

Application for a Construction Certificate to Construct a Merchant Electric Generating Facility

Kentucky Mountain Power Site

Prepared by: Kentucky Mountain Power, LLC May 31, 2002



May 31, 2002

Mr Martin Huelsmann, Chairman Kentucky State Board on Electric Generation and Transmission Siting 211 Sower Boulevard P O Box 615 Frankfort, Kentucky 40612

> Re Case No 2002-00149 Kentucky Mountain Power, LLC Merchant Power Plant Application

Dear Mr Huelsmann

According to statutory authority SB 257 and 807 KAR 5 110E, Kentucky Mountain Power, LLC is seeking to obtain a certificate to construct a nominal 520 megawatt combination coal and waste coal fired electrical generation facility in Knott County near Talcum

If any questions arise, please contact Mr Randy Bird at (606) 434-0329

Sincerely,

Frank L Rotondi President and CEO

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May 17, 2002

Kentucky State Siting Board on Electric Generation and Transmission Siting 211 Sower Boulevard P O Box 615 Frankfort, Kentucky 40612

RE Revision to, Notice of Intent to File for a Merchant Power Plant Construction Certificate

This revised notice of intent to file is submitted by Kentucky Mountain Power, LLC 250 Main Street Lexington, KY 40507

> Frank Rotondi, CEO 859-389-8070

Description

Kentucky Mountain Power, LLC intends to construct its nominal 520 megawatt coal fired electrical generating facility in Knott County, 13 miles NE of Hazard and approximately 2 miles North of Highway 80 The power plant will be located on a 195 acre knob known as "Potato Knob" and the facility will include an ash landfill approximately 1 mile South of the plant site on about 550 acres of mined out property leased from Appalachian Reality Company, and will convert an existing coal refuse impoundment into a freshwater reservoir on approximately 125 acres of leased property located 1 ½ miles Southwest of the plant site. The power plant will draw water from the North Fork of the Kentucky River through a pipeline to be constructed and will connect to AEP's electrical grid at the Hazard and Beaver Creek substations via new transmission lines to be owned by AEP

Location and Setbacks

The plant site is located at 37°25′21″N and 83°06′52″ W This location is within the unincorporated area of Knott County The power plant facility will be located in Knott County There is no applicable Planning and Zoning Commission with jurisdiction over this location

The plant location is well beyond the distances for setback required under KRS 278 The plant will be located over 1000 feet from the property lines. There are no residential neighborhoods, schools, hospitals or nursing facilities within 2000 feet of this location.



April 25, 2002

Kentucky State Siting Board on Electric Generation and Transmission Siting 211 Sower Boulevard P O Box 615 Frankfort, Kentucky 40612

RE Notice of Intent to File for a Merchant Power Plant Construction Certificate

This notice of intent to file is submitted by Kentucky Mountain Power, LLC 250 Main Street Lexington, KY 40507

> Frank Rotondi, CEO 859-389-8070



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Location and Setbacks

The plant site is located at 37°25'21"N and 83°06'52" W This location is within the unincorporated area of Knott County Portions of the systems supporting the facility will be located in Breathitt, Perry and Floyd counties There is no applicable Planning and Zoning Commission with jurisdiction over these locations

The plant location is well beyond the distances for setback required under KRS 278 The plant will be located over 1000 feet from the property lines There are no residential neighborhoods, schools, hospitals or nursing facilities within 2000 feet of this location

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THE TROUBLESOME CREEK TIMES

Wednesday, May 1, 2002

2001 omitted, 2000 additional tax KENTUCKY MOLINTAIN bills are passible. The total amount KENTUCKY MOLINTAIN due is the last amount showa above. POWRE

due is the last amount shown above. Also, there will he a \$5 00 sheriff fee and advertising fee of \$3.00 added to your bill. If you have paid, please disregard this notice. If this bill is not paid it will be advertised as such in the Troublesome Creek Times June 5th for three consecutive weeks Unpaid bills will be offered for sell on the courthouse steps on June 28th at 10 00a.m Please take care of this matter to avoid further costs and penalites

The bill may be paid to K n o t t County Sheriff, Wheeler Jacobs

156 W. Main, Courthouse PO Box 1170 Hindman, KY 41822

This letter is required by The Department of Property Taxation

364 5/1 ltb

NOTICE TO TAXPAYERS The 1995, 1996, 1997, 1998, 1999, 2001 Omitted UMC & 2000 Additional taxes are now delinquent, starting May 2002 a \$5.00 sheriff's fee will be charged on your bill. Please give your immediate attention to this matter Payments can be made to The Knott County Sheriff's Office either in person or by inaling the payment in check or money order Knott County Sheriff's Office P O. Box 1170 Hindman, Ky 41822, 606-785-5354

365:5/1 1115

PUBLIC NOTICE Regarding STATEMENT OF ACTIVITIES

Leslie, Knoit, Letcher, Perry Community Action Council, Inc. is presenting an application for the Rural Economic and Community Development Services for a Housing Preservation Grant A statement of planned activities is available for public review and comment at L K L P offices until May 20, 2002 Call Annie Thompson (506) 642-3332 for more information L_K L.P. is an Equal Opportunity Housing Service Provider

158 5/1 2Lb



PUBLIC NOTICE

The Alamander Martin heirs will meet on May 4, 2002, at 10 00 a.m in the Knott County Courthouse Hindman, Ky Our attorney, Eric Wiage, will discuss the current status of the estate For more information call Kathleen Martin Elmore, 483 Blacksgate Circle, Cross Hill, SC 29312, 864-998-4329

347 <u>5/1</u> 11 pd

EnviroPower, LLC intends to con-struct its nominal 520 megawati coal fired electrical generating facility in Knott County, 13 miles NE Of Hazard and approximately 2 miles North of Highway 80 The power plant will be located on a 195 acre knob known as "Potato Knob" and the facility will include an ash landfill approximately 1 mile South of the plant site on about 550 acres of mined out property leased from Appalachian Realty Company, and will convert an existing coal refuse impoundment into a freshwater reservoir on approximately 125 acres of leased property located 1/2 miles Southwest of the plant site. The power plant will draw water from the North Fork of the Kentucky River through a pipeline to be constructed and will connect to AEP's electrical grid at the Hazard and Beaver Creek substations The proposed construction of the power plant is subject to ap-proval by the Kentucky State Board on Electric Generation and Transmission Sitting, which can be reached through the Public Service Commission, 211 Sower Boulevard, P.O. Box 615, Frankfort, Kentucky 40601, (502) 564-3940.

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PUBLIC NOTICE

A public hearing for the 2002-2003 annual budget for the City of Hindman will be held at City Hall on Monday, May 6, 2002 at 6 30 p m The City currently has approximately \$162,000 in carry-over funds from fiscal year 2002 and will be receiving fiscal year 2003 for a total of \$424,255.00 Water and Sewer Fund currently has approximately \$165,000 00 in carry-overfunds from fiscal year 2002 and will be receiving approximately \$408,000 00 during fiscal year 2003 for a total of \$573,000.00.

All interested persons and organizations in Hindman are invited to the public hearing to submit oral and written comments on the possible uses as contained in the proposed budget in total.

Any person(s) (especially senior citizens) who cannot attend the hearing should call City Hall at 785-5544 so that arrangements can be made to secure their comments. Handicapped individuals wishing to attend the hearing should call City Hall by the appropriate date if special arrangements are necessary

354 5/1 110 NOTICE OF COURT HEARING In Re: The Estate of Alamander Martin Knott County District Court Case No. 98-P-Front To all Heurs-at-Law, known and

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Troublesome Creek Times

should submit the following materials and description of submittions A Request for Bill America Conditions, and Selection Process is

available upon request. Interested installers should contact Kentucky River ADD at 917 Perry Park Road, Hazard, KY 41701,(606) 436-3158 until Friday May 10, 2002 at 4.30 p m Faxed or e-mail proposals will not be accepted The sealed bids will be opened at

The sealed bids will be opened at the KRADD office on Monday May 13, 2002 at 8 30 a.m.

A selection committee will review, evaluate, and rate each bid based on their submitted Bid. The Kentucky River ADD will contact the installer with the winning bid and enter into negotiations. If the parties are unable to negotiate a satisfactory agreement, the second ranked installer will be contacted Once an installer has been selected, all unsuccessful installers will be promptly notified. The selection committee will adhere to the provision of Tide VII of the Civil Rights Act of 1964, Section 3 No person shall be excluded from parucipation in, denied benefits of, or subjected to discrimination in the implementation of this program on the grounds of race, color national origin or sex Females and minorities are encouraged to apply

The National Oceanic and Atmospheric Administration provides funding for this project. The formal solicitation of seeking qualified installers is being conducted to fulfill the requirements of the funding agency

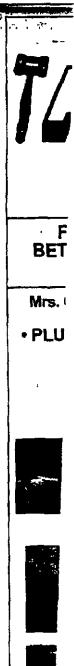
357:5/1.1Lb

NOTICE OF INTENT TO PERFORM CONSTRUC-TION ACTIVITIES

Leslie, Knott, Letcher, Perry Community Action Council, Inc.has received funding from Kentucky Housing Corporation through the HOME program and other funding sources through Kentucky Housing Corporation to perform construction on new homes in Lesite County for families whose incomes are at or below 80% of the area median income of Leslie County In compliance with the HUD HOME guidelines LKLP announces it will be purchasing construction materials to perform these construction activities LKLP will also be contracting the following activities heating/air condition, plumbing, electrical, drywall, and septic systems in addition to build-ing materials, LKLP will be purchasing concrete and gravel

Minority owned and female owned husinesses are encouraged to participute

If you are interested in hidding on materials or performing contract services, piease contact LKLP hidding information or supply written responses on your company letterhead outlining the services or materials you have to offer if you have worked



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James Ori Red Estate Himizian



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MAY 15 2002 11:30AM ENVIROPOWER

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THE JACKSON TIMES

Page A12 - Thursday, May 2, 2002 - The Jackson Times

NOTICE OF INTENTION TO MINE - SURFACE MINE AMEROMENT Purshent to Application Number 877-0434 Amendment.1

In accordance with of KRS 350.070. notice is hereby given that Minnehan Mining, LLC, 11) Bradshaw Hills, McKee, Kentucky 40447 has applied for an amendment to an existing surface coal mining and reclamation operation located 2 70 miles southeast of Crocketsville in Petry & Breathitt counues. The smendment will add 130.71 acres of surface disturbance and 89 18 scres of super mutipe which will completely underlie permitted surface acreage, making a total area of 300.72 acres. within the amended permit boundary

The proposed amendment area is approximately 2.70 miles southeast fro Ky 28's inaction with State Route 1110 and located 0.02 miles porth of Cam Johnson Branch.

The proposed amendment is located on the Backhorn U.S.G.S 7 1/2 minute madratule man. The surface area to be disturbed by the amendment is owned by C. Tometos, B J. Johnson, Delbert Combs & R Amy, The operation will use the Contour, Area & Auger methods of surface mining.

The amendment application has been filed for public impection at the Department for Surface Mining Reclamation and Enforcement's London Regional Office, State Office Building, 85 State Police Road, London, KY 40741 Writtep comments, objections, or requests for a permit conference must be filed with the Director, Division of Permits, #2 Hudson Hollow, U.S. 127 South, Prankfon, Kestucky 40601

This is the final advertisement of the application All comments, objections, or requests for a permit conference must be received within thirty (30) days of today's date ATTAC

Subscribe

NOTICE OF INTENTION TO MINE **PURSUANT TO APPLICATION** NUMBER \$13-0249

Major Revision #4 In accordance with the provisions of KRS 350.070, notice is hereby given

that Addington Mining, Inc. Inc., 2000 Ashind Drive, Ashind, KY 41101 has applied for a major revision to an existing surface cost mining and recipitation operation located at Evanston in Breathill and Magofin Counties. The major revision will add 3.39 stres of surface disturbance and delete 0.97 acces of surface disturbance and add at additional 11.9 acres of suger area to the permit area. The total revised permit modary is \$12.42 peres.

The proposed major revision area is approximately 0.50 miles Southeast on KY Route 542's Junction with Status Fork Road and located 0.01 miles porth of Quicksind Creek.

The proposed major revision is located on the Tiptop and David U S.O.S 7 1/2 minute quadrangle thep. The surface area to be affected by the major revistop is owned by Western Pochonias Properties and M. Wireman et al. The major revision will underlie and owned by Western Pochoutas Properties and M. Wireman et al

The major revision proposes to change the outrent approved post-mining land use of forest to a pesturehand post-mininter fande me.

The application has been filed for pub-Be imposition at the Department for Surface Mining and Enforcement's London Regional Office, Regional State Office Building, 85 State Police Road, London, KY 40741. Written comments, objections, or requests for permit conference must be filed with the Director, Divinon of Permits, #2 Hudson Hollow, U.S. 127 South, Prankfort, Kentucky, 40601. "This is the final advertisement of this

application; All comments, objections or requests for a permit conference must be received within thirty (30) days of today's date.

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Legals/News

1-606-251-3744

NOTICE OF INTENTION TO MINR Pursuant to Application

Number 860-9005 - Reneval In accordance with KRS 350.065, no-

tice is hereby given that Star Fire Mining Company, 2000 Ashland Drive, Ashland, Kennicky 41101 has applied for renewal of a permit for a coal procetting, refuse disposal operation affecting 590 64 acres located 2 30 miles northeast of Ary, Kentucky in Perry, Knott and Breathitt Counties

The operation is approximately 1.50 miles portheast from Lick Branch Read's insertion with KY 1087 and Iocated on Lick Branch of Bulls Park Creek.

The operation is located on the Vest & Noble U S G.S. 7 1/2 minute augrangle maps. The surface area is owned by Appalachum Realty Company, Dalsy Smith, Lyan-Lee, Inc. and Vera Salver.

The application has been filed for public inspection at the Department for Surface Mining Reclamation and **Enforcement's London Regional Office.** Regional State Office Building, 85 State Police Road, London, Kentucky 40741. Written comments, objections, or requests for a permit conference must be filed with the Director, Division of Permits. #2 Hudson Hollow, U.S. 127 South, Prankfort, Kentucky 40601.

FUBLIC NOTICE

The Breathitt County Fiscal Court will eet in Special Session on Thursday, May 2, 2002 at 12:00 noon regarding Emergency Budget Amendment and necessary paperword for the Jefferson Hotel Project, approval of County Judge's staff and Commissioners sale nes. 1 76-5-3

Subscribe

"ATTACHMENT 3.1.A" NOTICE OF APPLICATION FOR RECLAMATION DEFERMENT DUE TO COAL MARKETING

PROBLEMS

in accordance with 405 KAR 16:020. notice if hereby given that Leslie Resources, Ioc., 2000 Ashiand Drive, Ashland, Kennicky 41101, has applied for a coal marketing reclamation deferment for its surface coal mining and reclaman operation, permit number 897-0384. Deferment of reclamation is being requested for anoroximately 29.39 acres. The operation for which the reclatization deferment is requested is located 1.50 miles southwest of Ned in Breathlu & Perry Counties. The surface area of the deferment is owned by Ed Clemons Herrs,

The operation is approximately 3 50 miles north from Kentucky 15's junction with Kontucky 28 and located between Tennile Crock and Pericina Branch on the Haddaz U.S.G.S 7 1/2 minute quadrangle

The determent is sought due to a coal marketing problem and at being requested for an initial period of siz (6) months. The deferment may be renewed for additional periods up to a maximum of 30 months.

The application has been filed for public inspection at the Department for Surface Mining Reclamation and Enforcement's London Regional Office, Regional State Office Building, 85 State Police Road, London, KY 40741. Written comments or objections must be filed within 10 days of this notice with the Derector, Division of Permits, #2 Hudson Hollow, U.S. (27 South, Frankfort, Ken-tucky 40601

Board of Health to meet The Breathitt County Board of Health will meet Tuesday, May 14, 2002, 6:00 p m at the Old Country Inn. 1-TE-3-2

Jackson Independent School District School Based Decision Making Council Parent Rection

478414

Parent nonumions for one position on the Jackson Independent School District SBDM Council will be accepted through May 9, 2002. The election will be held on May 16, 2002, from 7.30 a.m. through 6:00 p.m. in the breezeway of the J B Goff Oymnashum.

Eligibility requirements for Farent Members: The legal definition of parent (KRS 160.345 Lc.) allows biological parents, stepparents, fusion parents, or persons who have court ordered legal outcody to be nominated or to yote. According to the law, Parents who are not unsted or who wish to yote must have a child "pro-registered to attend" the school for next year. If a child is in preschool this year and will stiend our school next year, the parents of that child would be eligible to be noneneed, or vote in the election for next year's school council. Parent council mem-bers cannot be employed in or be related to someone who is employed in the school or in the district administrative offices. An Anorrary General's Oplition (OAO 90-102) says that "relative" as used in this section should have the same definition found in IORS 160: 180 and KRS 160.380 that applies to athreal boards. This means that a parent who is a "fation, mother broker, ripter, instand, wife role plain for start arises to be in order gran in four of a mean mounts at in action or in the similar administrative officer could not be a parent scange member. Parent members cannot be a board member or a board member's spouse our can they have a business merest in the school. 1.2184

KENTUCKY MOUNTAIN POWER

ErviroPower, LLC intends to construct its nonlinal 520 megwatt and fired electrical generating facility in Knott County, 13 miles NE of Hazard and approximately 2 miles North of Highway 80. The power plant will be located on a 195 acre knob known as "Potato Knob" and the facility will include an anh landfill approximately I mile South of the plant site on about 550 acres of mined out property trated from Appelachian Realty Company, and will convert an existing coal refuse impoundment into a freshwater reservoir on approximately 125 acres of leased property located | 1/2 miles Southwest of the plant site. The power plant will draw water from the North Fork of the Kentucky River through a pipeline to be constructed and will connect to AEPs electrical grid at the Hayard and Beaver Creek substations. The proposed construction of the pow er plant is subject to approval by the Kentucky State Police Board on Electric Generation and Transmission Siting, which can be reached throught the Public Service Commu-sion, 211 Sower Bouleverd, RO. Box 615, Frankfort, Kentucky 40601, (502) Transa 564-3940. 1-Thefa

LOCATED ON KY IS ACROSS FROM DOLLAR A CLEWE DE GENERAL STORE IN CAMPTORA THIS IS AN ADVENTISEMENT & THIS IS AN ADVENTISEMENT & THIS IS AN ADVENTISEMENT. Breathitt County Beard of Education

Bank Depository Bids

BILLY L. OLIVER

ATTORNEY-AT-LAW

(606) 668-6063

BANKRUPTCY

DIVORCE (Uncontested \$300 plus court cost)

The Breathitt County Board of Education will receive seated bids at the Central Office until May 3, 2002 for the selection of a bank dependery for funds of the Breathitt County Board of Education, as well as, the six (6) schools included in the county system. Bads will be opened on the date specified above, Bids must be inbeled "Sealed Bid - Bank Depository for the Breathlit County Board of Education" and will be opened at 10:00 a.m.

If you need specifications for the bid, please contact Stary McKnight, Finance Officer, 666-2662 or 2491

The Board of Education reserves the right to reject any and all hids, to wrive any informalities and to negotiste for the modifications of any bids or to accept the bid that is deemes, the most desirable and advantageous from the standpoint of cus-. 11843

Breathitt County Board of Education 2001-02 Audit Bide e Breathin County Bo بالأثبر الالات وبزر اعتقطفوا و an ik e

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THE HAZARD HERALD

Classifieds

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Wednesday, May 1, 2002 98

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890 Legals KENTUCKY MOUNTAIN POWER EnviroPower, LLC

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intends to construct its nominal 520 megawatt coal fired electrical gener-ating facility in Knott County, 13 miles NE of Hazard and approximate-ly 2 miles North of Highway 80 The power plant will be located on a 195 acre knob know as "Pointo Koob" and the facility will melude as ash landfill approximately 1 mile South of the plant site on about 550 acres of mined out property leased from Appalactian Realty Company, and will con-, vert an existing coal refuse impoundment into a freshwater reservoir on a reserver the property located of leased property located 1 1/2 miles Southwest of the plant site. The power plant will draw water from the North Fork of Kennucky River the through a pipcline to be constructed and will connex to AEP's electrical grid at the Hazard and Beaver Creek substations. The proposed construction of the power plant is mbject to approval by the Kennicky State Board on Electric Generation and Transmission Siting, which can be reached through the Public Service Commission, 211 Sower Boulevard, PO Box 615, Frankfort, Kenfucky 40601. (502)564-3940.

1x-5/1-c-evp-74 NOTICE IS HERE-BY THAT FINAL SET-TLEMENTS HAVE BEEN FILED ON THE FOLLOWING ESTATES IN THE PERRY DISTRICT COURT

890 Legals NOTICE OF APPLICATION FOR RECLAMA-TION DEFERMENT DUE TO COAL

MARKETING PROB-LEMS In accordance with 405 KAR 16.020, notice is hereby given that Leslie Resources, Inc.,

face coal minung and

reclamation operation, permit number 897-0384, Deferment of reclamation

is being requested for

approximately 29.39 acres The operation for

which the reclamation

deferment is requested is

located 1 50 miles south-

west of Ned in Breathitt

& Perry Counties The

surface area of the defer-

ment is owned by Ed

approximately 3.50 miles

north from Kentucky 15's

function with Kentucky

28 and located between

Tenmile Creek and

Perkins Branch on the

Haddax U.S.G.S 7 1/2

The deferment is

sought due to a coal mar-

keting problem and is

being requested for an

initial period of six (6)

months The deferment

may be renewed for addi-

uonal periods up to a

maximum of 30 months.

The application has been filed for public

inspection at the

Department for Surface

Mining Reclamation and

Eaforcement's London

Regional State Office

Building, 85 State Police

Road, London, KY

40741 Written comments

Office.

Regional

minute quadrangle map

The operation is

Clemons Heirs.

Ashland.

You're not popular this week, Aries, and you feel like you're stranded behind enemy lines with nothing but your wits. For the next 2000 Ashland Drive. few days don't seek out Kentucky 41101, has applied for a confrontations. coal marketing reclamation deferment for its sur-

> Taurus - April 21/May 21 One way or another, you'll make a name for yourself this week. Taurus You attract people who like controversy. Conversations at work get personal, but you started them, Gemini - May 22/June 21 Like so many others these

Aries - March 21/April 20

davs, Gemini, vou're a slave to your reactions. An unpredictable move confuses an opponent, but you already know where the relationship is going .

Cancer - June 22/July 22 If your clients or coworkers are smart this week.

Cancer, they'll give you the power of final say.

Cancer's vision is the perfect mix of art and emotion. Your touch deeply affects many people.

Leo - July 23/August 23

your most challenging day vet. Be clear about what you want to accomplish. because you will.

Segittarius - Nov 23/Dec 21.

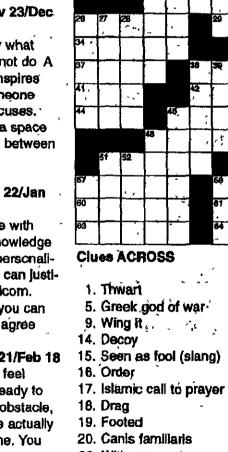
Sagittarians know what they can and cannot do A realistic attitude inspires confidence in someone who is tired of excuses. Attempt to mend a space that has occurred between a friend and you.

Capricorn - Dec 22/Jan 20

Surprise everyone with your extensive knowledge and charismatic personality Right now you can justify anything, Capricom. Appreciate what you can do, others surely agree with your efforts. Aquarius - Jan 21/Feb 18 Even though you feel exposed and unready to conquer a major obstacle, Aquarius, you are actually ahead of the game. You have nothing to lose, so put your heart into your work

Feb 19/March 20

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2002 n -ЯЯΥ а.

THE FLOYD COUNTY TIMES

ENVIROPOWER

بينيا والمراجعة والمحاجر المراجع employment to be on a survey made by observed and minimum wage rates to be paid under the contract, Section 3, Segregated Facility, Section 109 and E.O. 12246 and Title VI Minority bidders are encouraged to bid. Successful bidders will be required to submit evidence of Workers Compensation and General Liability Insurance coverage at the time of contract sianina

Low income Housing Coalition of East Kentucky, Inc. (LINKS) Genevieve Williams, Program Coordinator Equal Housing Opportunity

ADVERTISEMENT FOR BID

The Floyd County Board of Education is requesting sealed bids for the proposed sale of the Harold Elementary School Property, Deed Book 73, Page 81

A parcel of land located just north and adjacent to the junction of Kentucky State Route Number 979 and U.S. Route Number 23, Harold, Flayd County, Kentucky, and record source being deed book 73, page 81 of the Floyd County Clerk's office, and being more particularly described as follows

BEGINNING on an iron pin set, corner of a parent tract, on the Right-of -Way of U.S. Route number 23, and being located 90.00 feet right of Station 850+80.09, said point having Kentucky State Plane, South Zone, Nad 83 coordinates North ot 2,094, 047 24 feet and East 2,545,070.36 feet, corner common to

64 V V me or under my direct SUDERVISION on February 8. October 25. November 19, and 26th, 2001, said survey having a percision of 1 foot in 10,762 feet and was not adjusted, and is a Class "A" survey, and meets all the specifications of this Class. The survey is based on Kentucky State Plane, South Zone, NAD 83 Coordinate System No research was done on easements as to location or size No underground stuctures were included in this survey. A plat was 1993. The applicaprepared by me and is Reed Engineering Company, Inc's file G:\FCBE\Harold_E\2 80506.dwg.

If any more informais. needed, tion contact please Gregory Adams at (606) 874-9569. be clearly marked "Sealed bid for Elem. Harold Property" and may County Schools, located at 23 Martin Street, . Alleri, 41601. Kentucky⁻

Bids will be opened on the 15th day of May, at 10:00 a.m. at the above address. Conveyance will be

by special warranty deed and delivered to the successful bidder upon payment of the bid price. The payment of the bid is to be made on or before thirty days after notification of the acceptance of the bid.

The Floyd County Board of Education reserves the right to reject any or all bids.

PUBLIC NOTICE

Pursuant to KRS 231 040 annlication

HON. KEITH BARTLEY FLOYD COUNTY ATTORNEY

NOTICE OF BOND RELEASE

In accordance with KRS 350.093, notice is hereby given that Kentucky May Coal Company, Inc., HC Box 1045, Arnold Fork Road, Kite, Kentucky 41828, has applied for Phase III bond release on Permit Number 836-5268 which was last issued on June 15, tion covers an area of approximately 424 36 acres located 2.5 inites east of Drift, m Floyd County, Kentucky

The permit area is 2 approximately miles south of KY Rt 2030's junction with Sealed bids must Little - Mud Creek the right to waive any County Road being located on Lower Wolfpen Branch of Little Mud Creek. be mailed or hand The latitude is 37 delivered to Gregory degrees 28 minutes as to conditions of Adams, Director of 48 seconds The lon-Maintenance, Floyd, gitude is 82 degrees 42 minutes 17 seconds.

> effect for Number 836-5268 is Section 109 and E.O. surety of \$13,400.00 12246 and Title VI One hundred percent Minority and Women (100%) of the remain- owned businesses der of this bond is are encouraged to included in the appli- bid Successful bidcation for release

performed includes. W o r k e r s backfilling, final grad-Compensation, ing mulching completed General Spring 1994 All disturbed areas have been seeded as to provide adequate vegatative growth for plant species and provide appropriate conditions for the surrounding wildlife Results thus far indicate growth of vegetation is according to the revenue of the re

tion fees

The approved sepinstaller's bid tíc should also include the cost for all permits and inspection fees

Copies may be obtained at the office of the Low Income Housing Coalition of East Kentucky, Inc., 116 N Front Ave . Prestonsburg, KY 41653, between 9 a.m. - 3 p.m. Monday Friday

All bids should be submitted to Jeremiah Stamm. Low Income Housing Coalition of East Kentucky, Inc., 116 N. Front Ave . Prestonsburg, KY 41653, and clearly marked on the outside of the bid "Webb Bid." No bidder may withdraw his/her bid within 60 days of the actual bid opening thereof

The owner reserves informalities or to reject any or all bids

Attention of bidders is particularly called to the requirements employment to be observed and minimum wage rates to be paid under the The bond now in contract Section 3 Permit Segregated Facility, ders will be required Reclamation work to submit evidence of seeding and Builders Risk and Liability insurance coverage at the timeof contract signing.

> Low Income Housing Coalition of East Kentucky, Inc., Jeremiah Stamm,

Director, Equal Housing Opportunity



IE FLOYD COUNTY TIMES

÷ POWER EnviroPower, LLC, intends to construct nominal 520 ⁻its megawatt coal fired electrical generating facility in. Knott County, 13 miles NE Hazard and of approximately 2 miles North of Highway 80 The power plant will be located on a 195 acre known knob, as "Potato Knob," and the facility will include ash landfill an approximately 1 mile South of the plant site on about 550 acres of mined out property, leased from Appalachian Realty Company, and will convert an existing coal refuse impoundment into a freshwareservoir ter 00 approximately 125 acres of leased property, located 1 1/2 miles Southwest of the plant site The power plant will draw water from the North Fork of the Kentucky through River 8 -noo ed of enilegia structed and will connect to AEP's electrical grid at the Hazard and Beaver Creek substations The proposed construction of the power plant is subject 'to approval by the Kentucky Board on State Electric Generation Transmission and Siting, which can be reached through the Public Service Commission, 211 Sower Boulevard. P.O Box 615, Frankfort, Kentucky 40601, (502)564-3940.

NOTICE OF PROPOSED RATE INCREASE

in accordance with the requirements of the Public Service character and some

bill All over 2,000 gallons 4.27 per 1,000 gailons

Proposed Monthly **Rates - District Wide**

- All Meters.
- First
- 2,000 gállons
- \$ 14.80 minimum bill All over 1
- 2,000 gallons

4.30 per 1,000 gal-

lons The RD loan proceeds will be used in conjuction with (i) an RD Grant in the amount of \$450,000. (iii) an ARC grant in amount of the \$433.900. (iii) a State of Kentucky Surplus grant in the amount of \$300,000, and (iv) a Floyd County Fiscal Court contribution in the __amount __of \$2,474,000 to finance the cost of extentions, additions and improvements to the existing waterworks system of the District, consisting of the construction _____ of (II) approximately 27 miles of water line, (ii) six (6) water storage tanks, (iii) six (6) stations. pumping and (iv) a telemetry Signed system. Halbert, Hubert Chairman, Southern Water and Sewer District. McDowell, Kentucky.

COALFIELDS TELEPHONE COMPANY A GEARHEART COMMUNICATIO **NS COMPANY**

Coalfields Telephone Company has a 47 year history that is marked by commitment. hard work and unparalleled pride in the Coalfields Telephone representative at. 606.478 9401 ext: 251

For more information about Coalfields Telephone other services and benefits, contact your representative at

606.478.9401 ext 251

"These rates do not include the federal end user charge. other surcharges, or taxes.

SOLICITATION -FOR PROPOSAL TO INTERESTED INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS (ICPAS):

Big Sandy Area **Community Action** Program, a non-profit with. 503c Corporation. with central offices audit standards, prolocated in Paintsville, mulgated > by Ky., will be accepting Auditing Standards proposais for audit Board services for the fiscal American Institute of year ending 6/30/02. Certified Big Sandy Area CAP Accountants. is a social, health and welfare nonprofit contained organization operal-Government Auditing ing multiple state and federally funded prothe

grams., Our programs range in diversity from workforce training, senior work supplementation, as well as federally funded headstart programs, which cover a five reporting require- terms for compensa-

Proposals should (Agencies Receiving be provided to any be organized and Federal submitted in satrict copies will be provid- All replies to this accordance with the ed upon request."-format provided by The report mus Sandy Area include the following directly to nunity Action supplemental infor-Bia Community Program The agency reserves the right to refuse to consider proposals that are not submitted in this format or that are financial statements,

incomplete.

WEDNESDAY, MAY 1, 2002 . C9

experience in per-, 2. Division of forming governmen-Administration reporttal audits, qualificaing package. tions of staff, and

Unless otherwise specified at the conclusion of the audit, the ICPA will immediately send

. Ten copies of the report to management of the agency. Appropriate distribution astrequired by OMB Circular A-133.

 A copy of the report to each agency providing monies to the agency.

 A copy of the report to any agency exercising oversight responsibilities

Working papers and be all correspondence awarded for a specirelating to the audit fied contract period, shall be retained for a which may include period of three years from the date of the The audit must be a audit report, unless financial audit per- the ICPA is notified to formed in accordance extend the retention period. All of the 1. General accepted working papers shall available be for inspection by the agency, any successor or principal auditor, any federal or state grantor agency, . and cognizant agency, The predecessor auditor will provide all of the Standards, issued by working papers to the Comptroller successor auditor at General of the United a cost of no more than \$.20 per copy, of with no further fees assessed.

Additional contract compliance, proposal Each audit report evaluation half include all dures as procedures as well as county area: the ments as outlined for tion and payment will Awards) ICPA upon request. solicitation proposal The report must should be mailed

> Mr. Mike Howell Executive Director Big Sandy Area **Community Action** Program Third Floor. Johnson County

p.4

approach for plan-

ning and conducting

General Information

audit

encompass all funds

under the control of

the agency. There will

be no limitations 'on

the scope of the

audit. The audited

financial statements

should be presented

in accordance with

Governmental

accounting

Standards

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April 26, 2002

VIA CERTIFIED MAIL

Lynn Colley AEI Resources, Inc. 2000 Ashland Drive Ashland, Kentucky 41101

Re: Public Notice concerning Kentucky Mountain Power Plant

Dear Mr. Colley:

John Tate

Randy Bird

Cc:

Enclosed is a public notice that will be published in the Knott County and Hazard papers in the next few days. This notice is required under the last remaining state approval to construct we are seeking. While as our lessor, you are well aware of the information contained in the notice, under the subject legislation we are required to send notice to all contiguous land owners. If you have any questions, don't hesitate to contact me. If this notice should be sent to any other person in your organization please let me know.

Sincerely,

Peter C. Brown

SENDER: COMPLETE THIS SECTION COMPLETE THIS SECTION ON DELIVERY 408-KMP-AEI-Siting-Bill-Notice Complete items 1, 2, and 3 Also complete A. Received by (Place Print Clearly) B. Date anD rtem 4 if Restricted Delivery is desired Print your name and address on the reverse C Signature so that we can return the card to you C Agent Attach this card to the back of the mailpiece, х Addressee or on the front if space permits D Is delivery address different from item 1? Yes 1 Article Addressed to If YES, enter delivery addr ss below Mi Lynn Lolley AEI Resources Ibc. DOOD AShland DR Service Type Certified Mail Express Mail C Registered Return Receipt for Merchandise Ashland, Ky 4110) Insured Mail ПСОD Restricted Delivery? (Extra Fee) C Yes 2 Article Number 2810 Lexin 7001 (Transfer from service label) 2510 0005 407 Phone PS Form 3811, March 2001 Domestic Return Receipt 102595-01-M-142

Kentucky Mountain POWER

May 30, 2002

Honorable Donnie Newsome Judge Executive P. O. Box 505 54 West Main Street Hindman, Kentucky 41822

> Re: Case No. 2002-00149 Kentucky Mountain Power, LLC Merchant Power Plant Application

Dear Judge Newsome:

Attached is the full Application for Certificate to Construct a Merchant Coal Fired Power Plant near Talcum in Knott County Kentucky.

Kentucky Mountain Power will make this application before the Kentucky State Board on Electric Generation and Transmission Siting. Please sign below to acknowledge receipt of your copy of this application.

Sincerely,

Frank L. Rotondi President and CEO

Donnie Newsome Judge Executive

Attachment h:\bird\corr.02\dnewsome.5.31

> 2810 Lexington Financial Center • Lexington, KY 40507 Phone: (859) 389-8070 • Fax: (859) 389-9980

0001800900



KNOTT COUNTY FISCAL COURT Office of Judge Executive Donnie Newsome

P.O. Box 505 54 West Main Street Hindman, KY 41822

Telephone: (606) 785-5592 FAX: (606) 785-0966

400

February 27, 2001

Mr. John Tate Enviro Power

RE: Permits

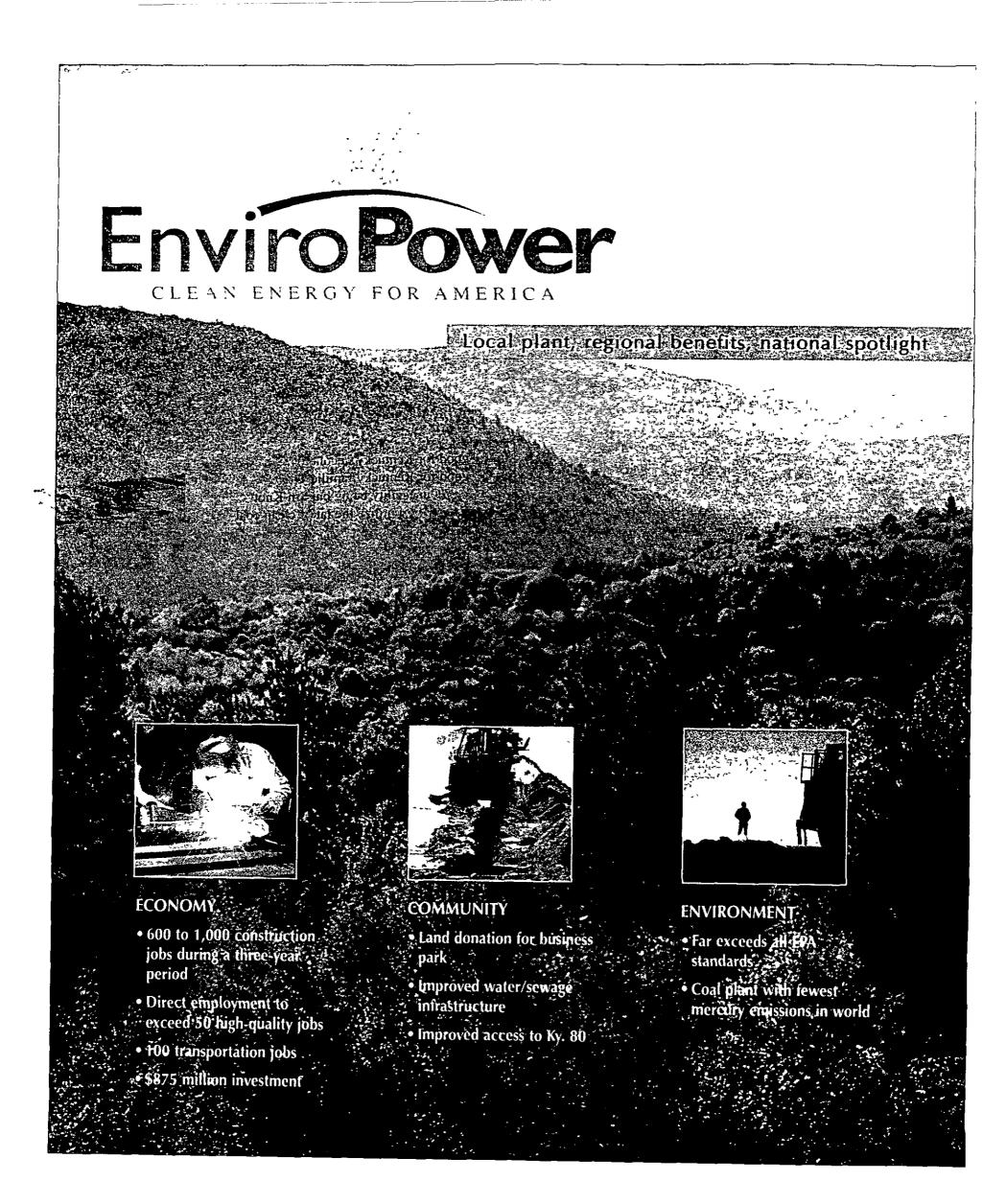
Dear John,

Knott County will require *no* construction permits *nor* does the county have any zoning regulations or ordinances that will affect the development and/or construction of the proposed power plant at Knott County's industrial site.

If you have any further questions or concerns please do not hesitate to call me.

Sincerely re ne on son

Donnie Newsome Judge/Executive



ENVIROPOWER - CLEAN ENERGY FOR AMERICA

COMING SOON --- CLEAN COAL TECHNOLOGY

For our economy. For our community. For our environment.

As a Kentuckian, I appreciate the importance of preserving our heritage and the natural beauty that surrounds us.

As an entrepreneur, I realize that reliable, low-cost energy is an important commodity for economic success in the future.

As a son, I understand that our senior citizens cannot afford to pay skyrocketing electric costs like the ones occurring in California.

But most importantly, as a businessman, I know how environmentalists, entrepreneurs and extended families can not only co-exist, but thrive

In Kentucky, we will soon be preserving history and making it

EnviroPower will be breaking ground in July on a new facility in Knott County. It will be the cleanest coal-fired plant in the world And it will clean coal waste in Eastern Kentucky Instead of sitting in a pond and posing a potential danger to our communities, EnviroPower will be cleaning up and using waste coal piles (gob) for fuel.

We're also proud to be working with the state by donating nearly 1,000 acres for a business/industrial park, providing water and sewer lines for nearby businesses and homes, and improving access to Ky 80.

More jobs. More revenue for local governments. Better water, sewer and road infrastructure.

The entire region benefits from this plant But we could not have done this without the help of Congressman Hal Rogers, Governor Paul Patton's administration, local officials and the support of hundreds of area residents

Please take a few minutes to read more about what the new plant will mean to our region

Sincerely, Varold & Derger T

Harold Sergent President, CEO and Chairman of the Board

LOCAL ECONOMY AND COMMUNITY WILL BENEFIT

EnviroPower's new coal-fired power plant will benefit Knott County and the surrounding areas in several ways. In addition to being an environmentally friendly neighbor, the plant will generate millions of dollars in investment, wages, and infrastructure improvements for water and roads

"Local residents and area officials, as well as Congressman Hal Rogers and Governor Paul Patton, realize the importance of reliable, stable electricity," said Harold Sergent, EnviroPower's president, CEO and chairman of the board "That's why they've been so supportive and helpful "In return, EnviroPower also recognizes the importance of being a good neighbor That's why we've taken some important steps in helping the area "

Jobs/investment

The direct impact on the community will be great, Sergent said The plant will provide 600 to 1,000 construction jobs during a three-year period. Direct employment at the plant will exceed 50 jobs, and more than 100 people will be employed by transportation companies that haul materials such as fuel and limestone continued on page 3

rive 500-merewait pro active development: K County Kentucky Kenth County Redittely, Reidslin County, Illingts and Rindell (North and South), Indiana Additional projects are being considered in Chip. Pennsylvanila and other sites in Kenture 37 Sungpanneships with Duke Fluer Daniel (construction and petendial operation and main-tenence)) Alston (televilating full the weather the set the set of the set steam (unbine); USFILer (050 million water infestructure); and I has Intry (develop= ment capital)

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LOCAL ECONOMY AND COMMUNITY WILL BENEFIT... CONT.

The plant also will help sustain the mining industry because its location will mean lower transportation costs and more mining opportunities

In addition, the project will pump \$875 million into the economy for construction, equipment and other costs

Water/road improvements

2.2

Sergent and others also said there will be a large indirect impact from the new facility. Reliable, low-cost power will attract new business and industry to the region To give economic development a jump start, EnviroPower has donated nearly 1,000 acres of land to the state, which in turn will donate the land to the local counties to build a regional industrial/business park

In addition, EnviroPower will help with infrastrucure improvements that will benefit the economy and the community. A new \$50 million water line being built by EnviroPower will be available for the business park. The company also is working with the state to improve access from an existing stretch of Ky 80, including a new bridge to support increased loads

BLACK GOLD IS GREEN

Clean coal technology isn't a theory that exists only in a classroom. It's a reality

Power plants have made great progress for years in reducing emissions through the use of innovative technology.

But EnviroPower goes even further to improve air quality All of its plants will use a proven, state-of-the-art technology known as CFB (circulating fluidized bed combustion). CFB is much cleaner and more efficient than the boilers used in most coal-burning plants.

"This new technology is already at work," said Dan Poteet, EnviroPower's director of environmental affairs. "The EPA recognizes it as the best available control technology for burning coal and other solid fuels. The Knott County plant will take it to a new level "

He points to several facts that show how the plant's technology will be better for the environment

"It will emit less mercury than any other coal-fired plant in the world about 1 pound to 2 pounds of mercury each year compared to the 3,640 pounds that regulations currently allow," Poteet said

Scrubbers will be installed for both the beginning and end of the process, which means that more than 98 percent of sulfur dioxide will be removed. Limestone is used to capture the sulfur before it is emitted

Because of the steps that EnviroPower is taking, the National Park Service issued a letter concluding that emissions from the Knott County facility "will not likely have adverse impacts on the air quality related values at the Great Smoky Mountains National Park."



In addition, 95 percent to 98 percent of particulates will be removed

"We aren't just meeting the EPA standards," Poteet said "We're exceeding them. The plant will have less than onefourth of the total emissions of existing coal-fired utilities. And, it will have onethird of the emissions allowed by EPA New Source Performance Standards for new electric generating units We're raising the bar for environmental stewardship."

Because of the steps that Enviro-Power is taking, the National Park Service issued a letter concluding that emissions from the Knott County facility "will not likely have adverse impacts on the air quality related values at the Great Smoky Mountains National Park "

But EnviroPower is moving beyond air quality issues to another critical concern for the area — coal waste Currently, there are million of tons of coal waste in Eastern Kentucky. The plant will clean up waste coal piles (gob), using them for fuel

"It's the only way to eliminate coal waste," Poteet said "EnviroPower will use the coal waste and reclaim the sites, which reduces and eliminates future risk of environmental problems that would occur at these sites."

The company also is addressing the issue of coal ash, which is a by-product of the process. EnviroPower is taking the additional step of lining the coal ash pits to ensure that nothing will leach into the groundwater supply

ENVIROPOWER – CLEAN ENERGY FOR AMERICA

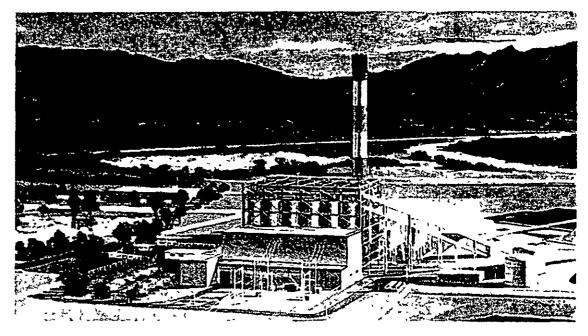
A POWER PRODUCTION SHOWCASE

EnviroPower is an independent power producer That means EnviroPower doesn't provide electricity directly to your home or business Rather, it generates electricity and then supplies it to your electric company

"The goal of EnviroPower is to develop waste coal-fired power as a lowcost and stable alternative to gas-fired or traditional coal-fired generation," said Harold Sergent, EnviroPower's president, CEO and chairman of the board "That's good for Kentucky's economy, and it's good for Kentucky families

"Our facility being built in Knott County will utilize the latest clean coal technology That's good for Kentucky's environment "

EnviroPower has compiled a management team with a complementary mix of technical, sales, legal, financial and mining professionals from the power and mining industries They have more than 170 years of combined experience



in the coal industry and 105 years in the power industry

Sergent has 35 years of experience in the energy business, including serving as president of Ashland Coal from 1983 to 1985 He has a bachelor's degree from Morehead State University and an MBA from Oklahoma State University

Executive Vice President and Chief Operating Officer Morten Sissener has more than 20 years of experience in independent power development



17

A vision for our future

What you see now is an empty field.

What you'll get tomorrow is a brighter future

EnviroPower, which is building a power plant in Knott County, has a vision for that field. They've donated the land for a business/industrial park.

A vision that will bring much-needed jobs into our area

The company also is building a new water line that will be available to the business park and the community Plus, EnviroPower is working with the state to improve access from Ky 80, including a new bridge

Low-cost, reliable energy. Land Water Transportation That's progress

And that is EnviroPower's vision for a brighter future





Vol. 89, No. 41

Hazard, KY 41702

\$600 million power plant will surge Perry County's economy

Greta Fields Hazard Herald Staff

A \$600 million coal-fired power will be built near Hazard that uses technology to generate low-cost electricity to meet an increasing national need for power.

Plans for the power plant were announced Tuesday by Governor Paul Patton in a joint press conference at Hazard City Hall with Mayor Bill Gorman and Kentucky Mountain Power, a subsidiary of the project developer, EnviroPower, LLC, of Lexington.

Kentucky Mountain Power's 500mega Watt facility will be built on a remote mine site 10 miles northeast of Hazard off KY 80, near the wildlife management area used for the release of elk.

At the peak of construction, the project will create 600 jobs during construction.

The plant will operate with about 50 permanent workers on an annual \$30

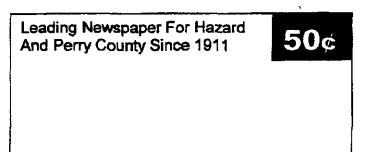
million year budget.

The plant will use a recirculating, onsite water supply for boilers and steam turbines. It will burn a combination of waste coal and high-grade coal, using an environmentally friendly technology known as a circulating fluidized bed (CFB).

This type of boiler will burn lowgrade fuels while meeting all state and federal air-quality standards, according

See POWER Page 5A

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Mid-Week Edition - April 5, 2000



Governor Paul Patton



Kentucky Mountain Power plans to build a plant consisting of twin 250-mega Watt units on the former Cyprus coal mine site in Knott County, near the Perry border. By using local coal rather than exporting it, Kentucky Mountain Power will be a source of new energy for Eastern Kentucky and a prime attraction for future development.

Power Plant

Continued from Page 1A

to a news release from Harold Sergent, president of Kentucky Mountain Power and EnviroPower.

"This is a unique project," Sergent said. "We will be creating economic opportunity while improving the environment by cleaning up millions of tons of coal wastes that have piled up across the region over the last 50 years," he said

"By choosing a technology which allows us to use lowcost fuels we will be in a competitive position." verv "And the avail-Sergent said. ability of abundant, afford able power can help spur ecodevelopment nomic in Eastern Kentucky"

The plant will help meet a demand for electricity that is rising faster than the capacity to meet it, Sergent said. Utility de-regulation will occur in the next two years, and that will open the market, he explained.

The new power plant will supply a market, and markets is what Eastern Kentucky coal companies need, according to Governor Patton.

To encourage coal-fired plants to locate in Kentucky, Governor Patton has signed two bills into law He signed HB 806 in Hazard Tuesday which will open up Kentucky Rural Economic Development Act incentives to coal-fired power plants that build in coal-producing counties.

Gov. Patton then traveled to Madisonville, the center of the Western Kentucky coal industry, and signed HB 805, which gives the plants a tax credit of \$2 dollars per ton of coal.

Other states already enacted incentives for coal companies, and Kentucky lost million-dollar national markets to these states - Pennsylvania, West Virginia, Ohio. and Patton said. En addition, Kentucky "threatcoal is ened" from loss of foreign markets, he said. He listed a half dozen countries which dropped Kentucky exports

"For our lifetime, coal will continue to be the backbone of our economy, but coal is in trouble, he said."

Mayor Bill Gorman, who hosted the event. praised Kentucky Mountain Power for reversing the trend of "This project adds coports value to our resources before it sells them," he said. "That is what we should be doing to strengthen our economy," he said.

Mayor Gorman also praised the governor "In the field of development, he has done more for East Kentucky than any other governor".





photo by Greta Fields

The groundbreaking was held Monday for a 530 megawatt power plant on the Knott-Perry-Breathitt line. Government officials spoke in unified support of the project, saying it will rejuvenate the coal economy, create jobs and industry, without environmental harm.

Ground breaks for power plant

Greta Fields Editor

Hundreds of people attended the groundbreaking Monday for a 530-megawatt power plant, which will be constructed near the Addington wildlife preserve on former Cyprus Amax Coal strip mines

U.S. Secretary of Energy Spencer Abraham, the som of a Pennsylvania coal miner, led a host of speakers who praised the benefits the plant would bring to a power-hungry nation and jobstarved Appalachia.

Abraham said that the

message he will take back to Washington is consistent with the president's energy plant that the nation must maximize energy conservation and efficiency, while increasing supply

Abraham said that power production can be done in a way that is "environmentally conscientious"

He addressed a group of people who protested that the plant will cause damaging pollution "No, you are wrong Kennicky is leading us in that

See POWER Page 3A

Power plant-

Continued from Page 1A.

way," he said

Demonstrators formed a minarity in the growd, although the leaders, say they have 266 names on a petition, from people in Bulan, Dwarf, Talcum, Ary and Emmalena.

However, every speaker proclaimed the benefits of the plant. Morten Sissener, chief operating officer of EnviroPower and Kentucky Mountain Power, said the plant will be "the cleanest coal-fired power plant in the world" and will use up 200 million tons of waste coal (gob) annually

The plant represents a \$900 million investment which will create 600-1000 construction jobs; 50 permanent jobs and 100

transportation jobs, he said. The project will leave Eastern Kentucky with better roads, water lines and a 1000-acre industrial park, he pointed out. The plant will support the

nation's energy needs for decades, but "not at the expense of air and water," be said. "That's the power of

progress.

- Crit Luallan, who represented Governor Paul Patton's cabinet, said the project will "revitalize the coal industry" The "rebuth of energy" can be accomplished "without damage to the environment," she said,

In exchange for the benefits, the state has extended tax credits to plants in coalproducing countres, she said, adding that Kentucky Mountain Power will get \$30 million in future tax credits.

Sen Jim Bunning emphasized that Kentucky has the "lowest cost electric generation of all 50 states"

"Coal is on the rise again For that, we can thank our President and Mr. Abraham," he said.

Sen Mitch McConnell credited West Virginia politicians for supporting new coal technology "If we are going to meet America's power needs, coal has got in be a big part of the mix, doesn't it?" Congressmen Hal Rogers, the

Congressmen Hal Rogers, the

co-founder of the environmental cleanup program PRIDE, call the project a "wise plan to stjach the nation's worst energy needs.

Rogers said the plant will produce less than one-quarter of the emissions of existing plant, and will only generate a small smount of mercury

"This will be the cleanest coal-burning plant in the world," he said.

"I'm taking pride in the fact that this is a PRIDE project: It will clean up the gob piles that have ruined east Kentucky for years," he said.



photo by Gruts, Fields

The U.S. Secretary of Energy, Spencer Abraham, said the nation must increase energy supply, but "maximize " energy conservation" at the same time.

Local manufacturer invents drying device to eliminate slurry

Cara Wadsworth Hazard Herald

A revolutionary process developed 'by' A&T Manufacturing' Company in Jeff, KY, could eliminate nsky slurry ponds and change the coal industry's wastedisposal system by drying coal slurry

According to Charlie Browder, president of A&T Manufacturing, the refuse dewatering device—also known as the 'mucksucker'—should hit the market in 12 to 18 moisture rating down to 15-1896

The remaining compacted solid has the texture of moist soil and can be bauled in trucks to put in solid waste fills instead of slurry impoundments

Browder explained the importance of developing the device

"There's lot's of potential and need for this machine. To help the coal business exist and go on, we've got to take away the environmental assues that surround it and reduce the that with the increased public awareness for potential problems relating to slurry ponds, the device can be more capital intensive, and coastime more energy while remaining viable to the coal companies.

Vicco investment Corp. bought the patents on the dovice and A&T Manufacturing began the development and testing of the prototype six years ago During development, they went from a 15 inch belt to a 60 inch belt that processes 300 callons of cluers

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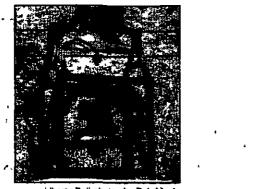
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photo by Greta Fleids

Congressman Hal Rogers spoke at length about the power plant project with members of a film crew from the Appalshop, a media center in Letcher County which has documented Appalachian culture since the 1960s. Rogers called the plant a PRIDE project. "It symbolizes all that is right with Eastern Kentucky," he said.



Liberty Bell photos by Bob Marik

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Hazard Mayor Bill' Gorman

"The great work that EnviroPower is doing hear, the great things that will come from this, the great benefits that will come to all of us - we talked about this 50 years ago, and now It's finally happened." - Mayor Gorman

Rep. Brandon Smith say generate millions of doll

news release

Representative Brandon Smith of Hazard was on hand EnviroPower's for groundbreaking ceremony for a power plant in Knott County Monday.

"Eastern Kentucky's coal industry has provided power for the nation for decades. As a member of the General Energy Assembly's Committee, l've made it a priority to do all we can to lure companies like EnviroPower here. I'm fortunate to be in the position to see this happen.," Smith said.

"This power plant represents the next generation of power production facilities, and again eastern Kentucky is in the lead. The benefits

obtained from this plant will generate millions of dollars to our economy and infrastructure improvements for water and roads," he added.

attending Also the groundbreaking were U.S. Energy Secretary Spencer Abraham, U.S. Senator Mitch McConnell, U.S Senator Jim Bunning, and U.S. Representative Hal Rogers The Kentucky Mountain Power facility is scheduled to go online in 2004.

EnviroPower's new coalfired power plant will provide 600 to 1,000 construction jobs during a three-year period, 50 jobs once the plant begins operating, and more than 100 Jopz with transportation companies hauling materials

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Rep. Brandon Smith waa one of hundreds of people attending the groundbreaking for the power plant in Knott **County: Bernie** Faulkner of Hazard (I-r), Vincent Fields, political director at the **Republican Party of** Kentucky, Smith, and Scott Jennings, communications director for the **Republican Party, In** Frankfort.

First Amendment of the U.S. Constitution

Congress shall make no law respecting an establishment of religion, or prohibiting the free exercise thereof; abridging the freedom of speech, or of the press; or the right of the people to peaceably assemble, and to petition the government for a redress of grievances.



photo by Greta Fields

's power plant will ars for state's economy

such as fuel and immestone.

Unlike other power plants, this facility will be online 24 hours a day, seven days a week.

The new power plant will also help sustain the coal mining industry of eastern Kentucky. The convenient location of the power plant will cut down on transportation costs, which means that coal that yesterday was too expensive to mine and hanl, becomes incredibly costeffective

The project will pump \$875 million into the region's economy for construction and equipment. In addition, the reliable, low-cost power will attract new business and industry to the region.

EnviroPower has donated

nearly 1,000 acres of land to the state, which in turn will donate the land to area counties for a regional industrial/business park.

Road and bridge improvements from Highway 80 will also be a part of the project, as well as a new 50million dollar waterline for use in surrounding communities and in the newly created business/industrial park.

"Being part of such an important project today leaves me with a good feeling, the citizens I represent will directly benefit from this plant. As a member of the General Assembly, I will continue to work for this kind of development for eastern Kentucky," said Smith. Vernon Cooper collected one more shovel at the groundbreaking Monday for EnviroPower's power plant.

"I think this is the greatest thing that's come around in my lifetime... this is a big deal. If it works out, it will rejuvenate the coal economy." Lewis Warrix, friend of the late Buggy Clemons, the 'visionary' who would have built a plant first.

4.3 AIR PERMIT PUBLIC HEARING SIGN-IN

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One hundred twenty-seven people attended the air permit hearing. The sign-in sheet could not be located in the Cabinet for Natural Resources and Environmental Protection.

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FAX

Department of Environmental Protection **Division of Waste Management** Central File Room 14 Reilly Road Frankfort, Ky. 40601 (502) 564-6716 Fax: (502) 564-9232 Mc Gregor T0: -2717 FAX # : FROM: n An in DATE: 2002 JAN 24 lic meeti SUBJECT: _ tendance of COPL PAGES INCLUDING COVER SHEET 16 FOR VERIFICATION CALL (502) 564-6716, ASK FOR:_ COMMENTS: Natural Resources and **Environmental Profection Cabinet**

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Division of Water 14 Reilly Rd Frankfort, KY 40601-1189 Phone 502-564-2225 x561 Fax: 502-564-5105



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Kentucky Mountain Power Division of WATER
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Representing what interest.
Do you wish to present oral testimony? Yes No
Do you wish to be added to the mailing list Yes No No to receive all public notices statewide?

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5.0 <u>Electric Transmission Grid Analysis</u>

KMP is interconnecting with AEP at the KMP plant switching substation. AEP will accommodate the flow of power into their system via one existing and two new 138 KV lines. Each of these lines is capable of carrying at least 250 megawatts. Therefore, if any one line is out of service, the remaining two lines can carry the full plant output. This single contingency design will ensure reliable conduits of energy into the AEP grid.

The existing 138 KV line was built in the early 1980's from the AEP Beaver Creek Substation in Floyd County to serve a dragline at the Starfire Mine site in Knott County where the KMP plant will be located. The first new 138 KV line will be constructed from the plant site to the AEP Hazard substation thus converting the original radial line into a loop into Hazard from Beaver Creek. This is a welcomed benefit to AEP and the local retail customers.

The second new 138 KV line will extend from the plant switching substation back to the AEP Beaver Creek substation adjacent to the existing 138 KV line.

During EnviroPower's initial assessment of the site, it was discovered that the Hazard area is a load sink. Power is currently being transmitted hundreds of miles into the area from Big Sandy plant in Lawrence County, from TVA in the south and AEP Virginia from the southeast.

The addition of 500 MW in the Hazard area saves utilities from large line losses by not importing power over large distances. This dramatically improves the reliability to the native load customers by limiting the dependence on power transmitted from afar.

Included in this report are the load flow, short circuit and stability and facility studies completed by AEP for this project. The results of the study show that the AEP system can accept the output from this project very well with the addition of only one system improvement, that being the construction of a 138/69 KV substation at Hiner. EnviroPower has agreed to pay for this.

AEP has provided copies of these studies to adjacent system owners: EKP and TVA.

Also included is the signed Interconnect Agreement with AEP.