

STATE OF RHODE ISLAND PUBLIC UTILITIES COMMISSION
DOCKET No. 4111
Deepwater Wind Block Island, LLC
Response To
The Division Of Public Utilities And Carriers' Data Requests
SET 1

Div. 1-17: Please provide pro forma financial statements for the project showing revenues, expenses, and net income and after tax cash flows.

Response: Deepwater Wind will work with the Division to provide a response to this request.

However, in light of the Commission's Rules of Practice and Procedure regarding the timing of responses to data requests, and to preserve its rights pending those discussions, Deepwater Wind objects as this request, in its broadest interpretation, is overly broad, calls for speculation, and calls for the production of confidential business, proprietary, trade and financial information.

Contains Confidential and Privileged Information - Do Not Release.

	1/1/10	12/31/10	12/31/11	9/30/12	11/30/12	12/31/12	12/31/13	12/31/14	12/31/15	12/31/16	12/31/17	12/31/18	12/31/19
Revenue													
Total power production (MWh)													
Bundled Power Price (\$/MWh)													
Total													
O&M expenses													
EBITDA													
Capital expenditure													
Depreciation													
Taxable income													
Tax benefits/(liability)													
ITC													
Project cash flow (w/ MACRS monetization)													
EBITDA													
(+) Tax benefit/(liability)													
(+) ITC													
(-) Capital expenditure													
Project cash flow													
Project cash flow (Carryforward loss)													
EBITDA													
(-) Cash Tax													
(-) ITC													
(-) Capital expenditure													
Project cash flow													

Note: A significant Federal Incentive for renewable energy is the Modified Accelerated Recovery System ("MARRS"), which enables project owners to claim accelerated depreciation for certain eligible property on their tax returns. As a project company, Deepwater will not earn sufficient current income to realize the value of accelerated depreciation and must execute a tax equity financing with an investment partner that is able to claim the depreciation benefits on its tax return. The market for tax equity is still highly constrained, and it is not clear if the market will recover in the near future, or if tax equity investors will have appetite for tax equity financings. If Deepwater is not able to find a tax equity partner, it will have to carry forward its tax losses and defer some of the depreciation tax benefits until later years, effectively reducing the project rate of return as shown in the above pro forma model.

Disclaimer: This pro forma financial model reflects the current best estimate of Deepwater Wind. Significant risks, such as equipment cost, exchange rates, commodity price, vessel availability, weather condition, wind resource, etc., exist in construction and operation of the wind farm. Therefore, the actual capital cost, power production, and O&M cost, and consequently ITC Cash Grant and depreciation base, may vary significantly from these estimates.

STATE OF RHODE ISLAND PUBLIC UTILITIES COMMISSION
 DOCKET No. 4111
 Degraded Wind Block Island, LLC
 Response To
 The Division Of Public Utilities And Carrier's Data Request
 SET 1
 Confidential Response to DW-147
 Pursuant to Commission Rule 1.2(G) and R.I.G.L. §38-2-1, et seq.
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12/31/20	12/31/21	12/31/22	12/31/23	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	12/31/29	12/31/30	12/31/31	12/31/32
100,915	100,915	100,915	100,915	100,915	100,915	100,915	100,915	100,915	100,915	100,915	100,915	100,915
\$ 3,014	\$ 3,213	\$ 3,213	\$ 3,412	\$ 3,611	\$ 3,810	\$ 4,009	\$ 4,208	\$ 4,407	\$ 4,606	\$ 4,805	\$ 5,004	\$ 5,203
\$ 31,327,445	\$ 31,423,905	\$ 33,558,742	\$ 34,723,298	\$ 35,897,854	\$ 37,072,410	\$ 38,246,966	\$ 39,421,522	\$ 40,596,078	\$ 41,770,634	\$ 42,945,190	\$ 44,119,746	\$ 45,294,302
\$ (7,931,953)	\$ (8,616,959)	\$ (7,952,720)	\$ (9,131,048)	\$ (8,556,634)	\$ (9,183,483)	\$ (9,810,332)	\$ (10,437,181)	\$ (11,064,030)	\$ (11,690,879)	\$ (12,317,728)	\$ (12,944,577)	\$ (13,571,426)
\$ 23,395,490	\$ 23,806,936	\$ 25,605,951	\$ 26,602,250	\$ 26,992,319	\$ 28,023,694	\$ 28,667,270	\$ 29,310,846	\$ 29,954,422	\$ 30,598,000	\$ 31,241,576	\$ 31,885,152	\$ 32,528,728
\$ (1,799,302)	\$ (1,799,302)	\$ (1,799,302)	\$ (1,799,302)	\$ (1,799,302)	\$ (1,799,302)	\$ (1,799,302)	\$ (1,799,302)	\$ (1,799,302)	\$ (1,799,302)	\$ (1,799,302)	\$ (1,799,302)	\$ (1,799,302)
\$ 21,596,188	\$ 22,007,634	\$ 23,806,649	\$ 23,807,948	\$ 25,199,027	\$ 26,224,322	\$ 26,667,270	\$ 28,632,230	\$ 28,632,230	\$ 30,695,572	\$ 31,413,306	\$ 32,092,400	\$ 32,842,029
\$ (7,558,666)	\$ (7,702,672)	\$ (8,312,327)	\$ (8,311,027)	\$ (8,817,559)	\$ (9,178,537)	\$ (9,403,789)	\$ (10,019,877)	\$ (10,743,450)	\$ (10,743,450)	\$ (10,594,657)	\$ (11,582,240)	\$ (11,659,671)
\$ 15,836,824	\$ 16,104,264	\$ 17,273,624	\$ 17,271,218	\$ 18,174,770	\$ 18,805,157	\$ 19,163,481	\$ 20,182,732	\$ 19,957,122	\$ 20,418,649	\$ 21,510,660	\$ 21,616,532	\$ 21,772,319
\$ 23,395,490	\$ 23,806,936	\$ 25,605,951	\$ 25,602,250	\$ 26,992,319	\$ 28,023,694	\$ 28,667,270	\$ 30,202,609	\$ 30,695,572	\$ 31,413,306	\$ 32,092,400	\$ 32,842,029	\$ 33,642,029
\$ (7,558,666)	\$ (7,702,672)	\$ (8,312,327)	\$ (8,311,027)	\$ (8,817,559)	\$ (9,178,537)	\$ (9,403,789)	\$ (10,019,877)	\$ (10,743,450)	\$ (10,594,657)	\$ (11,582,240)	\$ (11,659,671)	\$ (11,809,710)
\$ 23,395,490	\$ 20,970,239	\$ 17,273,624	\$ 17,271,218	\$ 18,174,770	\$ 18,805,157	\$ 19,163,481	\$ 20,182,732	\$ 19,957,122	\$ 20,418,649	\$ 21,510,660	\$ 21,616,532	\$ 21,772,319