current operating budget, as appropriated, in the Grants Operating Other Fund. Economic Development (and Financial Management Services) will be responsible for the collection and deposit of funds due to the City. Prior to an expenditure being incurred, Economic Development has the responsibility to validate the availability of funds. This is an advance grant.

Submitted for City Manager's Office by: Reginald Zeno 8517

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Additional Information Contact:

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Expedited