- (2) The Commission shall determine a fair and equitable allocation for collecting the charges among all customer classes pursuant to subsection (d) of this section.
- (3) [Any] IN ACCORDANCE WITH SUBSECTION (F)(5) OF THIS SECTION, ANY unexpended universal service program funds returned to customers under subsection [(h)] (F) of this section shall be returned to EACH customer [classes] CLASS AS A CREDIT in the same [proportions as they were collected] PROPORTION THAT THE CUSTOMER CLASS CONTRIBUTED CHARGES TO THE FUND.
- (4) An electric company shall recover universal service program costs in accordance with § 7-512 of this subtitle.
- (5) The Commission shall determine the allocation of the universal service charge among the generation, transmission, and distribution rate components of all classes.
- (6) The Commission may not assess the universal service surcharge on a per kilowatt-hour basis.
- (c) (1) On or before December 1[, 1999, and on an annual basis thereafter] OF EACH YEAR, the Commission shall report, subject to § 2-1246 of the State Government Article, to the General Assembly on the universal service program, including:
- (1) (I) subject to [subsections (d) and (e)] SUBSECTION (D) of this section, a recommendation on the total amount of funds for the program for the following fiscal year BASED ON:
- $\stackrel{\mbox{\scriptsize (I)}}{}$   $\stackrel{\mbox{\scriptsize 1.}}{}$  THE LEVEL OF PARTICIPATION IN AND THE AMOUNTS EXPENDED FROM THE UNIVERSAL SERVICE PROGRAM DURING THE PRECEDING FISCAL YEAR;
- $\frac{(H)}{2.}$  HOW PAYMENTS TO CUSTOMERS WERE CALCULATED DURING THE PRECEDING FISCAL YEAR;
- $\frac{(H\!H)}{2}$   $\underline{3}.$  The projected needs of the universal service program for the next fiscal year; and
- $(\overline{IV})$  4. THE AMOUNT OF ANY SURPLUS CARRIED OVER IN THE UNIVERSAL SERVICE PROGRAM FUND UNDER SUBSECTION (F)(5)(I) OF THIS SECTION;
  - (2) (II) for bill assistance:
- $\frac{\text{(i)}}{1}$  the total amount of need, as determined by the Commission, for electric customers with annual incomes at or below 150% of the federal poverty level and the basis for this determination; and
- $\frac{\text{(ii)}}{2}$  the percentage of need, as determined by the Commission, but at a minimum of 50%, that should be funded through the universal service program and the basis for this determination;