

~~(II) UNIVERSAL SERVICE PROGRAMS AND OTHER PUBLIC PURPOSE PROGRAMS; AND~~

~~(III) CONSUMER EDUCATION PROGRAMS UNDER § 7-505(B)(1) OF THIS SUBTITLE.~~

~~(2) THE COSTS SUBJECT TO THIS SUBSECTION SHALL BE FUNDED IN THE ELECTRIC COMPANY'S DISTRIBUTION TERRITORY, EXCEPT THAT THE UNIVERSAL SERVICE PROGRAM IN § 7-516 OF THIS SUBTITLE SHALL BE FUNDED ON A STATEWIDE BASIS, BY A SURCHARGE OR OTHER COST RECOVERY MECHANISM THAT:~~

~~(I) FULLY RECOVERS FROM CUSTOMERS IN THE TERRITORY THE COSTS OF THE PLANS AND PROGRAMS IN THE TERRITORY OR STATE, AS APPROPRIATE; AND~~

~~(II) EXCEPT FOR PARAGRAPH (3) OF THIS SUBSECTION, WITH RESPECT TO ANY OF THESE COSTS NOT INCLUDED IN RATES ON JANUARY 1, 2000, IS NOT SUBJECT TO ANY OTHERWISE APPLICABLE RATE FREEZE OR CAP.~~

~~(3) THE RECOVERY OF COSTS BY AN ELECTRIC COMPANY FOR THE UNIVERSAL SERVICE PROGRAM UNDER § 7-516 OF THIS SUBTITLE IS SUBJECT TO ANY APPLICABLE CAP REGARDLESS OF WHEN THE COSTS ARE INCLUDED IN RATES.~~

~~7-513.~~

~~(A) (1) IN ACCORDANCE WITH THIS SUBSECTION, AN ELECTRIC COMPANY SHALL BE PROVIDED A FAIR OPPORTUNITY TO RECOVER ALL OF ITS PRUDENTLY INCURRED AND VERIFIABLE NET TRANSITION COSTS, SUBJECT TO FULL MITIGATION, FOLLOWING THE COMMISSION'S DETERMINATION UNDER SUBSECTION (B) OF THIS SECTION.~~

~~(2) A COMPETITIVE TRANSITION CHARGE, OR OTHER APPROPRIATE MECHANISM THAT THE COMMISSION DETERMINES, MAY BE INCLUDED AS PART OF THE CHARGE PAID BY EACH CUSTOMER WHO ACCESSES THE TRANSMISSION OR DISTRIBUTION SYSTEM OF THE ELECTRIC COMPANY IN WHOSE DISTRIBUTION TERRITORY THE CUSTOMER IS LOCATED. THE COSTS AUTHORIZED BY THE COMMISSION TO BE RECOVERED SHALL BE ALLOCATED TO CUSTOMER CLASSES IN A MANNER THAT, AS NEARLY AS REASONABLY POSSIBLE, DOES NOT EXCEED THE COST OF PROVIDING THE SERVICE TO THOSE CLASSES OF CUSTOMERS, AVOIDING WHERE REASONABLY POSSIBLE ANY INTERCLASS OR INTRAClass CROSS SUBSIDY.~~

~~(3) THE COMPETITIVE TRANSITION CHARGE MAY BE INCLUDED ON BILLS TO CUSTOMERS FOR A PERIOD DETERMINED BY THE COMMISSION. THE COMMISSION MAY ESTABLISH RECOVERY PERIODS OF DIFFERENT LENGTHS FOR EACH ELECTRIC COMPANY AND FOR DIFFERENT CATEGORIES OF TRANSITION COSTS.~~

~~(4) (4) A COMPETITIVE TRANSITION CHARGE, OR OTHER APPROPRIATE MECHANISM DETERMINED BY THE COMMISSION, MAY NOT BE PAID FOR ANY ON-SITE GENERATED ELECTRICITY TO THE EXTENT OF:~~