

PMC-EF2a

(2.04.02)

**U.S. DEPARTMENT OF ENERGY
EERE PROJECT MANAGEMENT CENTER
NEPA DETERMINATION**



RECIPIENT: MI Department of Energy, Labor & Economic Growth

STATE: MI

PROJECT TITLE : SEP - Green Chemistry - CEAM Phase 3 - KTM Industries

Funding Opportunity Announcement Number	Procurement Instrument Number	NEPA Control Number	CID Number
DE-FOA-0000052	DE-EE0000166	GFO-0000166-032	GOO

Based on my review of the information concerning the proposed action, as NEPA Compliance Officer (authorized under DOE Order 451.1A), I have made the following determination:

CX, EA, EIS APPENDIX AND NUMBER:

Description:

B5.1 Actions to conserve energy, demonstrate potential energy conservation, and promote energy-efficiency that do not increase the indoor concentrations of potentially harmful substances. These actions may involve financial and technical assistance to individuals (such as builders, owners, consultants, designers), organizations (such as utilities), and state and local governments. Covered actions include, but are not limited to: programmed lowering of thermostat settings, placement of timers on hot water heaters, installation of solar hot water systems, installation of efficient lighting, improvements in generator efficiency and appliance efficiency ratings, development of energy-efficient manufacturing or industrial practices, and small-scale conservation and renewable energy research and development and pilot projects. The actions could involve building renovations or new structures in commercial, residential, agricultural, or industrial sectors. These actions do not include rulemakings, standard-settings, or proposed DOE legislation.

Rational for determination:

The Michigan Department of Energy, Labor & Economic Growth intends to award a portion of its State Energy Program – Clean Energy Advanced Manufacturing Phase 3 Green Chemistry allocation to KTM Industries, Inc. 5597 West Grand River Avenue, Lansing, MI 48906. This award will enable KTM Industries ramp up manufacturing capacity in support of a business plan to enter the green products building insulation market and increase market share within other bio-products markets. Specifically, SEP ARRA funding will be used to purchase the new dies, conveyer/rollers, trimmer, and wrapper enabling efficient production of wider foam boards as well as provide for technical advising on installation and testing of the new equipment. KTM's current 20,000 sq. ft. facility has the capacity to meet the expected increase in manufacturing volume.

KTM is in compliance with federal and state environmental statutes according to the Michigan Department of Natural Resources and Environment District office that oversee facility operations. The Michigan Department of Natural Resources and Environment determined that the proposed manufacturing process does not require additional permits. There is no hazardous material/waste being used or generated as a result of this manufacturing process, not accounted for under the Universal Waste rules.

This SEP project will not expand the building footprint of the existing building and no construction or repairs of the building will be undertaken in this project. Additionally, this project will acquire all necessary/required state, local and Federal permits/licenses.

Waste Stream Conditions

Michigan's State Energy Office shall obtain a waste management plan addressing waste generated by a proposed Project prior to the sub-grantee spending any funds for their Project. This waste management plan will describe the Sub-recipient's plan to dispose of any sanitary or hazardous waste (e.g., construction and demolition debris, old light bulbs, lead paint, lead ballasts, piping, roofing material, discarded equipment, debris, and asbestos) generated as a result of the proposed Project. Michigan's State Energy Office shall make the waste management plan and related documentation available to DOE on DOE's request (for example, during a post-award audit). Michigan's State Energy Office shall ensure through specific contract terms that the Sub-recipient complies with all Federal, state and local regulations for waste disposal.

NHPA Conditions

Prior to awarding a sub-grant for a Project, Michigan's State Energy Office and the Sub-recipient shall comply with Section 106 of the National Historic Preservation Act (NHPA). If applicable, the Sub-recipient must contact the State

Historic Preservation Officer (SHPO), and the Tribal Historic Preservation Officer (THPO). Michigan's State Energy Office shall retain sufficient documentation, from the Sub-recipient or other sources, to demonstrate that the Sub-recipient has received required approval(s) from the SHPO or THPO for the Project. Michigan's State Energy Office has entered into an Interagency Agreement (copy attached) with the State Historic Preservation Office to screen potential grantees for compliance with Section 106 of the NHPA. Michigan's State Energy Office shall make this documentation available to DOE upon request (for example, during a post award audit).

The proposed project is consistent with activities outlined in B5.1 "actions to conserve energy"; therefore, it is categorically excluded from further NEPA review.

NEPA PROVISION

DOE has made a final NEPA determination for this award

Insert the following language in the award:

Note to Specialist :

EF2a completed by Logan Sholar

SIGNATURE OF THIS MEMORANDUM CONSTITUTES A RECORD OF THIS DECISION.

NEPA Compliance Officer Signature:



NEPA Compliance Officer

Date:

12/20/10

FIELD OFFICE MANAGER DETERMINATION

Field Office Manager review required

NCO REQUESTS THE FIELD OFFICE MANAGER REVIEW FOR THE FOLLOWING REASON:

- Proposed action fits within a categorical exclusion but involves a high profile or controversial issue that warrants Field Office Manager's attention.
- Proposed action falls within an EA or EIS category and therefore requires Field Office Manager's review and determination.

BASED ON MY REVIEW I CONCUR WITH THE DETERMINATION OF THE NCO :

Field Office Manager's Signature:

Field Office Manager

Date:
