



OFFICE OF UTILITIES REGULATION

Regulating Utilities for the Benefit of All

**PUBLIC NOTICE  
NET BILLING PURCHASE PRICE OF ENERGY**

The Office of Utilities Regulation (OUR) has determined that the rate payable by JPS to the customer for energy supplied to the national grid from the customer's renewable energy facility shall be at the short term variable avoided cost of generation plus a premium of fifteen per cent (15%) allowed for Renewable Energy.

The short term variable avoided cost represents the short run marginal cost of generation, which reflects the cost of fuel used for power generation on a monthly basis. This rate is expressed on a per kWh basis by dividing the total fuel cost for a given month by the net system generation for the same period. Based on the data and invoices submitted the rate is computed as follows:

**Net Billing Purchase Price of Energy  
for the month of March 2014**

Item/ Sub-Item/ Component	Symbol	Unit	Amount
<b>Energy Payments:</b>	<b>Ep<sub>i</sub></b>	<b>\$JA</b>	<b>694,388.04</b>
Total Fuel Cost (JPS & IPP)	TFC	JA\$'000	6,529,792
System Net Generation (JPS & IPP)	SNG	kWh	344,974,368
<b>Energy Output (kWh) from SOC Suppliers</b>	<b>EO<sub>m<sub>i</sub></sub></b>	<b>kWh</b>	<b>31,897.14</b>
System Net Generation of Supplier		kWh	344,942,471
Short Term Avoided Cost		JA\$/kWh	18.930
<b>Short Term Avoided Cost + 15% Premium</b>	<b>SAC<sub>m<sub>i</sub></sub></b>	<b>JA\$/kWh</b>	<b>21.770</b>
Billing Exchange Rate	IER	JA\$/US\$	109.5744

Approved by:

**Director General**  
Albert Gordon  
June 25, 2014

**THE OFFICE OF UTILITIES REGULATION**

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