

PSC No. 2 - Electricity  
The Fishers Island Electric Corporation  
Initial Effective Date: July 1, 2009  
Issued in compliance with Commission Order issued June 24, 2009 in Case 09-E-1458

Leaf No. 57  
Revision: 0  
Superseding Revision:

#### GENERAL INFORMATION

(16) Meter Reading, Billing, Collection, and Estimated Bills: (Cont'd.)

H. Levelized Payment Plan - Non-Residential Customers:

(c) Removal From Levelized Payment Plan:

- (1) A customer may request that the Company remove the customer from the levelized payment plan and reinstate regular billing at any time in which case the Company may immediately render a final levelized settlement bill, and shall do so no later than by the time of the next cycle bill that is rendered more than 10 business days after the request.
- (2) The Company may only remove a customer from the levelized payment plan if the customer becomes ineligible under subdivision (b) of this section and the customer an opportunity to become current in payment if delinquency is the cause of the customer's ineligibility, provided further that such opportunity need only be given once in any 12 month period.

I. Adjustment of Rates According to Changes in the Cost of Fuel:

(a) Purchased Power Adjustment:

All customers receiving service under this Schedule are subject to Purchased Power Adjustment Charges (PPAC).

(b) Present Purchased Power Cost (PPC):

The Present Purchased Power Cost shall equal the total cost of all power and transmission costs billed to Fishers Island Electric Corporation in the current billing period divided by the total kWh purchases in that month.

(c) Base Purchased Power Cost (BPPC):

The Base Purchased Power Cost for computation of the PPAC shall be \$.11451 per kWh.

(d) Factor of Adjustment (FOA):

The Factor of Adjustment of 1.1659 adjusts the PPAC for line losses. The Factor of Adjustment shall be determined in each rate case.

Issued by: Robert E. Wall, President, Fishers Island, New York 06390