

#### **AGENDA MEMORANDUM**

First Reading for the City Council Meeting of March 29, 2022 Second Reading for the City Council Meeting of April 12, 2022

**DATE:** February 25, 2022

**TO:** Peter Zanoni, City Manager

**THRU:** Neiman Young, Assistant City Manager

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**FROM:** Bill Mahaffey, Director of Gas Operations

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Acceptance and appropriation of a \$100,000 donation from NextEra Energy and authorizing the City of Corpus Christi Gas Department to provide gas pipe plumbing services to eligible low-income city residents through the Plumbers to People program

# **CAPTION:**

Ordinance authorizing acceptance and appropriation of a donation in the amount of \$100,000 from NextEra Energy and authorizing the City of Corpus Christi Gas Department to provide gas pipe plumbing services free to eligible low-income city residents.

# **SUMMARY:**

NextEra has granted the City of Corpus \$100,000 for fiscal year 2022 so that the City can provide gas pipe plumbing services through the Plumbers to People program for free to eligible low-income residential customers needing repairs to gas lines. This program is designed to address an emergency situation involving an unsafe condition for customers who own and live in their homes.

### **BACKGROUND AND FINDINGS:**

In recognition of NextEra and the City's shared long-standing commitment to community safety, NextEra has offered to make a \$500,000 total contribution through 5 annual \$100,000 donations to the City of Corpus Christi Gas Department's Plumbers to People program in order to support the City's efforts to provide gas pipe plumbing services to eligible low-income city residents. NextEra will make the annual donation on or before August 15<sup>th</sup> of each fiscal year within the current 5 year contract.

There are seven criteria used to qualify residents for program assistance:

- 1.) The resident must be a City of Corpus Christi Gas Department account holder
- 2.) Meet household income requirements

Family Size	Annual Household Income
1	<\$32,000
2	\$44,000
3	\$56,000
4	\$68,000
5	\$80,000
6	\$92,000
7 or more	\$104,000

- 3.) Value of the home must not exceed \$300,000 based on the Nueces County tax appraisal
- 4.) Single-Family home residences only
- 5.) Renters are eligible with permission and waiver of damage signed by property owner
- 6.) Must use a licensed plumber through a contract, who has experience repairing and/or replacing gas lines.
- 7.) Must complete an application and be approved prior to services rendered.

The Gas Department estimates that the funds will assist 20-25 homes per year.

#### **ALTERNATIVES**:

The alternative is not to accept the donation. This would remove funds that could be used for assistance to residents.

# **FISCAL IMPACT**:

The City will receive \$100,000 from NextEra Energy and disburse the funds to those residents who qualify for assistance through the Plumbers to People program.

# **Funding Detail:**

Fund: 1053 Gas Grants Fund

Organization/Activity: 800022L

Mission Element: 022 Gas Distribution System

Project # (CIP Only): N/A

Account: 208200 Unearned Revenue

# **RECOMMENDATION:**

Staff recommends accepting the donation and authorizing the release of funding to assist qualifying residents.

### **LIST OF SUPPORTING DOCUMENTS:**

Ordinance, Contribution letter