

**ADAPTATION TARIFFS RENEWABLE ELECTRICITY GENERATION**

Since November 16, 2011, it is possible for households and businesses on Curaçao to generate renewable electricity for own use purposes in combination with a connection to the electricity network. The current tariffs which are applicable with regard to feeding in renewable electricity in the electricity network, consist of a feed-in tariff of NAF. 0,25 per kWh in combination with a fixed monthly fee of NAF. 16,00 or NAF. 32,00 per installed kWp, to be paid to the electricity company.

During 2017 the costs of electricity production based on fossil fuels have increased as a result of an increase of the international market prices for oil products. As a consequence of the continuing increase of oil prices also the fuel clause as part of the regular electricity tariffs is currently increasing, despite the implementation of the third windfarm at Tera Kora which slightly curtails this development.

The market for PV-installations has almost come to a hold and in the meanwhile prices for PV-installations have increased on Curaçao, as these installations are not purchased in bulk anymore. This also results in an increase of the pay-back period for new PV-installations. These developments inadequately contribute to the intended growth of renewable generation and reduction of dependency on fossil fuels.

Based on the yearly evaluation according to the 'Tariff guidelines for small scale renewable electricity generation', the Government of Curaçao decided to adapt the abovementioned tariffs. The fixed monthly fee which is charged to cover the costs for the use and availability of the network, the network connection and generation capacity, will be decreased to maintain pay-back periods for end users with a new PV-installation in line with internationally common pay-back periods between 7-10 years. The feed-in tariff will be maintained at NAF. 0,25 per kWh as this is still in line with the current (development of the) fuel clause.

By adaptation of the fixed monthly fee per January 1, 2018, as mentioned in the schedule below, households and businesses will still be able to realize a reasonable pay-back period and the purchase costs of solar energy will reasonably be in line with the fuel clause as part of the regular electricity tariffs.

Tariffs Group	Feed-in tariff in NAF. Current	Fixed monthly fee in NAF. Current	Feed-in tariff in NAF. per January 1 st 2018	Fixed monthly fee in NAF. per January 1 st 2018
01 Domestic	0,25	16,00 per kW(p)	0,25	8,00 per kW(p)
02 Corporate	0,25	32,00 per kW(p)	0,25	16,00 per kW(p)
22 Industry standard	0,25	32,00 per kW(p)	0,25	24,00 per kW(p)
23 Industry export-oriented	0,25	16,00 per kW(p)	0,25	8,00 per kW(p)
24 Industry import-replacing	0,25	32,00 per kW(p)	0,25	24,00 per kW(p)
33 Hospital	0,25	16,00 per kW(p)	0,25	8,00 per kW(p)