Illustrative award scenarios, Offshore Wind Nacelle Manufacturing

New Jobs Created, $70,000 Average Salary

Capital Investment	Estimated Hard Construction	10-year commitment					20-year commitment				
		150	200	250	300	500	150	200	250	300	500
$17.5 M	$12.25 M	$8,750,000	$11,375,000	$14,875,000	$17,500,000	$17,500,000	$8,750,000	$11,375,000	$14,875,000	$17,500,000	$17,500,000
$50 M	$35 M	$15,133,000	$18,146,000	$21,160,000	$24,173,000	$36,228,000	$21,978,000	$26,485,000	$30,992,000	$35,499,000	$50,000,000
$100 M	$70 M	$21,225,000	$24,238,000	$27,252,000	$30,265,000	$42,320,000	$30,436,000	$34,943,000	$39,450,000	$43,957,000	$61,984,000
$200 M	$140 M	$33,409,000	$36,422,000	$39,436,000	$42,450,000	$54,504,000	$47,352,000	$51,859,000	$56,366,000	$60,873,000	$78,900,000

New Jobs Created, $80,000 Average Salary

Capital Investment	Estimated Hard Construction	10-year commitment					20-year commitment				
		150	200	250	300	500	150	200	250	300	500
$17.5 M	$12.25 M	$8,750,000	$11,375,000	$14,875,000	$17,500,000	$17,500,000	$8,750,000	$11,375,000	$14,875,000	$17,500,000	$17,500,000
$50 M	$35 M	$16,931,000	$20,303,000	$23,674,000	$27,046,000	$40,533,000	$24,622,000	$29,671,000	$34,720,000	$39,769,000	$50,000,000
$100 M	$70 M	$23,747,000	$27,119,000	$30,490,000	$33,862,000	$47,349,000	$34,097,000	$39,146,000	$44,195,000	$49,244,000	$69,440,000
$200 M	$140 M	$37,379,000	$40,751,000	$44,122,000	$47,494,000	$60,981,000	$53,048,000	$58,097,000	$63,146,000	$68,195,000	$88,390,000

New Jobs Created, $90,000 Average Salary

Capital Investment	Estimated Hard Construction	10-year commitment					20-year commitment				
		150	200	250	300	500	150	200	250	300	500
$17.5 M	$12.25 M	$8,750,000	$11,375,000	$14,875,000	$17,500,000	$17,500,000	$8,750,000	$11,375,000	$14,875,000	$17,500,000	$17,500,000
$50 M	$35 M	$18,729,000	$22,459,000	$26,189,000	$29,919,000	$44,838,000	$25,000,000	$32,500,000	$38,448,000	$44,039,000	$50,000,000
$100 M	$70 M	$26,269,000	$29,999,000	$33,729,000	$37,459,000	$52,378,000	$37,758,000	$43,349,000	$48,940,000	$54,531,000	$76,895,000
$200 M	$140 M	$41,349,000	$45,079,000	$48,809,000	$52,539,000	$67,458,000	$58,744,000	$64,335,000	$69,926,000	$75,517,000	$97,881,000

Primary Factors for the Award Size:

- Number and salary of new jobs
- Hard Construction costs for the project
- Local Property Taxes
- Duration of the commitment to the State

Key Assumptions:

- Qualified Wind Facility pays 2% Property Tax
- 70% of Capital Investment is Hard Construction
- All new jobs created at start of commitment period
- Direct, indirect, and induced effects included for hard construction
- Direct and indirect effects included for ongoing benefits
- Note: Estimates are for illustrative purposes only

See next page for Step-by-Step Instructions on how to use and interpret this table --->

July 1, 2022

Step-by-Step Instructions for using the Offshore Wind Tax Credit Illustrative Award Scenario Tables

Before you start, please have numerical estimates of your primary within-firm factors including:

- ☐ Estimated Total Capital investment
- ☐ Estimated Hard construction Costs
- ☐ Number of New Full-Time Employees
- ☐ Average Salary of all New Full-Time Employees
- ☐ Duration of Commitment to Remain at the QWF

1	**Select the table that most closely reflects the anticipated average salary of all New Full-Time Employees at the Qualified Wind Energy Facility** • The salaries in these tables do not include benefits but should include any known or anticipated bonuses or overtime work.
2	**Find the closest Estimated Hard Construction Costs in the second column** • The tables assume Hard Construction Costs make up 70% of overall Capital Investment • Hard Construction Costs (not Total Capital Investment) is an input into the Net Economic Benefit Analysis
3	**Select the closest duration of your commitment to maintain the Qualified Wind Energy Facility in New Jersey in the table (left or right side)** • NJEDA has only provided estimates for 10 and 20-year commitment periods

4	**Select the closest number of New Full-Time Employees that will be created over the lifetime of the project (assuming all new jobs are created at start of commitment period) in the 3rd through 12th columns:**
	• Make sure you are looking:
	  ○ In the correct salary table (Step 2)
	  ○ In the row of your Estimated Hard Construction (Step 3)
	  ○ Under the correct commitment period (Step 4)

5	**Your estimated potential award size is the lesser of:** • Your Estimated Total Capital Investment • The value from Step 5

****Dollar Award Amount is used for illustrative purpose and should not be assumed as the final award amount****

If you have any questions on how to interpret these tables, please contact offshorewindtaxcredit@njeda.com