

LFIR # 2434

1. Project Title Natural Gas Line Construction - Marianna to Malone

2. Senate Sponsor George Gainer

3. Date of Request 01/13/2022

## 4. Project/Program Description

The City of Marianna is the owner of Natural Gas System that serves Marianna and the surrounding area. The Town of Malone and the State Prison (Jackson Correctional Institution JCI), in Malone, would like to have natural gas available to their businesses and residents. Specifically Malone Peanut LLC would benefit financially from having natural gas available to run its peanut drying operations. The City of Marianna has the ability to serve Malone with natural gas regarding capacity but needs funding to install the line to the community.

#### 5. State Agency to receive requested funds Dep

Department of Economic Opportunity

State Agency contacted? No

### 6. Amount of the Nonrecurring Request for Fiscal Year 2022-2023

Type of Funding	Amount
Operations	0
Fixed Capital Outlay	900,000
Total State Funds Requested	900,000

7. Total Project Cost for Fiscal Year 2022-2023 (including matching funds available for this project)

Type of Funding	Amount	Percentage
Total State Funds Requested (from question #6)	900,000	99%
Matching Funds		
Federal	0	0%
State (excluding the amount of this request)	0	0%
Local	10,000	1%
Other	0	0%
Total Project Costs for Fiscal Year 2022-2023	910,000	100%

### 8. Has this project previously received state funding? No

Fiscal Year	Amo	ount	Specific	Vetoed	
(уууу-уу)	Recurring	Nonrecurring	Appropriation #		

### 9. Is future funding likely to be requested?

a. If yes, indicate nonrecurring amount per year.

## b. Describe the source of funding that can be used in lieu of state funding.

10. Has the entity requesting this project received any federal assistance related to the COVID-19 pandemic?

Yes

No



### If yes, indicate the amount of funds received and what the funds were used for.

The City of Marianna has received FEMA funding for operational costs associated with the city owned and operated Marianna Health and Rehabilitation Center (MHRC), a long term and short term nursing home. The city has also received some funding under the American Rescue Plan Act (ARPA) which has not been used at this time until further clarification can be obtained.

### 11. Details on how the requested state funds will be expended

Spending Category	Description	Amount	
Administrative Costs:			
Executive Director/Project Head Salary and Benefits		0	
Other Salary and Benefits		0	
Expense/Equipment/Travel/Supplies/ Other		0	
Consultants/Contracted Services/Study		0	
<b>Operational Costs: Other</b>			
Salary and Benefits		0	
Expense/Equipment/Travel/Supplies/ Other		0	
Consultants/Contracted Services/Study		0	
Fixed Capital Construction/Majo	r Renovation:		
Construction/Renovation/Land/ Planning Engineering	Preliminary engineering, design work, bidding and contracting, and construction engineering inspection (CEI) services; construction phase	900,000	
Total State Funds Requested (m	Total State Funds Requested (must equal total from question #6) 900		

### 12. Program Performance

### a. What specific purpose or goal will be achieved by the funds requested?

This project will provide natural gas utility to an underserved community, Malone, FL. Natural gas will provide an alternative energy source for Malone Peanut, LLC as well as Jackson CI. By having natural gas available in the community it will reduce operational costs and potentially allow businesses to expand. It will provide alternative energy for the residents of Malone and the surrounding area. This project will provide for economic development and community development within the Town of Malone. This project also improves the economic viability of the City of Marianna.

### b. What activities and services will be provided to meet the intended purpose of these funds?

Engineering services to identify the planning and scope of the project along with drafting of the deliverable for the proposed project. The construction activities associated with the expansion of the city's natural gas system.

### c. What direct services will be provided to citizens by the appropriation project?

Direct services provided as a result of this project will be natural gas which is not available in the Town of Malone at this time, along with improving Malone's economic and community opportunities.

#### d. Who is the target population served by this project? How many individuals are expected to be served?

The entire population of Malone, Florida, directly, which is approximately 2,013 people. However, any positive economic or community improvement helps Jackson County with a population of 48,599. Additionally, the City of Marianna will benefit with the sales of natural gas within the area. The city has the only natural gas system in the county with services described. It should also be noted Jackson County, along with all cities within the county have been designated by the Governor as a rural area of opportunity (RAO).

### e. What is the expected benefit or outcome of this project? What is the methodology by which this outcome will



#### be measured?

The expected outcome is to have an infrastructure system that meets all federal, state and local code requirements for health and safety concerns. The primary way of measuring performance will be 2 fold: 1) The city would measure the number of added customers; and 2) The most significant would be to measure the volume of sales based on sales the city could calculate the savings between the use of propane and natural gas.

f. What are the suggested penalties that the contracting agency may consider in addition to its standard penalties

#### for failing to meet deliverables or performance measures provided for the contract?

The contracting agency, City of Marianna, will establish a critical path with date specific targets for pre-development. Once bids are received and awarded for the project, the contract will have specific contract completion dates that, if not met, will subject the contractor to liquidated damages, assessed on a daily basis. Standard contract penalties for the contract with the state agency are sufficient.

# 13. The owners of the facility to receive, directly or indirectly, any fixed capital outlay funding. Include the relationship between the owners of the facility and the entity.

The public will own any and all proposed facility improvements, which will be overseen by the City Commission for the City of Marianna.



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## 14. Requestor Contact Information

	a. First Name	James (Jim)	Last Name	Dean	
	b. Organization	City of Marianna			
	c. E-mail Address	jdean@mariannafl.city			
	d. Phone Number	(850)718-1000			
15.	Recipient Contact	Information			
	a. Organization	City of Marianna			
	b. Municipality and	d County Jackson			
	c. Organization Ty	pe			
	□For Profit Entity				
	□Non Profit 501(c	c)(3)			
	□Non Profit 501(c	c)(4)			
	☑Local Entity				
	□University or Co	ollege			
	□Other (please sp	pecify)			
	d. First Name	James (Jim)	Last Name	Dean	
	e. E-mail Address	jdean@mariannafl.city			
	f. Phone Number				
16.	6. Lobbyist Contact Information				
	a. Name	None			
	b. Firm Name	None			
	c. E-mail Address	\$			
	d. Phone Number				