

## 95TH GENERAL ASSEMBLY

## State of Illinois

# 2007 and 2008

#### HB4838

by Rep. Renée Kosel

## SYNOPSIS AS INTRODUCED:

220 ILCS 5/9-225

from Ch. 111 2/3, par. 9-225

Amends the Public Utilities Act. Makes provisions concerning advertising expenditures applicable to water and sewer utilities in addition to electric and gas utilities. Effective immediately.

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AN ACT concerning regulation.

# 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 9-225 as follows:

6 (220 ILCS 5/9-225) (from Ch. 111 2/3, par. 9-225)

7 Sec. 9-225. (1) For the purposes of this Section:

8 (a) "Advertising" means the commercial use, by an electric, 9 or gas, water, or sewer utility, of any media, including 10 newspapers, printed matter, radio and television, in order to 11 transmit a message to a substantial number of members of the 12 public or to such utility's consumers;

(b) "Political advertising" means any advertising for the purpose of influencing public opinion with respect to legislative, administrative or electoral matters, or with respect to any controversial issue of public importance;

17 (c) "Promotional advertising" means any advertising for 18 the purpose of encouraging any person to select or use the 19 service or additional service of a utility or the selection or 20 installation of any appliance or equipment designed to use such 21 utility's service; and

(d) "Goodwill or institutional advertising" means anyadvertising either on a local or national basis designed

primarily to bring the utility's name before the general public in such a way as to improve the image of the utility or to promote controversial issues for the utility or the industry.

(2) In any general rate increase requested by any gas, or 4 5 electric, water, or sewer utility company under the provisions of this Act, the Commission shall not consider, for the purpose 6 7 of determining any rate, charge or classification of costs, any direct or indirect expenditures for promotional, political, 8 9 institutional or goodwill advertising, unless the Commission 10 finds the advertising to be in the best interest of the 11 Consumer or authorized as provided pursuant to subsection 3 of 12 this Section.

13 (3) The following categories of advertising shall be 14 considered allowable operating expenses for gas, or electric, 15 <u>water, or sewer</u> utilities:

16 (a) Advertising which informs consumers how they can
17 conserve energy <u>or water</u>, <del>or can</del> reduce peak demand for
18 electric or gas energy, <u>or reduce demand for water</u>;

(b) Advertising required by law or regulations, including
advertising required under Part I of Title II of the National
Energy Conservation Policy Act;

(c) Advertising regarding service interruptions, safetymeasures or emergency conditions;

24 (d) Advertising concerning employment opportunities with 25 such utility;

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(e) Advertising which promotes the use of energy efficient

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1 appliances, equipment or services;

2 (f) Explanations of existing or proposed rate schedules or3 notifications of hearings thereon;

4 (g) Advertising that identifies the location and operating
5 hours of company business offices;

6 (h) Advertising which promotes the shifting of demand from 7 peak to off-peak hours or which encourages the off-peak usage 8 of the service; and

9 (i) "Other" categories of advertisements not includable in 10 paragraphs (a) through (h), but which are not political, 11 promotional, institutional or goodwill advertisements.

12 (Source: P.A. 84-617.)

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

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