PMC-ND

(1.08.09.13)

U.S. DEPARTMENT OF ENERGY OFFICE OF ENERGY EFFICIENCY AND RENEWABLE ENERGY NEPA DETERMINATION



RECIPIENT: Colorado School if Mines

STATE: CO

PROJECT

TITLE:

PACE: Producing Algae for Co-products and Energy

Funding Opportunity Announcement Number DE-FOA-0001162

DE-EE0007089

Procurement Instrument Number NEPA Control Number CID Number

GFO-0007089-001

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:

A9 Information gathering, analysis, and dissemination

Information gathering (including, but not limited to, literature surveys, inventories, site visits, and audits), data analysis (including, but not limited to, computer modeling), document preparation (including, but not limited to, conceptual design, feasibility studies, and analytical energy supply and demand studies), and information dissemination (including, but not limited to, document publication and distribution, and classroom training and informational programs), but not including site characterization or environmental monitoring. (See also B3.1 of appendix B to this subpart.)

B3.6 Small-scale research and development, and pilot projects

Siting, construction, modification, operation, and decommissioning of facilities for smallscale research and development projects; conventional laboratory operations (such as preparation of chemical standards and sample analysis); and small-scale pilot projects (generally less than 2 years) laboratory operations, frequently conducted to verify a concept before demonstration actions, provided that construction or modification would be within or contiguous to a previously disturbed or developed area (where active utilities and currently used roads are readily accessible). Not included in this category are demonstration actions, meaning actions that are undertaken at a scale to show whether a technology would be viable on a larger scale and suitable for commercial deployment.

Rationale for determination:

The U.S. Department of Energy (DOE) is proposing to provide federal funding to the Colorado School of Mines (CSM) to reduce the cost of fuel produced from algae to less than \$5.00/gallon gasoline equivalent (gge), and enhance the sustainability of algal biofuel production systems to qualify algal biofuels as advanced biofuel feed stocks.

Proposed project activities would include process and data validation; generation, sorting and DNA sequencing of algal mutants/transformants; design and fabrication of hydrothermal liquefaction units; growth, harvest and assessment of selected transgenic algae strains; liquefaction of algal biomass and separation of high-value products; design, fabrication and operation of acoustic focusing cell harvesters; conversion of biomass to biofuel and testing of biofuel; development of processing methods polysaccharide recovery and biofuel production; techno-economic analyses of fuel and co-product production systems; and large-scale production, harvesting and conversion of algae. This NEPA review is limited to process and data validation activities as they are described in Task 0 of the Statement of Project Objectives. Upon completion of this task there will be a go/no go decision made as to whether or not the remaining tasks will be undertaken. If the decision to move the project forward is made, future tasks will require additional NEPA review.

Process and data validation activities would be completed by DOE onsite at CSM in Golden, CO. Preparation of protocols and other paperwork would take place at CSM. This initial validation may also include bench-scale laboratory experiments. All lab work would be conducted at CSM in established laboratories. All proposed activities would take place in existing facilities designed for this type of activities; therefore, no new construction, modifications or new permits, additional licenses and/or authorizations would be necessary.

Based on review of the project information and the above analysis, DOE has determined the research, development and testing activities would not have a significant individual or cumulative impact to human health and/or environment. DOE has determined the proposed project is consistent with actions contained in DOE categorical exclusions A9 "information gathering, analysis and dissemination," B3.6 "small-scale research and development, laboratory operations and pilot projects and is categorically excluded from further NEPA review.

NEPA PROVISION

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DOE has made a conditional NEPA determination for this award, and funding for certain tasks under this award is contingent upon the final NEPA determination.

Insert the following language in the award:

You are restricted from taking any action using federal funds, which would have an adverse affect on the environment or limit the choice of reasonable alternatives prior to DOE/NNSA providing either a NEPA clearance or a final NEPA decision regarding the project.

Prohibited actions include:

Task 1: Improve Biomass Yield Task 2: Produce Co-products

Task 3: Improve and Optimize Integrated Process

This restriction does not preclude you from:

Task 0: Process and Data Validation

If you move forward with activities that are not authorized for federal funding by the DOE Contracting Officer in advance of the final NEPA decision, you are doing so at risk of not receiving federal funding and such costs may not be recognized as allowable cost share.

Note to Specialist:

Field Office Manager's Signature:

Bioenergy Technologies Office

This NEPA determination requires a tailored NEPA provision.

Review completed by Rebecca McCord 08/27/2015.

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| | xclusion but involves a high profile or controversial issue that warran | nts Field Office |
| | category and therefore requires Field Office Manager's review and of | letermination. |
| | ed action fits within a categorical e er's attention. ed action falls within an EA or EIS | TESTS THE FIELD OFFICE MANAGER REVIEW FOR THE FOLLOWING REASON: ed action fits within a categorical exclusion but involves a high profile or controversial issue that warranteen actions are controversial issues that warranteen actions are categorical exclusions. |

Field Office Manager

Date: