

ANNEX E

Under Section 5(b) to record the Universal Charge component in the books of Accounts of the Collecting Entity

To record the Universal Charge component in the books of accounts of the Collecting Entity upon billing:

Dr. Accounts Receivable – UC for SD and SCC of NPC	xxx
Dr. Accounts Receivable – UC for SC of DUs	xxx
Dr. Accounts Receivable – UC for ME	xxx
Dr. Accounts Receivable – UC for T & R	xxx
Dr. Accounts Receivable – UC for WA	xxx
Dr. Accounts Receivable – UC for Removal of CS	xxx
Cr. UC STF Liability – UC for SD and SCC of NPC	xxx
Cr. UC STF Liability – UC for SC of DUs	xxx
Cr. UC STF Liability – UC for ME	xxx
Cr. UC STF Liability – UC for T & R	xxx
Cr. UC STF Liability – UC for WA	xxx
Cr. UC STF Liability – UC for Removal of CS	xxx

To record the bill for each Universal Charge component for the month

Upon collection, the Collecting Entity shall record the collection of the Universal Charge components as follows:

Dr. Cash – UC Restricted	xxx
Cr. Accounts Receivable – UC for SD and SCC of NPC	xxx
Cr. Accounts Receivable – UC for SC of DUs	xxx
Cr. Accounts Receivable – UC for ME	xxx
Cr. Accounts Receivable – UC for T & R	xxx
Cr. Accounts Receivable – UC for WA	xxx
Cr. Accounts Receivable – UC for Removal of CS	xxx

To record collection of each Universal Charge component for the month

Upon remittance of the Universal Charge to the Main Account, the Collecting Entities shall record the remittance of the Universal Charge as follows:

Dr. UC STF Liability – UC for SD and SCC of NPC	xxx	
Dr. UC STF Liability – UC for SC of DUs	xxx	
Dr. UC STF Liability – UC for ME	xxx	
Dr. UC STF Liability – UC for T & R	xxx	
Dr. UC STF Liability – UC for WA	xxx	
Dr. UC STF Liability – UC for Removal of CS	xxx	
Cr. Cash – UC Restricted		xxx
To record the remittance of the UC to the Main Account		

Note:

UC for SD and SCC of NPC	=	Universal Charge for Stranded Debt and Stranded Contract Cost of NPC
UC for SC of DUs	=	Universal Charge for Stranded Cost Of Distribution Utilities
UC for ME	=	Universal Charge for Missionary Electrification
UC for T & R	=	Universal Charge for Equalization of Taxes and Royalties
UC for WA	=	Universal Charge for rehabilitation and maintenance of watershed areas
UC for Removal of CS	=	Universal Charge for the removal of cross-subsidies