

POWERGRANT APPLICATION – COMPRESSED AIR PROGRAM

Customer Information

<i>Company Name</i>	<i>Minnesota Power Account #</i>	<i>Contact Person</i>	
<i>Service Address</i>	<i>City</i>	<i>State</i>	<i>Zip</i>
<i>Mailing Address (if different)</i>	<i>City</i>	<i>State</i>	<i>Zip</i>
<i>E-Mail Address</i>	<i>Phone</i>	<i>Fax</i>	
			<i>Federal Tax ID/SSN</i>

System Information

Total installed Compressor Horsepower (not including back-up) *Hp*

Total Annual Hours of Operation *Hours*

Vendor Information

<i>Vendor Name</i>	<i>Contact Person</i>	<i>Phone</i>	<i>E-Mail Address</i>

Customer Agreement

The information in this application is accurate and complete. My signature indicates that I have read and understand the rules and requirements of the program and that all services and materials will be performed at the listed address. I understand it is my responsibility to provide all required invoices (dated) and documentation before receiving agreed reimbursement for the approved study.

Customer Signature _____ Date _____

Send completed application to: PowerGrants, Minnesota Power, 3215 Arrowhead Rd, Duluth, MN 55811

Compressed Air Program

Objective

- To offer Minnesota Power commercial industrial customers opportunities to operate their compressed air systems economically and efficiently while, at the same time, serving all critical functions within a facility.

Expected Outcomes

- Improve system reliability
- Lower operating costs: Maintenance, Energy, Capital Expenditures

Delivery

- Compressed air efficiency studies – Minnesota Power will pay a portion of the cost for a study that meets program requirements.
- Additional incentives are available for capital improvement projects identified by the compressed air efficiency study. These incentives are awarded on a first come first served basis and require pre-approval. Incentive levels are based on potential demand and energy savings for the installed measures.

Program Details

- A written proposal, **including study cost**, must be submitted and approved by a Minnesota Power representative prior to start of work on all studies in order to qualify for study reimbursement by Minnesota Power.
- Minnesota Power will reimburse up to 75% of the cost of an air compressor study for customer facilities within Minnesota Power service territories, not to exceed the following **Maximum Study Grant** amounts listed below.

<i>Size</i>	<i>Maximum Study Grant</i>	<i>Size</i>	<i>Maximum Study Grant</i>
25 hp	\$500	85 hp	\$1,700
30 hp	\$600	95 hp	\$1,900
40 hp	\$800	100 hp	\$2,000
50 hp	\$1,000	150 hp	\$3,000
60 hp	\$1,200	200 hp	\$4,000
70 hp	\$1,400	300 hp	\$5,000
75 hp	\$1,500	500 hp	\$8,000

- Customers need to have the study pre-approved.
- Study must include:
 - Written report
 - Peak kW of system
 - Peak flow rate of system
 - Energy saved from completing recommended maintenance measures
 - Current operating costs
 - Proposed operating costs
 - kW savings for implementing recommended measure(s)
 - kWh savings for implementing recommended measure(s)
- Customers must complete **at least 50%** of identified **Maintenance** items before Minnesota Power is able to reimburse them for its portion of the study.

For more information on energy conserving ideas, rebates and grants offered by Minnesota Power, contact us at 218-722-5642, ext. 2909 or 1-800-228-4966, ext. 2909.

Minnesota Power Pre-Approval

Signature _____ Date _____ Approved Funding \$ _____
Minnesota Power Representative

Rules and Requirements

Qualifications

- PowerGrant rebate incentives are available to Minnesota Power's commercial and industrial customers.
- Rebate incentives are based on \$0.035 per kWh saved or \$200 per kW saved, whichever is appropriate for the project.
- Maximum annual dollars per customer will be determined by the estimated annual average monthly demands over an annual period using the following ceiling:

<u>Customer Demand</u>	<u>Maximum Grant</u>
Less than 100 kW	\$10,000
100 to 300 kW	\$25,000
Over 300 kW	\$50,000

- A Minnesota Power review panel considers exceptions to the above criteria to better facilitate installations of technologies that are so new that a higher level of funding may be approved.
- Customer must contribute an amount greater than or equal to the estimated annual first year savings.

Requirements

- Projects must be pre-approved before equipment is purchased and installed to be eligible for a PowerGrant incentive rebate.
- Projects must be verified and invoices must be submitted to Minnesota Power.
- Minnesota Power may require pre- and post-energy use verification.

Disclaimer

- Minnesota Power, by providing rebate incentives, does not warrant any of the equipment installed.
- Minnesota Power is not responsible or liable for any personal injury or property damage caused by this equipment.
- Rebate incentives are subject to the availability of PowerGrant funds.

Further Information

If you have any questions about the program or need assistance with the application, contact Minnesota Power at 218-722-5642, ext. 2909 or 1-800-228-4966, ext. 2909.

Minnesota Power Approval and Verification Section

Minnesota Power will complete this section:

Pre-Approval Section

MP Rep Signature _____ Date _____

Results: Accepted Declined

Reason _____

Approved Incentive \$ _____

Demand Saved _____ kW Energy Savings _____ kWh

Customer Information Section

MP Premise # _____ MP Rate _____

Peak Demand _____ kW Annual Energy Usage _____ kWh

MP Rep _____ Ext. _____

Project Completion – Verification Section

Project Complete Date Verified _____

MP Rep Signature _____