

Fishers Island Electric Corporation
Purchase Power Adjustment Statement
Initial effective date 12/31/2010

Statement Type: PPA
Statement #18

Applicable to billings as explained in the Company's Electric Tariff Schedule, PSC No 2

1. Present Purchased Power Cost per KWH (line # 12)	\$	0.12790
2. Base Purchased Power Cost per KWH	\$	0.11451
3. Differential Purchased Power Cost per KWH	\$	0.01339
4. Factor of Adjustment		1.1659
5 Incremental State Assessment Surcharge	\$	0.004920
6 Purchased Power Adjustment per KWH for Service Classification No. 1 and 5 will be (1/2 * line 3 * line 4)	\$	0.007806
7 Purchased Power Adjustment per KWH for Service Classification No. 2 and 7 will be (line 17 * line 3 * line 4) - ((line 13 + line 15) * (line 6))/ (line 14 + line 16)	\$	0.02364
8 Applicable to bills rendered on or after the effective date of this statement the purchased power adjustment, including the Incremental State Assessment Surcharge per KWH for service Classification No 1 and 5 will be	\$	0.01273
9 Applicable to bills rendered on or after the effective date of this statement the purchased power adjustment, including the Incremental State Assessment Surcharge per KWH for service Classification No 2 and 7 will be	\$	0.02856

Present Month's Purchased Power Cost Determinants

10	Power Bill for Total Amount Due	\$	59,131.26
11	Total KWH Delivered		462,324
12	Present Purchased Power Cost (line 10 / line 11)		0.12790
13	Service Classification No 1 Sales KWH		75,312
14	Service Classification No 2 Sales KWH		87,269
15	Service Classification No 5 Sales KWH		103,613
16	Service Classification No 7 Sales KWH		86,708
17	Total Service Classification Sales KWH		<u>352,902</u>