

New Jersey Offshore Wind Solicitation #2

IN THE MATTER OF THE OPENING OF OREC APPLICATION WINDOW FOR 1,200 TO 2,400 MEGAWATTS OF OFFSHORE WIND CAPACITY IN FURTHERANCE OF EXECUTIVE ORDER NO. 8 AND EXECUTIVE ORDER NO. 92

RESPONSES OF OCEAN WIND II, LLC TO CERTAIN QUESTIONS RAISED DURING INTERVIEW WITH THE NEW JERSEY BOARD OF PUBLIC UTILITIES STAFF ON MARCH 10, 2021

(March 17, 2021)

Please note that these responses and the materials submitted herewith contain confidential information. Under separate cover Ocean Wind II, LLC (“Ocean Wind 2”) hereby requests confidential treatment of such material (as they are exempt from disclosure under the Open Public Records Act, N.J.S.A. 47:1A-1 et seq. and the Board’s regulations at N.J.A.C. 14:1-12.1(b)) and submits a Statement of Christian Bjøl in support of such request.

1. Please provide the impact to the Offered OREC price submitted by Ocean Wind 2 if Ocean Wind 2 only considers the Project earning energy, capacity and potentially ancillary services revenue during the 20-year OREC period.

Ocean Wind II, LLC Response – [REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

2. [REDACTED]
[REDACTED]

Ocean Wind II, LLC Response – Due to the sensitivity of such financial information, Ocean Wind 2 is not in a position to share the requested [REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

3. [Redacted]

Ocean Wind II, LLC Response – [Redacted]

4. Please indicate the impact of the HVDC interconnection solution in levelized \$/MWh on the Offered OREC price.

Ocean Wind II, LLC Response – [Redacted]

5. [Redacted]

Ocean Wind II, LLC Response – [Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted text block containing multiple paragraphs of obscured content]

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[REDACTED]

- 6. [REDACTED]

Ocean Wind II, LLC Response – [REDACTED]

- 7. Please confirm whether workers’ emissions on their commutes from their homes to the different work sites are included in the added emissions’ impact analysis?

Ocean Wind II, LLC Response – Ocean Wind 2 confirms that worker’s emissions associated with commutes between homes and work sites have NOT been included in the added emissions’ impact analysis. Ocean Wind 2 believes that it has provided a standard added emissions’ impact analysis with its Application and that such data is typically not included in such an analysis. As set forth in response #23 to the 2nd Set of Clarifying Questions, Ocean Wind 2 is submitting with these responses an updated added emissions’ impact analysis to replace its previous analysis, however, such

analysis also does not include the worker’s emissions discussed above. Such impacts are not normally included in analysis of this type since it is unclear that the “drive time” of workers will be impacted by working on the Ocean Wind 2 project relative to other driving activity they would undertake if Ocean Wind 2 did not employ them.

- 8. Please check on and remove any pre-2021 development phase expected in-state expenditures and jobs, that the Ocean Wind 2 team agreed were not intended to be included.

Ocean Wind II, LLC Response – In preparing its Application, Ocean Wind 2 did include in the IMPLAN modelling an amount of expected costs [REDACTED] [REDACTED] incurred during the 2020 calendar year, as well as costs associated with the bid fee and bid writing support. The inclusion of these costs is consistent with the definition of DEVEX outlined in section 2.3.1 of attachment 16.1 and therefore Ocean Wind 2 does not believe that re-running the IMPLAN modelling is necessary. Ocean Wind 2 inadvertently limited the time frame for DEVEX to satisfy the in-State spend commitment in section 8.9.2.4 of the Application but confirms that the definition set forth in section 2.3.1 of attachment 16.1 is operable.

FURTHER CLARIFICATION

In order to provide the Board with a further clarification with respect to the proposed GE nacelle facility, Ocean Wind 2 also attaches a letter from John Lavelle, Vice President & CEO, Offshore Wind - Renewable Energy, GE. The attached letter describes the significant value that the Ocean Wind 2 Project will bring to New Jersey by securing GE’s commitment to site a nacelle facility in New Jersey, thereby realizing another significant element to the Governor’s vision of clean energy job creation.

Ocean Wind 2 also wishes to emphasize Ørsted’s continued commitment to New Jersey which is embodied in the commitment to locate Ørsted’s U.S. IT center in Newark, New Jersey (thereby creating additional jobs in-state) upon an OREC award to Ocean Wind 2, as discussed by David Hardy during the interview.

As a benefit to New Jersey, upon receiving an OREC award, Ocean Wind 2 also commits to ensuring that Advanced Foundation Components for Ocean Wind 1 are sourced in New Jersey. Ocean Wind 2 estimates that local Advanced Foundation Component sourcing will result in greater than 190 union FTE-years.

[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

STATE OF NEW JERSEY
BOARD OF PUBLIC UTILITIES

IN THE MATTER OF THE APPLICATION OF :
OCEAN WIND II LLC FOR APPROVAL AS A : STATEMENT OF
QUALIFIED OFFSHORE WIND PROJECT, :
PURSUANT TO N.J.S.A. 48:3-87.1 and N.J.A.C. :
14:8-6.1, et seq. :

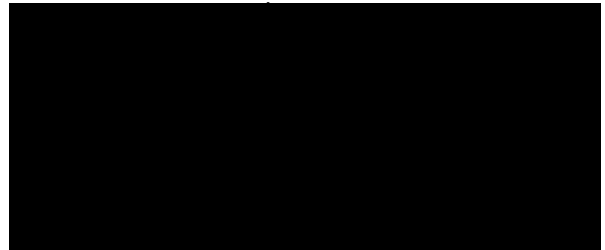
█ of full age, states:

1. I am the Mid-Atlantic Project Development Director for Ørsted North America Inc., the sole member of Ocean Wind II, LLC (“Ocean Wind II”), and I am authorized to make this Statement on behalf of Ocean Wind II.
2. On this date, March 17, 2021, Ocean Wind II has, as instructed by the New Jersey Board of Public Utilities (“BPU”) Staff on March 10, 2021, uploaded its responses (the “Responses”) to certain questions raised during interview with the New Jersey BPU staff in connection with the New Jersey Offshore Wind Solicitation #2.
3. Ocean Wind II has submitted a Confidential Copy (unredacted) and a Public Copy (redacted) of such Responses.
4. All of the information redacted by Ocean Wind II in the Public Copy was redacted because the portions redacted are Trade Secrets of Ocean Wind II.
5. The material redacted consists of, *inter alia*, very specific project development information; manufacturing processes; proprietary technology to Ocean Wind II; Trade Secret transactions with suppliers to Ocean Wind II; bid strategy of Ocean Wind II; and similar information relative to Ocean Wind II’s affiliates and subsidiaries.
6. Because the Responses are somewhat focused, all of the Responses have been redacted. Specifically, the information redacted consists of formulae, practices, processes,

designs, instruments, patterns, commercial methods, or compilations of information not generally known or reasonably ascertainable by others by virtue of which Ocean Wind II obtains an economic advantage over its competitors. This is valuable commercial information that provides Ocean Wind II with an advantage over its competitors who do not have that information, and is not generally available.

7. These Trade Secrets are exempt from disclosure under the Open Public Records Act, N.J.S.A. 47:1A-1 et seq. and the Board's regulations at N.J.A.C. 14:1-12.1(b).

8. The information redacted from the Public Copy should remain confidential until Ocean Wind II agrees otherwise.



Dated: March 17, 2021

Attachment to Question 5

REDACTED FROM PUBLIC COPY

Attachment to Question 7

REDACTED FROM PUBLIC COPY

Further Clarification

REDACTED FROM PUBLIC COPY