

100TH GENERAL ASSEMBLY State of Illinois 2017 and 2018 HB4989

by Rep. Fred Crespo

SYNOPSIS AS INTRODUCED:

65 ILCS 5/Art. 11 Div. 15.4 heading new 65 ILCS 5/11-15.4-1 new

Amends the Illinois Municipal Code. Defines "underground" and "undergrounding". Provides that public utilities shall underground specified electric transmission lines under certain conditions. Provides that the Illinois Commerce Commission shall allow a public utility to recover from all retail customers in its service territory all reasonable and prudent costs that it incurs related to the undergrounding of such transmission lines. Provides that a public utility shall record and defer such costs as a regulatory asset to be included in the public utility's total rate base and amortized over a reasonable period that is equal to the expected life of such transmission line. Effective immediately.

LRB100 16684 AWJ 31822 b

FISCAL NOTE ACT MAY APPLY

1 AN ACT concerning local government.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- 4 Section 5. The Illinois Municipal Code is amended by adding
- 5 Division 15.4 to Article 11 as follows:
- 6 (65 ILCS 5/Art. 11 Div. 15.4 heading new)
- 7 <u>DIVISION 15.4.</u>
- 8 UNDERGROUNDING UTILITY FACILITIES
- 9 (65 ILCS 5/11-15.4-1 new)
- 10 Sec. 11-15.4-1. Undergrounding utility facilities.
- 11 (a) As used in this Division and unless the context
- 12 <u>requires otherwise</u>, "underground" or "undergrounding" means
- 13 routing and constructing electric transmission lines and their
- 14 <u>associated components below ground, consistent with sound</u>
- engineering and utility practices.
- 16 (b) In the interest of public health and safety,
- 17 reliability, and electric grid security, a public utility, as
- defined by Section 3-105 of the Public Utilities Act, shall
- 19 underground any 138 kilowatt or greater electric transmission
- 20 line constructed after the effective date of this amendatory
- 21 Act of the 100th General Assembly where:
- 22 (1) such transmission line or any portion thereof is to

be located within 26,000 feet of an airport that is located
in and owned by a municipality with a population greater
than 70,000 and less than 80,000 located in or contiguous
to a county with a population in excess of 1,000,000
inhabitants; or

(2) such transmission line is to be located in 4 or more contiguous municipalities with a population density of 1,000 per square mile or more as of the most recent federal decennial census.

shall not be allocated solely to the municipality or municipalities in which it is underground; instead, the Illinois Commerce Commission shall allow a public utility to fully recover from all retail customers in its service territory all reasonable and prudent costs that it incurs related to the undergrounding of transmission lines. The public utility shall record and defer such costs as a regulatory asset to be included in the public utility's total rate base and amortized over a reasonable period that is equal to the expected life of the transmission line. Such regulatory assets shall be collected from all ratepayers system-wide, and not only from ratepayers in the corporate limits of the municipality or municipalities within which the transmission line is constructed.

Section 99. Effective date. This Act takes effect upon becoming law.