

Wind Project Case Studies

Vestas V-82 College Installations

Carleton College
St. Olaf College
U of MN -
Morris

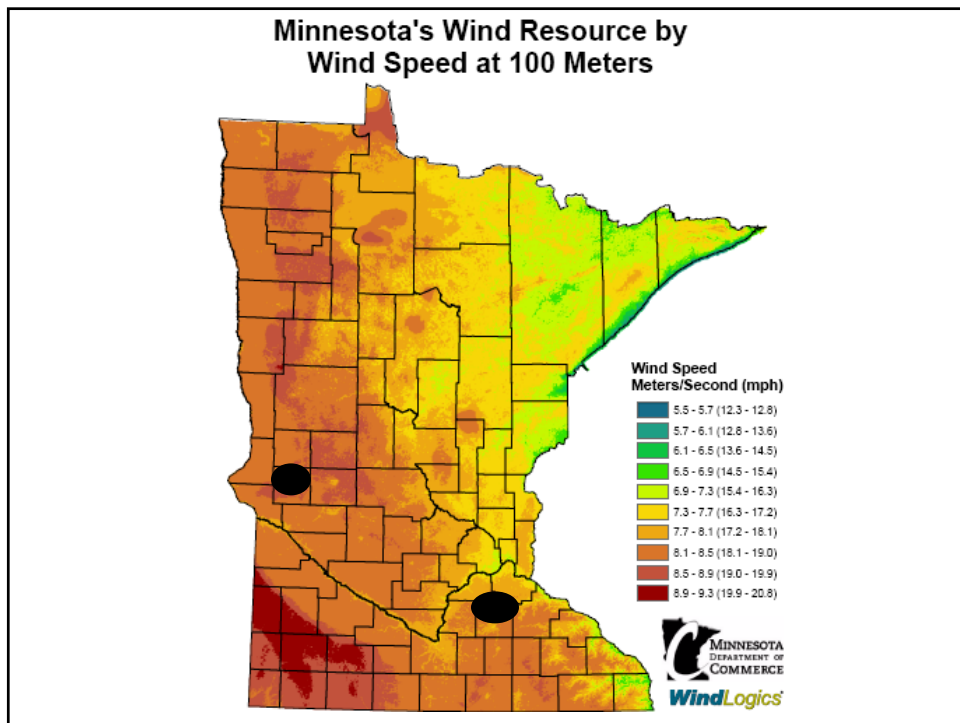


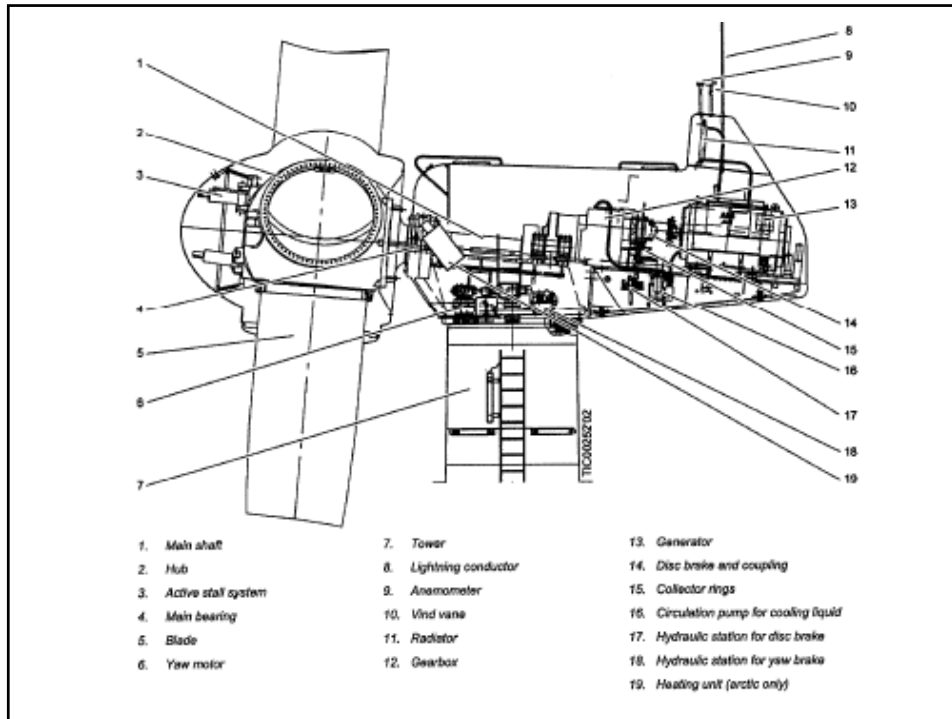
Vestas V-82 College Installations

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- Turbine description
 - NEG Micon/Vestas – NM/V 82
 - 1.65 Mw maximum capacity (1650 Kw/hr)
 - 70 meter (230 ft) steel tower – 3 sections – 130 tons
 - 3 Blades – 135 ft – epoxy/carbon-fiber – 7 tons each
 - Hub – 21 tons
 - Nacelle – houses gearbox and generator – 45 tons
 - Blade assembly pitched out 5 degrees to prevent damage (see diag.)

Excerpts from Webinar “Deploying a Wind Turbine on Your Campus”, Academic Impressions, February 2008





Carleton's Installation

- ▣ Independent generation – Mini-power plant
- ▣ Connected directly to Xcel Energy “grid”
- ▣ Sell all power produced
- ▣ Financed by endowment and supplemented with a State Grant and production incentives

St. Olaf's Installation

- ❑ Self-generation - connected directly to campus "grid"
- ❑ Supplemented (when needed) by power from Xcel Energy
- ❑ Excess power produced is sold to Xcel energy
- ❑ Major funding from grant program
- ❑ Other funding from annual capital budget

U of MN at Morris Installation

- ❑ Connected directly to campus research center (West Central Research and Outreach Center, aka WCROC)
- ❑ Excess power produced is sold to the "grid"
- ❑ "Grid" supplies Center power when wind is not blowing
- ❑ Funded through grants by MN legislature
- ❑ Research opportunities

Initial Homework

- Site info – analyzing the wind resource
- Access to distribution – on/off Campus
- Permit requirements
- Feasibility of hiring a Wind Developer

Wind Resource Analysis

- Available Information – Maps, Data, etc.
- Wind Survey
 - Recommend monitoring at several sites
 - Ability to correlate site data collected with past data collected in vicinity
 - Several monitoring heights required
 - Good data allows reasonable extrapolation to other heights

Permit Requirements

- Permitting
 - Conditional Use Permit (CUP) – County (City)
 - Building Permit – County (City)
 - Driveway Permit – State or County Hwy.
 - FAA Hazard Determination

- Land Lease Agreement (if needed)
- Crop loss negotiation – with farmer

Wind Developer

- Benefits
 - Experience setting up this type of project
 - Agreements/Permitting – legal counsel
 - Local regulatory understanding – knows who to talk to
 - Local grant/incentive program (if any) familiarity
 - Your Time
 - Access to available turbines
 - May have more leverage with suppliers
- Approx. 1-3% of total project cost

Defining Project Goals

- Important Questions
 - Why does my institution want to do this?
 - What are the “drivers”?
 - Economic investment
 - “Green” generation
 - Distributed generation
 - Institutional recognition and/or symbolism
 - What will this mean to the institution?
 - How will the results be incorporated across the campus community?
 - Is the project perceived to provide benefits beyond financial and energy considerations?
 - How do you want to do this? i.e. invest in a remote site, build your own, connect to grid, connect to campus infrastructure, etc.

Moving Forward

- Begin four simultaneous project paths
 - Power Company Interconnection Agreement and Power Purchase Agreement
 - State and Federal Incentive Program research and Applications – Investigate financing options
 - Permitting (including FAA)
 - Turbine selection, delivery, and construction

Requirements

- Interconnect Agreement with Power Company
 - Longest duration of negotiation
 - Outlines Terms and Conditions to Connect

- Power Purchase Agreement (PPA)
 - Outlines Payment Rates and Term
 - Rates based on local production costs
 - Current, local coal-fired and nuclear plant production costs used as basis for developing rates
 - For example:
 - Nuclear – approx. 1.8-2.0 cents/kwh
 - Coal – approx. 3-4 cents/kwh

UMM's Installation

U of

MN - Morris

□ Project Budget

| | |
|--|-------------|
| ■ June/July wind assessment | \$2,000 |
| ■ Foundation/Transformer/Turbine equipment | \$377,900 |
| ■ Evacuation and backfill | \$3,200 |
| ■ Trenching electrical line | \$4,300 |
| ■ Wind assessment/air ticket | \$4,700 |
| ■ Underground work Hwy 329 | \$6,400 |
| ■ Completion of foundation and transformer | \$94,500 |
| ■ Cylinder tests/hold | \$100 |
| ■ Decals for wind generator | \$1,600 |
| ■ Building permit | \$40 |
| ■ Delivery of WTG equipment | \$1,275,000 |
| ■ Engineer hours | \$2,100 |
| ■ Underground work Hwy 329 | \$19,100 |
| ■ Consulting fees | \$1,500 |
| ■ Travel | \$3,200 |
| ■ Stage payment- turbine equipment | \$141,700 |

□ Total **\$1,174 / kW** \$1,937,340

Carleton's Installation

□ Project Budget

| | |
|---------------------------------------|-------------|
| ■ Turbine* | \$1,515,000 |
| ■ Road | \$26,000 |
| ■ Site electrical | \$18,000 |
| ■ Power line upgrade | \$47,000 |
| ■ Phone line (monitoring) | \$5,000 |
| ■ Turbine installation and foundation | \$215,000 |
| ■ Consult./permits/fees | \$39,000 |

□ Total **\$1,865,000****

*Final price influenced by fluctuating steel prices, the strength of the Euro in world money markets, and availability at time of purchase.

**A similar project priced today would be about \$2.5-2.6 million.

\$1,130 / kW

St. Olaf's Installation

- As previous slide suggests, \$2,600,000
- Prices are ratcheting up quickly in response to demand...for example...
 - Xcel Energy is projected to have 1125 MW of wind in Minnesota by 2011
 - Texas expects to have a doubling of wind MW by 2015
 - Manitoba planning for 1000 MW within the next 10 years

\$1,575 / kW

Project Challenges

- Coping with the impact of a delay
 - Turbine delivery
 - Construction/erection equipment delivery or functionality
 - Weather related - wet

Project Challenges

- Construction and equipment challenges
 - Worker safety
 - Site access – equipment delivery, staging and security
 - Accidental damage/replacement parts
 - Onlookers/interested parties/reporters – liability



Project Challenges

- Managing the unpredictable
 - High winds/storms/hail
 - Strike
 - Accidental damage
 - Vandalism
 - Protests

Integration into the Curriculum

- Opportunities as a learning tool.
- Coordinating with Faculty and Dean's Office.
- Using data from turbine to conduct research.
- Wind turbine as research tool (wind to H₂).
- Learning about renewable energy possibilities with real data.
- Hosting student groups.

Marketing and Promotion

- What is your message?
- Who to Inform
 - AASHE
 - Local environmental groups
 - Alumni
 - Prospective Students
- How to get the message out
 - Campus webpage
 - Press release
 - Conference presentations
 - Student presentations
 - Invited tours
- How to talk about it

Summary

- When deploying a wind turbine
 - Make sure you understand why you want to do a project...What the desired outcomes are.
 - Determine appropriate project size and to what type of destination the power will be delivered.
 - Make sure you have monitored and determined a viable, desired wind site.
 - Make sure your site allows for access to the desired electrical delivery systems (end user).
 - Work **WITH** your facilities group from the beginning, as they have a direct impact on the success of the project.
 - Communicate advantages and enlist campus support (faculty, staff and student).

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Summary – cont.

- When deploying a wind turbine
 - Consider holding informal public meetings to solicit input and support of the broader community
 - Determine whether or not to enlist a wind developer.
 - Prepare initial production estimates to verify income/offset costs on an annual basis.
 - Compare income/offsets to estimated annual expenditures, (i.e. debt service, maintenance, insurance, lease costs (if any), etc.)
 - Confirm value of “soft” income, (i.e. educational benefits, sustainability initiatives, institutional recognition, recruiting, etc.) as there may be reasons beyond economic viability to do this.

Summary – cont.

- When deploying a wind turbine
 - Begin the four simultaneous planning efforts.
 - Interconnection Agreement and PPA
 - Investigation of available grants/incentives/CREBs
 - Investigate and procure applicable permits
 - In particular, don't forget the FAA Hazard Determination!
 - Turbine selection and procurement process

Summary – cont.

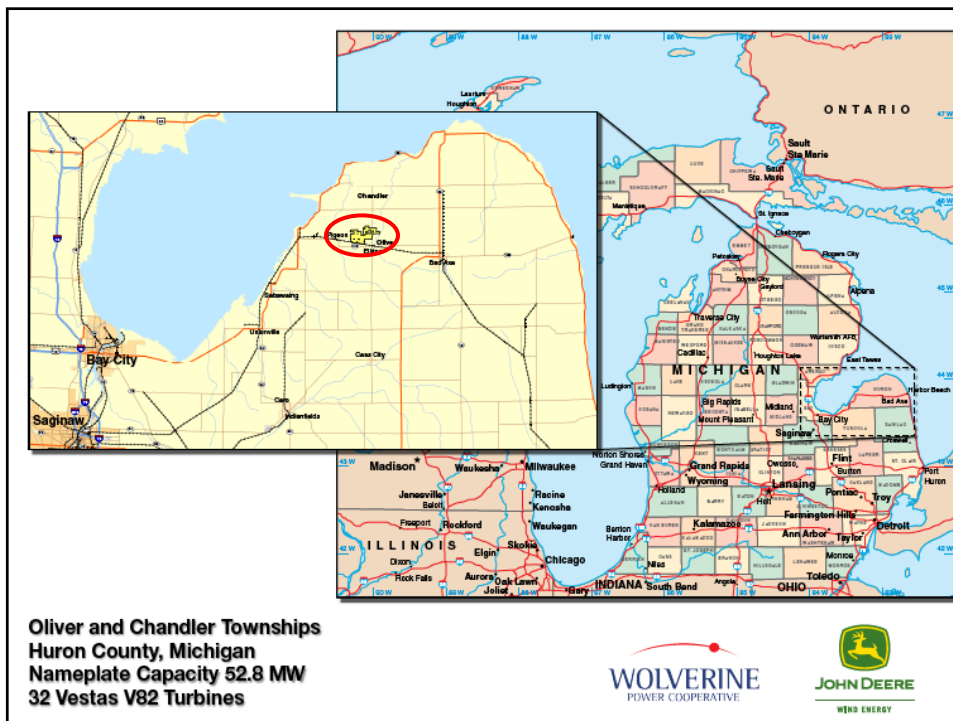
- When deploying a wind turbine
 - Select vendor and negotiate agreement.
 - Performance
 - Price
 - Delivery schedule
 - Maintenance support
 - Warranty (**Remember the extended warranty!**)
 - Determine the delivery and construction schedule.
 - Complete the installation.
 - Share your success!

John Deere Harvest Wind Farm Project



- Deere is currently operating (75 MW), constructing (238 MW) and are approved for construction (303 MW) of wind facilities in 7 states
- Deere and Wolverine are rural based
- Deere and Wolverine have a strong community focus
- Deere's core values of quality, integrity, innovation and commitment resonated with Wolverine
- Most viable Michigan renewable project of all projects evaluated

Excerpt from 2008 MiAPPA Conference at CMU by John Miceli, Mar 08



Project Information

| | |
|---|---|
| Developer | John Deere Wind Energy |
| Facility Name | Harvest WindFarm L.L.C. |
| Location | Between Elkton and Pigeon in Huron County, MI |
| Size | Over 3,200 acres |
| Equipment | Thirty-two 1.65 MW Vestas V-82 Turbines (52.8 MW Total) |
| Turbine Specifics | 80 meter hub height (262 feet) 40 meter blade length (131 feet) 120 meter overall height (393 feet) 283 tons total weight |
| Operational Data (operational in March 2008) | Cut-in wind speed – 7.9 mph Cut-out wind speed (10 minutes) – 44.7 mph Cut-out wind speed (1 minute) – 53.7 mph Cut-out wind speed (1 second) – 71.6 mph |

\$2,333 / kW





Crane Assembly



The Crane



Tower Assembly



Setting the Base Section





Finished Products



Rural Integration





How Many Turbines to Power Michigan?

= 130,000,000,000 kWhr per Year Consumed in Michigan
= 130 million MW-hrs per Year

8,760 Hours per Year
32% Estimated Capacity Factor
= 46,376 MW Capacity Required of Wind

1.65 MW Vestas V82 Turbine
= 28,106 Vestas V82 Turbines

15% Renewable Portfolio Standard
= **4,216 Wind Turbines**

= 132 Harvest Wind Farms

About \$16B, Investment

Questions

Vestas V-82 (1.65MW)
Wind Turbines

