

**RIDER USP  
UNIVERSAL SERVICE PROGRAM RECOVERY RIDER**

APPLICABILITY

This rider is applicable to Service Classifications R, GSND, GSD, LP, T, T-NSWC, SF, and CCSS. The charges herein are to recover costs of universal service programs required by the Maryland Electric Customer Choice and Competition Act of 1999, including bill assistance, low-income weatherization and the retirement or arrearages that were included prior to July 1, 2000. The charges are as follows:

SERVICE CLASSIFICATION

CHARGE

|  |   |
|--|---|
| R                                      | \$0.32 per Month per Residential Customer   |
| GSND, GSD, LP, T, T-NSWC, SF, and CCSS | The monthly USP charge per customer is stated below* and is determined based on the Customer's prior year annual distribution revenue in accordance with the Commission orders**. |

\* Monthly Universal Service Charge for General Service Non-Demand, General Service Demand, Large Power, Transmission, Transmission-Naval Surface Warfare Center, Special Contract, Solar Facility, and Calvert Cliffs Standby Customers

| Customer's Annual Distribution Revenue for prior Year** | Monthly Universal Service Program Charge |
|---|--|
| Under \$175   | \$0.25                                   |
| \$175-1,299   | \$1.85                                   |
| \$1,300-2,599   | \$6.14                                   |
| \$2,600-6,499   | \$12.28                                  |
| \$6,500-12,999  | \$24.56                                  |
| \$13,000-25,999   | \$36.85                                  |
| \$26,000-51,999   | \$49.13                                  |
| \$52,000-77,999   | \$92.12                                  |
| \$78,000-103,999  | \$122.82                                 |
| \$104,000-129,999                                       | \$184.22                                 |
| \$130,000-181,999                                       | \$276.35                                 |
| \$182,000-233,999                                       | \$368.46                                 |
| \$234,000-259,999                                       | \$552.69                                 |
| \$260,000-519,999                                       | \$736.91                                 |
| \$520,000-779,999                                       | \$982.55                                 |
| \$780,000-1,039,999                                     | \$1,228.19                               |
| \$1,040,000-1,299,999                                   | \$1,473.83                               |
| \$1,300,000-1,559,999                                   | \$1,719.47                               |
| \$1,560,000-1,819,999                                   | \$1,965.10                               |
| \$1,820,000-2,079,999                                   | \$2,149.33                               |
| \$2,080,000-2,339,999                                   | \$2,333.56                               |
| \$2,340,000-2,599,999                                   | \$2,456.38                               |
| \$2,600,000-3,249,999                                   | \$2,579.20                               |
| Over \$3,250,000  | \$2,763.43                               |

\*\* During the first quarter of each calendar year, the annual distribution revenue for the prior year will be determined for each GSND, GSD, LP, T, T-NSWC, SF, and CCSS customer, and each customer will be re-positioned into the appropriate EUSP tier above beginning at that time and continuing until customers are re-positioned in the first quarter of the following year. For any customer that does not have a full calendar year of distribution billing for the prior year, SMECO will make an estimate to use for positioning that customer in the proper EUSP tier above. Distribution revenue includes the distribution energy and demand charges, the Facilities Charge, the CTC charge, and the Public Service Company Franchise Tax.