97TH GENERAL ASSEMBLY

State of Illinois

2011 and 2012

HB3036

Introduced 2/23/2011, by Rep. Thomas Holbrook

SYNOPSIS AS INTRODUCED:

220 ILCS 5/16-120

Amends the Public Utilities Act. Provides that beginning in 2012, the Illinois Commerce Commission shall prepare an annual report regarding the development of electricity markets in Illinois which shall be filed by April 1 of each year with the Joint Committee on Legislative Support Services of the General Assembly and the Governor and which shall be publicly available. Provides that the report shall include, at a minimum, specified information, including the status of consumer protections for the retail customers of alternative retail electric suppliers, and recommendations for improving such consumer protections to the General Assembly for adoption based on conditions in Illinois and other states with competitive markets for retail electric customers.

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FISCAL NOTE ACT MAY APPLY

A BILL FOR

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AN ACT concerning public utilities.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 5. The Public Utilities Act is amended by changing
Section 16-120 as follows:

6 (220 ILCS 5/16-120)

Sec. 16-120. Development of competitive market; Commission
study and reports; investigation.

9 (a) On or before December 31, 1999 and once every 3 years thereafter, the Commission shall monitor and analyze patterns 10 of entry and exit, applications for entry and exit, and any 11 12 barriers to entry or participation that may exist, for services provided under this Article; shall analyze any impediments to 13 14 the establishment of a fully competitive energy and power market in Illinois; and shall include its findings together 15 16 with appropriate recommendations for legislative action in a 17 report to the General Assembly.

(b) Beginning in 2001, and ending in 2006, <u>and beginning</u> <u>again in 2012,</u> the Commission shall prepare an annual report regarding the development of electricity markets in Illinois which shall be filed by April 1 of each year with the Joint Committee on Legislative Support Services of the General Assembly and the Governor and which shall be publicly 1 available. Such report shall include, at a minimum, the 2 following information:

3 (1) the aggregate annual peak demand of retail 4 customers in the State of Illinois in the preceding 5 calendar year;

6 (2) the total annual kilowatt-hours delivered and sold 7 to retail customers in the State of Illinois by each 8 electric utility within its own service territory, each 9 electric utility outside its service territory, and 10 alternative retail electric suppliers in the preceding 11 calendar year;

12 the percentage of the total kilowatt-hours (3) 13 delivered and sold to retail customers in the State of 14 Illinois in the preceding calendar year by each electric 15 utility within its service territory, each electric 16 utility outside its service territory, and each 17 alternative retail electric supplier; and

(4) any other information the Commission considers 18 19 significant in assessing the development of Illinois 20 electricity markets, which may include, to the extent available, information similar to that described in items 21 22 1, 2 and 3 with respect to cogeneration, self-generation 23 and other sources of electric power and energy provided to customers that do not take delivery services or bundled 24 25 electric utility services; and

(5) the status of consumer protections for the retail

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1 <u>customers of alternative retail electric suppliers, and</u>
2 <u>recommendations for improving such consumer protections</u>
3 <u>whether through administrative action, Commission rule, or</u>
4 <u>recommendations to the General Assembly for adoption based</u>
5 <u>on conditions in Illinois and other states with competitive</u>
6 <u>markets for retail electric customers</u>.

The Commission may also include such other information as 7 8 it deems to be necessary or beneficial in describing or 9 explaining the results of its Report. The Report required by 10 this Section shall be adopted by a vote of the full Commission 11 prior to filing. Proprietary or confidential information shall 12 not be disclosed publicly. Nothing contained in this Section shall prohibit the Commission from taking actions that would 13 otherwise be allowed under this Act. 14

(c) The Commission shall prepare a report on the value of municipal aggregation of electricity customers. The report shall be filed with the General Assembly and the Governor no later than January 15, 2003 and shall be publicly available. The report shall, at a minimum, include:

(1) a description and analysis of actual and potential
forms of aggregation of electricity customers in Illinois
and in the other states, including aggregation through
municipal, affinity, and other organizations and through
aggregation of consumer purchases of electricity from
renewable energy sources;

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(2) estimates of the potential benefits of municipal

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aggregation to Illinois electricity customers in at least 5 specific municipal examples comparing their costs under bundled rates and unbundled rates, including real-time prices;

5 (3) a description of the barriers to municipal and 6 other forms of aggregation in Illinois, including legal, 7 economic, informational, and other barriers; and

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(4) options for legislative action to foster municipal and other forms of aggregation of electricity customers.

10 In preparing the report, the Commission shall consult with 11 persons involved in aggregation or the study of aggregation of 12 electricity customers in Illinois, including municipalities, utilities, aggregators, and non-profit organizations. 13 The provisions of Section 16-122 notwithstanding, the Commission 14 15 may request and utilities shall provide such aggregated load 16 data as may be necessary to perform the analyses required by 17 subsection; provided, however, proprietary this or confidential information shall not be disclosed publicly. 18

19 (Source: P.A. 92-585, eff. 6-26-02.)