1

AN ACT in relation to public utilities.

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

Section 5. The Public Utilities Act is amended by
changing Section 13-502.5 as follows:

6 (220 ILCS 5/13-502.5)

7 (Section scheduled to be repealed on July 1, 2005)
8 Sec. 13-502.5. Services alleged to be improperly
9 classified.

(a) Any action or proceeding pending 10 before the Commission upon the effective date of this amendatory Act of 11 the 92nd General Assembly in which it is alleged that a 12 13 telecommunications carrier has improperly classified services as competitive, other than a case pertaining to Section 14 15 13-506.1, shall be abated and shall not be maintained or 16 continued.

(b) All retail telecommunications services provided to 17 18 business end users by any telecommunications carrier subject, 19 as of May 1, 2001, to alternative regulation under an 20 alternative regulation plan pursuant to Section 13-506.1 of this Act shall be classified as competitive as of the 21 22 effective date of this amendatory Act of the 92nd General Assembly without further Commission review. Rates for retail 23 telecommunications services provided to business end users 24 with 4 or fewer access lines shall not exceed the rates the 25 26 carrier charged for those services on May 1, 2001. This 27 restriction upon the rates of retail telecommunications services provided to business end users shall remain in force 28 29 and effect through July 1, 2005; provided, however, that nothing in this Section shall be construed to prohibit 30 reduction of those rates. Rates for retail telecommunications 31

services provided to business end users with 5 or more access lines shall not be subject to the restrictions set forth in this subsection.

4 The Commission shall report to the General Assembly no 5 later than January 1, 2004 whether rates for retail 6 telecommunications services provided to business end users 7 with 4 or fewer access lines have declined or increased since 8 this Section was added by Public Act 92-22.

All retail vertical services, as defined herein, 9 (C) that are provided by a telecommunications carrier subject, as 10 11 of May 1, 2001, to alternative regulation under an 12 alternative regulation plan pursuant to Section 13-506.1 of this Act shall be classified as competitive as of June 1, 13 2003 without further Commission review. Retail vertical 14 15 services shall include, for purposes of this Section, 16 services available on a subscriber's telephone line that the subscriber pays for on a periodic or per use basis, but shall 17 not include caller identification and call waiting. 18

19 (d) Any action or proceeding before the Commission upon the effective date of this amendatory Act of the 92nd General 20 21 Assembly, in which it is alleged that a telecommunications 22 carrier has improperly classified services as competitive, 23 other than a case pertaining to Section 13-506.1, shall be abated and the services the classification of which is at 24 25 issue shall be deemed either competitive or noncompetitive as set forth in this Section. Any telecommunications carrier 26 subject to an action or proceeding in which it is alleged 27 that the telecommunications carrier has improperly classified 28 29 services as competitive shall be deemed liable to refund, and 30 shall refund, the sum of \$90,000,000 to that class or those classes of its customers that were alleged to have paid rates 31 in excess of noncompetitive rates as the result of the 32 improper classification. The telecommunications 33 alleged 34 carrier shall make the refund no later than 120 days after

the effective date of this amendatory Act of the 92nd General
 Assembly.

(e) Any telecommunications carrier subject to an action 3 4 proceeding in which it is alleged that or the 5 telecommunications carrier has improperly classified services 6 as competitive shall also pay the sum of \$15,000,000 to the Digital Divide Elimination Fund established pursuant to 7 Section 5-20 of the Eliminate the Digital Divide Law, and 8 9 shall further pay the sum of \$15,000,000 to the Digital 10 Divide Elimination Infrastructure Fund established pursuant to Section 13-301.3 of this Act. The telecommunications 11 carrier shall make each of these payments in 3 installments 12 of \$5,000,000, payable on July 1 of 2002, 2003, and 2004. The 13 telecommunications carrier shall have no further accounting 14 for these payments, which shall be used for the purposes 15 16 established in the Eliminate the Digital Divide Law.

17 (f) All other services shall be classified pursuant to18 Section 13-502 of this Act.

19 (Source: P.A. 92-22, eff. 6-30-01.)

Section 99. Effective date. This Act takes effect uponbecoming law.