



A unit of American Electric Power

GRANT REQUEST NO.

## Kentucky Power Economic Growth Grant K-PEGG Fund GRANT APPLICATION

| Applicant: | City of Hazard |   |  |
|------------|----------------|---|--|
|            |                | / |  |

| Primary Contact: Grad |   | / Varney            |                                   |
|-----------------------|---|---------------------|-----------------------------------|
| Phone: (606) 436-317  | 1 | Fax: (606) 436-3252 | E-Mail: grady.varney@hazardky.gov |

| Alternate Contact:    | Hank Spaulding, H.A. Spalding I | Engineers, Inc.                                   |
|-----------------------|---------------------------------|---|
| Phone: (606) 436-2151 | Fax: (606) 436-2291             | E-Mail:<br>hank.spaulding@haspaldingengineers.com |

| Address:   | 700 Main Street |           |            |
|------------|-----------------|-----------|------------|
| Community: | Hazard          | State: KY | Zip: 41701 |

| Project Location:  | Project located in Hazard/Perry County KY. Project benefits          |
|--------------------|--|
| (Describe KY Power | Coalfields Industrial Park. Industrial Park is owned by the Perry,   |
|                    | Harlan, Leslie & Breathitt Regional Industrial Authority. Project    |
| benefit)           | benefits accrue to not only these four counties but also Knott, Clay |
| 3 <b>-</b> 2       | Letcher, & Wolf Counties.  |

Funding Request (\$): \$56,000

Are you a previous grant recipient? No

Previous recipients are required to complete the reporting requirement prior to application submission.

Explanation of Project or Organizational Need:

A study commissioned by AEP and completed by the Insite Group noted available capacity limitation of the sanitary sewer system serving the industrial park as a constricting factor for job growth and attraction of new industry. This project increases the available sewer capacity by approx. 111,000 gallons per day

Project or Organizational Scope (Area/Region): As noted above the project impacts eight (8) County Region. Anticipated Results:

| Number of Jobs to be Created within 3 years:  | 200                       |
|---|---------------------------|
| Number of Existing Jobs to be Retained within 3 years:  | 500                       |
| Describe Anticipated Results of Proposed Project:<br>Increase in sanitary sewer capacity and increased jobs at<br>Park. | the Coalfields Industrial |
| Other Pertinent Information:  |                           |

Explain the Project Budget, including use of Kentucky Power K-PEGG Funds: \$56,000 see attached breakdown.

Additional Information to Lend Support to this Request:

List other Partner Organizations and Collaborators with Contact Information: Coalfields Regional Industrial Authority, (606) 436-3158 Perry County Fiscal Court, (606) 439-3699

Estimated Project Schedule (if applicable):

Project Start : 4/1/2016 Project Completion: 6/1/2016

Applications must meet program guidelines and receive final approval from KY Power

|  | KY Power K-PEGG Fund R | Recommendation (KY | Power use only) | \$ |
|--|------------------------|--------------------|-----------------|----|
|--|------------------------|--------------------|-----------------|----|

| Applicant Type Name and Title    | Grady Varney, City Manager |
|----------------------------------|----------------------------|
| Date:                            | Alexand                    |
|                                  | Jan                        |
| KY Power Representative Name and | Title                      |
| Date:                            |                            |

- All K-PEGG applications must be submitted electronically in the provided format to <u>bnhall@aep.com</u>. Please scan supporting documentation and cover letter and include with your application.
- The K-PEGG program will not have any deadlines for request. The program is designed to be flexible in an effort to meet any potential economic development needs year round, as deemed qualified by the K-PEGG review team. A request can be made at any time by completing this request form and by providing any necessary supplemental information.
- Incomplete applications will not be returned for revision.
- Requests for Kentucky Power K-PEGG funds must meet specific program requirements. The total planned giving for all awarded projects for any given year will not exceed the amount collected and matched through the Kentucky Economic Development Surcharge (KEDS), this will be approximately \$600,000 annually. Kentucky Power reserves the right to adjust potential grant awards based on competitive requests, appropriateness of requests, fund availability, and other criteria established by Kentucky Power.

## AEP, KENTUCKY POWER, KPEGG APPLICATION SUMMARY OF EXPENSE

| Lift Station Name   | Exist./Original Rate | <b>Ultimate Rate</b> | Impeller(s)               | Co | st Each | Ī  | TOTAL  |
|---------------------|----------------------|----------------------|---------------------------|----|---------|----|--------|
| Coalfields L.S. #1  | 80 gpm @ 118'        | 180 gpm @ 104'       | 2                         | \$ | 5,333   | \$ | 10,667 |
| Coalfields L.S. #2  | 80 gpm @ 305'        | 200 gpm @ 292'       | 2                         | \$ | 5,333   | \$ | 10,667 |
| Coalfields L.S. #3  | 100 gpm @ 156'       | 240 gpm @ 148'       | 2                         | \$ | 5,333   | \$ | 10,667 |
| Coalfields L.S. #4a | 130 gpm @ 68'        | 280 gpm @ 62'        | 2                         | \$ | 5,333   | \$ | 10,667 |
| Coalfields L.S. #4b | 175 gpm @201'        | 280 gpm @195'        | 1                         | \$ | 5,333   | \$ | 5,333  |
|                     |                      |                      | <b>Technical Services</b> |    |         | \$ | 8,000  |
|                     |                      |                      |                           | ТС | TAL     | \$ | 56,000 |