Innovative Wind Technology Incentive

Developed with the cooperation of the
Small Wind Work Group
And
Innovative Wind Technology Manufacturers

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2010 Program Plan Considerations

- There are numerous manufacturers that are interested in entering the NJ Wind Market
- Vertical Axis Wind Turbines (VAWT) are making the greatest push
- Advantages of VAWT are numerous, but there is very little operational data
- If the technology is proven viable they will help meet the RPS
- This incentive has been developed for all wind turbines that are non-conforming to Program recommendations

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2010 Program Plan Considerations

Develop a post installation Performance Based Buydown (PBB):

- Requires Certified Power Curve from independent 3rd party
- Incentive must go to installer or manufacturer
- All rebate caps apply
- Production data would be public information
- Rebate calculated on Mfg power curve but payment based on actual quarterly production data starting three months after commissioning
- The estimated production from manufacturers power curve should be given a tolerance of +/- 10% at years end.
- Deviation from this allowance would reduce the incentive at the $3.20/kWh as an incentive to provide the best estimate of production.

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2010 Program Plan Considerations

Develop a post installation PBB

- Institute a Wind Technical Work Group made up of interested stakeholders that would do the review of turbine production and anemometer data
- Rebate will not go up but may come down
- ANSI C-12 meter must be installed to record production
- An anemometer will be required to correlate production to wind speed data.
- No limit on the number of projects in the Program
- Develop a NJREMI incentive for 50% NJ content needs to be clearly defined so the manufacturer will be able to accurately calculate their ROI and the amount of initial investment.

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Example 1

Assumptions:

10kW VAWT

12 mph wind speed at 50m

4 mph wind speed at hub height (mid-plane of VAWT)

Estimated performance = 10,000 kWh / yr

Maximum rebate = $32,000

Q1 actual performance = 1,000 kWh = $3,200

Q2 actual performance = 2,000 kWh = $6,400

Q3 actual performance = 3,000 kWh = $9,600

Q4 actual performance = 2,000 kWh = $6,400

Total incentive paid = 8,000 kWh = $25,600

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Example 2

Assumptions:
10kW VAWT
12 mph wind speed at 50m
4 mph wind speed at hub height (mid-plane of VAWT)
Estimated performance = 10,000 kWh / yr
Maximum rebate = $32,000

Q1 actual performance =	2,500 kWh =	$8,000
Q2 actual performance =	3,500 kWh =	$11,200
Q3 actual performance =	3,500 kWh =	$11,200
Q4 actual performance =	3,000 kWh =	$1,600 Incentive cap
Total incentive paid =	12,500 kWh =	$32,000

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