

Exhibit 18

No. 2

- 3-8) Please refer to Page BJJ-17, line 20 through Page BJJ-17, line 27 of the direct testimony of Mr. Lafave. Please provide Juhl Energy's position on how wind integration costs should be reflected in the avoided cost calculation, including regulation costs.

Response: (Roger Schiffman)

Juhl believes that Mr. LaFave's initial estimate for wind integration cost of \$0.24/MWh is reasonable. Juhl doesn't agree with Mr. LaFave's application of EIA natural gas price escalation to that value, and believes it would more appropriately be escalated at a rate of general inflation, such as 2% annually.