



# OFFICE OF UTILITIES REGULATION

*Regulating Utilities for the Benefit of All*

## PUBLIC NOTICE

### NET BILLING STANDARD OFFER CONTRACT (SOC) 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:

### Verified Net Billing SOC Purchase Price of Energy for the month of July 2014

Item/ Sub-Item/ Component	Symbol	Unit	Amount
<b>Energy Payments:</b>	<b>Ep<sub>i</sub></b>	<b>\$JA</b>	<b>1,083,636.56</b>
Total Fuel Cost (JPS & IPP)	TFC	JA\$'000	7,088,235
System Net Generation (JPS & IPP)	SNG	kWh	367,602,171
Energy Output (kWh) from SOC Suppliers	EOM <sub>i</sub>	kWh	<b>48,861.64</b>
System Net Generation of Supplier		kWh	367,553,310
Short Term Avoided Cost		JA\$/kWh	19.285
<b>Short Term Avoided Cost + 15% Premium</b>	<b>SACm<sub>i</sub></b>	<b>JA\$/kWh</b>	<b>22.178</b>
Billing Exchange Rate	IER	JA\$/US\$	112.8504

Approved by:

DIRECTOR GENERAL  
Albert Gordon  
November 21, 2014

#### THE OFFICE OF UTILITIES REGULATION

3rd Floor, PCJ Resource Centre, 36 Trafalgar Road, Kingston 10

Tel: (876)968-6053 • Fax: (876)929-3635

Website: [www.our.org.jm](http://www.our.org.jm)

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