

Rep. William Davis

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	10200HB2630ham001 LRB102 13170 SPS 23574 a
1	AMENDMENT TO HOUSE BILL 2630
2	AMENDMENT NO Amend House Bill 2630 by replacing
3	everything after the enacting clause with the following:
4	"Section 5. The Public Utilities Act is amended by
5	changing Section 16-108 as follows:
6	(220 ILCS 5/16-108)
7	Sec. 16-108. Recovery of costs associated with the
8	provision of delivery and other services.
9	(a) An electric utility shall file a delivery services
10	tariff with the Commission at least 210 days prior to the date
11	that it is required to begin offering such services pursuant
12	to this Act. An electric utility shall provide the components
13	of delivery services that are subject to the jurisdiction of
14	the Federal Energy Regulatory Commission at the same prices,
15	terms and conditions set forth in its applicable tariff as
16	approved or allowed into effect by that Commission. The

10200HB2630ham001 -2- LRB102 13170 SPS 23574 a

1 Commission shall otherwise have the authority pursuant to Article IX to review, approve, and modify the prices, terms 2 3 and conditions of those components of delivery services not 4 subject to the jurisdiction of the Federal Energy Regulatory 5 Commission, including the authority to determine the extent to 6 which such delivery services should be offered on an unbundled basis. In making any such determination the Commission shall 7 consider, at a minimum, the effect of additional unbundling on 8 9 (i) the objective of just and reasonable rates, (ii) electric 10 utility employees, and (iii) the development of competitive 11 markets for electric energy services in Illinois.

(b) The Commission shall enter an order approving, or approving as modified, the delivery services tariff no later than 30 days prior to the date on which the electric utility must commence offering such services. The Commission may subsequently modify such tariff pursuant to this Act.

The electric utility's tariffs shall define the 17 (C)classes of its customers for purposes of delivery services 18 charges. Delivery services shall be priced and made available 19 20 to all retail customers electing delivery services in each 21 such class on a nondiscriminatory basis regardless of whether 22 the retail customer chooses the electric utility, an affiliate 23 of the electric utility, or another entity as its supplier of 24 electric power and energy. Charges for delivery services shall 25 be cost based, and shall allow the electric utility to recover 26 the costs of providing delivery services through its charges 10200HB2630ham001 -3- LRB102 13170 SPS 23574 a

1 to its delivery service customers that use the facilities and services associated with such costs. Such costs shall include 2 the costs of owning, operating and maintaining transmission 3 4 and distribution facilities. The Commission shall also be 5 authorized to consider whether, and if so to what extent, the following costs are appropriately included in the electric 6 utility's delivery services rates: (i) the costs of that 7 8 portion of generation facilities used for the production and 9 absorption of reactive power in order that retail customers 10 located in the electric utility's service area can receive 11 electric power and energy from suppliers other than the electric utility, and (ii) the costs associated with the use 12 13 redispatch of generation facilities to mitigate and 14 constraints on the transmission or distribution system in 15 order that retail customers located in the electric utility's 16 service area can receive electric power and energy from suppliers other than the electric utility. Nothing in this 17 subsection shall be construed as directing the Commission to 18 allocate any of the costs described in (i) or (ii) that are 19 20 found to be appropriately included in the electric utility's delivery services rates to any particular customer group or 21 22 geographic area in setting delivery services rates.

(d) The Commission shall establish charges, terms and conditions for delivery services that are just and reasonable and shall take into account customer impacts when establishing such charges. In establishing charges, terms and conditions 10200HB2630ham001 -4- LRB102 13170 SPS 23574 a

1 for delivery services, the Commission shall take into account 2 voltage level differences. A retail customer shall have the 3 option to request to purchase electric service at any delivery 4 service voltage reasonably and technically feasible from the 5 electric facilities serving that customer's premises provided that there are no significant adverse impacts upon system 6 reliability or system efficiency. A retail customer shall also 7 8 have the option to request to purchase electric service at any point of delivery that is reasonably and technically feasible 9 10 provided that there are no significant adverse impacts on 11 system reliability or efficiency. Such requests shall not be unreasonably denied. 12

13 Electric utilities shall recover the costs (e) of 14 installing, operating or maintaining facilities for the 15 particular benefit of one or more delivery services customers, 16 including without limitation any costs incurred in complying with a customer's request to be served at a different voltage 17 level, directly from the retail customer or customers for 18 whose benefit the costs were incurred, to the extent such 19 20 costs are not recovered through the charges referred to in subsections (c) and (d) of this Section. 21

(f) An electric utility shall be entitled but not required to implement transition charges in conjunction with the offering of delivery services pursuant to Section 16-104. If an electric utility implements transition charges, it shall implement such charges for all delivery services customers and 10200HB2630ham001 -5- LRB102 13170 SPS 23574 a

for all customers described in subsection (h), but shall not implement transition charges for power and energy that a retail customer takes from cogeneration or self-generation facilities located on that retail customer's premises, if such facilities meet the following criteria:

(i) the cogeneration or self-generation facilities 6 7 serve a single retail customer and are located on that customer's premises (for purposes 8 retail of this 9 subparagraph and subparagraph (ii), an industrial or 10 manufacturing retail customer and a third party contractor that is served by such industrial or manufacturing 11 customer through such retail customer's own electrical 12 13 distribution facilities under the circumstances described in subsection (vi) of the definition of "alternative 14 15 retail electric supplier" set forth in Section 16-102, shall be considered a single retail customer); 16

17 (ii) the cogeneration or self-generation facilities either (A) are sized pursuant to generally accepted 18 engineering standards for the retail customer's electrical 19 20 load at that premises (taking into account standby or 21 other reliability considerations related to that retail customer's operations at that site) or (B) if the facility 22 23 is а cogeneration facility located on the retail 24 customer's premises, the retail customer is the thermal 25 host for that facility and the facility has been designed 26 to meet that retail customer's thermal energy requirements 10200HB2630ham001 -6- LRB102 13170 SPS 23574 a

resulting in electrical output beyond that retail customer's electrical demand at that premises, comply with the operating and efficiency standards applicable to "qualifying facilities" specified in title 18 Code of Federal Regulations Section 292.205 as in effect on the effective date of this amendatory Act of 1999;

(iii) the retail customer on whose premises the 7 8 facilities are located either has an exclusive right to 9 receive, and corresponding obligation to pay for, all of 10 the electrical capacity of the facility, or in the case of 11 a cogeneration facility that has been designed to meet the retail customer's thermal energy requirements at that 12 13 premises, an identified amount of the electrical capacity 14 of the facility, over a minimum 5-year period; and

(iv) if the cogeneration facility is sized for the retail customer's thermal load at that premises but exceeds the electrical load, any sales of excess power or energy are made only at wholesale, are subject to the jurisdiction of the Federal Energy Regulatory Commission, and are not for the purpose of circumventing the provisions of this subsection (f).

If a generation facility located at a retail customer's premises does not meet the above criteria, an electric utility implementing transition charges shall implement a transition charge until December 31, 2006 for any power and energy taken by such retail customer from such facility as if such power and 10200HB2630ham001 -7- LRB102 13170 SPS 23574 a

1 energy had been delivered by the electric utility. Provided, however, that an industrial retail customer that is taking 2 3 power from a generation facility that does not meet the above 4 criteria but that is located on such customer's premises will 5 not be subject to a transition charge for the power and energy taken by such retail customer from such generation facility if 6 the facility does not serve any other retail customer and 7 8 either was installed on behalf of the customer and for its own 9 use prior to January 1, 1997, or is both predominantly fueled 10 by byproducts of such customer's manufacturing process at such 11 premises and sells or offers an average of 300 megawatts or more of electricity produced from such generation facility 12 13 into the wholesale market. Such charges shall be calculated as provided in Section 16-102, and shall be collected on each 14 15 kilowatt-hour delivered under a delivery services tariff to a 16 retail customer from the date the customer first takes delivery services until December 31, 2006 except as provided 17 in subsection (h) of this Section. Provided, however, that an 18 electric utility, other than an electric utility providing 19 20 service to at least 1,000,000 customers in this State on 21 January 1, 1999, shall be entitled to petition for entry of an 22 order by the Commission authorizing the electric utility to 23 implement transition charges for an additional period ending 24 no later than December 31, 2008. The electric utility shall 25 file its petition with supporting evidence no earlier than 16 26 months, and no later than 12 months, prior to December 31,

10200HB2630ham001 -8- LRB102 13170 SPS 23574 a

1 2006. The Commission shall hold a hearing on the electric utility's petition and shall enter its order no later than 8 2 months after the petition is filed. The Commission shall 3 4 determine whether and to what extent the electric utility 5 shall be authorized to implement transition charges for an additional period. The Commission may authorize the electric 6 utility to implement transition charges for some or all of the 7 8 additional period, and shall determine the mitigation factors 9 to be used in implementing such transition charges; provided, 10 that the Commission shall not authorize mitigation factors 11 less than 110% of those in effect during the 12 months ended December 31, 2006. In making its determination, the Commission 12 13 shall consider the following factors: the necessity to 14 implement transition charges for an additional period in order 15 to maintain the financial integrity of the electric utility; 16 the prudence of the electric utility's actions in reducing its costs since the effective date of this amendatory Act of 1997; 17 the ability of the electric utility to provide safe, adequate 18 and reliable service to retail customers in its service area; 19 20 and the impact on competition of allowing the electric utility 21 to implement transition charges for the additional period.

(g) The electric utility shall file tariffs that establish the transition charges to be paid by each class of customers to the electric utility in conjunction with the provision of delivery services. The electric utility's tariffs shall define the classes of its customers for purposes of calculating 10200HB2630ham001 -9- LRB102 13170 SPS 23574 a

1 transition charges. The electric utility's tariffs shall provide for the calculation of transition charges on 2 a 3 customer-specific basis for any retail customer whose average 4 monthly maximum electrical demand on the electric utility's 5 system during the 6 months with the customer's highest monthly 6 maximum electrical demands equals or exceeds 3.0 megawatts for electric utilities having more than 1,000,000 customers, and 7 8 for other electric utilities for any customer that has an 9 average monthly maximum electrical demand on the electric 10 utility's system of one megawatt or more, and (A) for which 11 there exists data on the customer's usage during the 3 years preceding the date that the customer became eligible to take 12 13 delivery services, or (B) for which there does not exist data 14 on the customer's usage during the 3 years preceding the date 15 that the customer became eligible to take delivery services, 16 if in the electric utility's reasonable judgment there exists comparable usage information or a sufficient basis to develop 17 18 such information, and further provided that the electric 19 utility can require customers for which an individual 20 calculation is made to sign contracts that set forth the 21 transition charges to be paid by the customer to the electric 22 utility pursuant to the tariff.

(h) An electric utility shall also be entitled to file tariffs that allow it to collect transition charges from retail customers in the electric utility's service area that do not take delivery services but that take electric power or 10200HB2630ham001 -10- LRB102 13170 SPS 23574 a

1 energy from an alternative retail electric supplier or from an electric utility other than the electric utility in whose 2 3 service area the customer is located. Such charges shall be 4 calculated, in accordance with the definition of transition 5 charges in Section 16-102, for the period of time that the customer would be obligated to pay transition charges if it 6 were taking delivery services, except that no deduction for 7 8 delivery services revenues shall be made in such calculation, 9 and usage data from the customer's class shall be used where 10 historical usage data is not available for the individual 11 customer. The customer shall be obligated to pay such charges on a lump sum basis on or before the date on which the customer 12 13 commences to take service from the alternative retail electric 14 supplier or other electric utility, provided, that the 15 electric utility in whose service area the customer is located 16 shall offer the customer the option of signing a contract pursuant to which the customer pays such charges ratably over 17 18 the period in which the charges would otherwise have applied.

(i) An electric utility shall be entitled to add to the 19 20 bills of delivery services customers charges pursuant to 21 Sections 9-221, 9-222 (except as provided in Section 9-222.1), and Section 16-114 of this Act, Section 5-5 of the Electricity 22 Infrastructure Maintenance Fee Law, Section 6-5 of the 23 24 Renewable Energy, Energy Efficiency, and Coal Resources 25 Development Law of 1997, and Section 13 of the Energy 26 Assistance Act.

10200HB2630ham001 -11- LRB102 13170 SPS 23574 a

1 (j) If a retail customer that obtains electric power and energy from cogeneration or self-generation facilities 2 installed for its own use on or before January 1, 1997, 3 4 subsequently takes service from an alternative retail electric 5 supplier or an electric utility other than the electric 6 utility in whose service area the customer is located for any portion of the customer's electric power 7 and enerav 8 requirements formerly obtained from those facilities 9 (including that amount purchased from the utility in lieu of 10 such generation and not as standby power purchases, under a 11 cogeneration displacement tariff in effect as of the effective date of this amendatory Act of 1997), the transition charges 12 13 otherwise applicable pursuant to subsections (f), (g), or (h) 14 of this Section shall not be applicable in any year to that 15 portion of the customer's electric power and energy 16 requirements formerly obtained from those facilities, provided, that for purposes of this subsection (j), such 17 18 portion shall not exceed the average number of kilowatt-hours per year obtained from the cogeneration or self-generation 19 20 facilities during the 3 years prior to the date on which the 21 customer became eligible for delivery services, except as provided in subsection (f) of Section 16-110. 22

(k) The electric utility shall be entitled to recover through tariffed charges all of the costs associated with the purchase of zero emission credits from zero emission facilities to meet the requirements of subsection (d-5) of 10200HB2630ham001 -12- LRB102 13170 SPS 23574 a

1 Section 1-75 of the Illinois Power Agency Act. Such costs shall include the costs of procuring the zero emission 2 3 credits, as well as the reasonable costs that the utility 4 incurs as part of the procurement processes and to implement 5 and comply with plans and processes approved by the Commission 6 under such subsection (d-5). The costs shall be allocated across all retail customers through a single, uniform cents 7 8 per kilowatt-hour charge applicable to all retail customers, 9 which shall appear as a separate line item on each customer's 10 bill. Beginning June 1, 2017, the electric utility shall be 11 entitled to recover through tariffed charges all of the costs associated with the purchase of renewable energy resources to 12 13 meet the renewable energy resource standards of subsection (c) 14 of Section 1-75 of the Illinois Power Agency Act, under 15 procurement plans as approved in accordance with that Section 16 and Section 16-111.5 of this Act. Such costs shall include the costs of procuring the renewable energy resources, as well as 17 18 the reasonable costs that the utility incurs as part of the 19 procurement processes and to implement and comply with plans and processes approved by the Commission under such Sections. 20 21 The costs associated with the purchase of renewable energy 22 resources shall be allocated across all retail customers in 23 proportion to the amount of renewable energy resources the 24 utility procures for such customers through a single, uniform 25 cents per kilowatt-hour charge applicable to such retail 26 customers, which shall appear as a separate line item on each

1 such customer's bill.

Notwithstanding whether the Commission has approved the 2 3 initial long-term renewable resources procurement plan as of 4 June 1, 2017, an electric utility shall place new tariffed 5 charges into effect beginning with the June 2017 monthly 6 billing period, to the extent practicable, to begin recovering the costs of procuring renewable energy resources, as those 7 charges are calculated under the limitations described in 8 9 subparagraph (E) of paragraph (1) of subsection (c) of Section 10 1-75 of the Illinois Power Agency Act. Notwithstanding the 11 date on which the utility places such new tariffed charges into effect, the utility shall be permitted to collect the 12 charges under such tariff as if the tariff had been in effect 13 beginning with the first day of the June 2017 monthly billing 14 15 period. For the delivery years commencing June 1, 2017, June 1, 2018, and June 1, 2019, June 1, 2020, and June 1, 2021, the 16 electric utility shall deposit into a separate interest 17 bearing account of a financial institution the monies 18 collected under the tariffed charges. Any interest earned 19 20 shall be credited back to retail customers under the reconciliation proceeding provided for in this subsection (k), 21 22 provided that the electric utility shall first be reimbursed 23 from the interest for the administrative costs that it incurs 24 to administer and manage the account. Any taxes due on the 25 funds in the account, or interest earned on it, will be paid 26 from the account or, if insufficient monies are available in

10200HB2630ham001 -14- LRB102 13170 SPS 23574 a

the account, from the monies collected under the tariffed charges to recover the costs of procuring renewable energy resources. Monies deposited in the account shall be subject to the review, reconciliation, and true-up process described in this subsection (k) that is applicable to the funds collected and costs incurred for the procurement of renewable energy resources.

8 The electric utility shall be entitled to recover all of 9 the costs identified in this subsection (k) through automatic 10 adjustment clause tariffs applicable to all of the utility's 11 retail customers that allow the electric utility to adjust its tariffed charges consistent with this subsection (k). The 12 13 determination as to whether any excess funds were collected 14 during a given delivery year for the purchase of renewable 15 energy resources, and the crediting of any excess funds back 16 to retail customers, shall not be made until after the close of the delivery year, which will ensure that the maximum amount 17 18 of funds is available to implement the approved long-term 19 renewable resources procurement plan during a given delivery 20 year. The amount of excess funds credited back to retail customers shall be reduced by an amount equal to the payment 21 22 obligations required by any contracts entered into by an electric utility under the Adjustable Block Program described 23 24 in subparagraphs (K) through (M) of paragraph (1) of 25 subsection (c) of Section 1-75 of the Illinois Power Agency Act or the Illinois Solar for All Program described in 26

10200HB2630ham001 -15- LRB102 13170 SPS 23574 a

1 subsection (b) of Section 1-56 of the Illinois Power Agency Act, even if such payments have not yet been made. The electric 2 utility's collections under such automatic adjustment clause 3 4 tariffs to recover the costs of renewable energy resources and 5 zero emission credits from zero emission facilities shall be subject to separate annual review, reconciliation, and true-up 6 against actual costs by the Commission under a procedure that 7 specified in the electric utility's automatic 8 shall be 9 adjustment clause tariffs and that shall be approved by the 10 Commission in connection with its approval of such tariffs. 11 The procedure shall provide that any difference between the electric utility's collections under the automatic adjustment 12 charges for an annual period and the electric utility's actual 13 costs of renewable energy resources and zero emission credits 14 15 from zero emission facilities for that same annual period 16 shall be refunded to or collected from, as applicable, the 17 electric utility's retail customers in subsequent periods.

Nothing in this subsection (k) is intended to affect, limit, or change the right of the electric utility to recover the costs associated with the procurement of renewable energy resources for periods commencing before, on, or after June 1, 2017, as otherwise provided in the Illinois Power Agency Act.

Notwithstanding anything to the contrary, the Commission shall not conduct an annual review, reconciliation, and true-up associated with renewable energy resources' collections and costs for the delivery years commencing June 10200HB2630ham001 -16- LRB102 13170 SPS 23574 a

1, 2017, June 1, 2018, June 1, 2019, and June 1, 2020, June 1, 1 2021, and June 1, 2022, and shall instead conduct a single 2 review, reconciliation, and true-up associated with renewable 3 4 energy resources' collections and costs for the 6-year 4-year 5 period beginning June 1, 2017 and ending May 31, 2023 2021, 6 provided that the review, reconciliation, and true-up shall not be initiated until after August 31, 2023 2021. During the 7 6-year 4 year period, the utility shall be permitted to 8 9 collect and retain funds under this subsection (k) and to 10 purchase renewable energy resources under an approved 11 long-term renewable resources procurement plan using those funds regardless of the delivery year in which the funds were 12 13 collected during the 6-year 4-year period.

14 If the amount of funds collected during the delivery year 15 commencing June 1, 2017, exceeds the costs incurred during 16 that delivery year, then up to half of this excess amount, as calculated on June 1, 2018, may be used to fund the programs 17 under subsection (b) of Section 1-56 of the Illinois Power 18 Agency Act in the same proportion the programs are funded 19 20 under that subsection (b). However, any amount identified under this subsection (k) to fund programs under subsection 21 22 (b) of Section 1-56 of the Illinois Power Agency Act shall be 23 reduced if it exceeds the funding shortfall. For purposes of 24 this Section, "funding shortfall" means the difference between 25 \$200,000,000 and the amount appropriated by the General 26 Assembly to the Illinois Power Agency Renewable Energy

10200HB2630ham001 -17- LRB102 13170 SPS 23574 a

Resources Fund during the period that commences on the
 effective date of this amendatory act of the 99th General
 Assembly and ends on August 1, 2018.

4 If the amount of funds collected during the delivery year 5 commencing June 1, 2018, exceeds the costs incurred during that delivery year, then up to half of this excess amount, as 6 calculated on June 1, 2019, may be used to fund the programs 7 under subsection (b) of Section 1-56 of the Illinois Power 8 9 Agency Act in the same proportion the programs are funded 10 under that subsection (b). However, any amount identified 11 under this subsection (k) to fund programs under subsection (b) of Section 1-56 of the Illinois Power Agency Act shall be 12 13 reduced if it exceeds the funding shortfall.

14 If the amount of funds collected during the delivery year 15 commencing June 1, 2019, exceeds the costs incurred during 16 that delivery year, then up to half of this excess amount, as calculated on June 1, 2020, may be used to fund the programs 17 under subsection (b) of Section 1-56 of the Illinois Power 18 Agency Act in the same proportion the programs are funded 19 20 under that subsection (b). However, any amount identified under this subsection (k) to fund programs under subsection 21 22 (b) of Section 1-56 of the Illinois Power Agency Act shall be 23 reduced if it exceeds the funding shortfall.

If the amount of funds collected during the delivery year commencing June 1, 2020, exceeds the costs incurred during that delivery year, then up to half of this excess amount, as 1 calculated on June 1, 2021, may be used to fund the programs 2 under subsection (b) of Section 1-56 of the Illinois Power 3 Agency Act in the same proportion the programs are funded 4 under that subsection (b). However, any amount identified 5 under this subsection (k) to fund programs under subsection 6 (b) of Section 1-56 of the Illinois Power Agency Act shall be 7 reduced if it exceeds the funding shortfall.

If the amount of funds collected during the delivery year 8 9 commencing June 1, 2021, exceeds the costs incurred during 10 that delivery year, then up to half of this excess amount, as calculated on June 1, 2022, may be used to fund the programs 11 under subsection (b) of Section 1-56 of the Illinois Power 12 13 Agency Act in the same proportion the programs are funded 14 under that subsection (b). However, any amount identified 15 under this subsection (k) to fund programs under subsection (b) of Section 1-56 of the Illinois Power Agency Act shall be 16 reduced if it exceeds the funding shortfall. 17

The funding available under this subsection (k), if any, 18 for the programs described under subsection (b) of Section 19 20 1-56 of the Illinois Power Agency Act shall not reduce the 21 amount of funding for the programs described in subparagraph (O) of paragraph (1) of subsection (c) of Section 1-75 of the 22 Illinois Power Agency Act. If funding is available under this 23 24 subsection (k) for programs described under subsection (b) of 25 Section 1-56 of the Illinois Power Agency Act, then the 26 long-term renewable resources plan shall provide for the

1 Agency to procure contracts in an amount that does not exceed 2 the funding, and the contracts approved by the Commission 3 shall be executed by the applicable utility or utilities.

4 (k-5)(1) The General Assembly finds and declares that 5 maintaining continuity in funding for new renewable energy 6 projects in Illinois is critical to preserving jobs, providing lower customer bills, helping to improve the economic 7 well-being of the State of Illinois, and improving the 8 9 environment. To preserve jobs and avoid industry disruption, 10 this Act requires that the Illinois Power Agency update its 11 long-term renewable energy resources procurement plan approved by the Commission pursuant to paragraph (5) of subsection (b) 12 13 of Section 16-111.5 of the Public Utilities Act to leverage 14 funds preserved for renewable energy resource procurement 15 through this amendatory Act of the 102nd General Assembly. This update shall be a one-time update to the long-term 16 renewable resources procurement plan and is intended to be a 17 one-time stimulus program using only that funding preserved 18 19 from reconciliation through this amendatory Act of the 102nd General Assembly, and shall be referred to as the "Emergency 20 21 Relief for Renewable Jobs Program".

22 (2) Notwithstanding anything to the contrary, the Agency shall file an update to the revised long-term renewable 23 24 resources procurement plan approved by the Commission on 25 February 18, 2020 within 15 days after the effective date of this amendatory Act of the 102nd General Assembly in 26

10200HB2630ham001 -20- LRB102 13170 SPS 23574 a

1	accordance with Section 16-111.5 of the Public Utilities Act
2	and paragraph (3) of this subsection. This update shall be
3	limited to specifying how the Agency will allocate capacity
4	between and within programs and procurements pursuant to this
5	Act using any additional funding made available as a result of
6	this amendatory Act of the 102nd General Assembly. The
7	Commission shall approve the update, after notice and hearing,
8	no later than 30 days after it is filed by the Agency.
9	(3) The update to the revised long-term renewable
10	resources procurement plan shall, at a minimum, provide for
11	the following:
12	(A) Procurement of additional renewable energy credits
13	from the categories of the Adjustable Block Program
14	established pursuant to items (i), (ii), and (iii) of
15	subparagraph (K) of paragraph (1) of subsection (c) of
16	Section 1-75 of the Illinois Power Agency Act at the
17	minimum percentages required for each block by
18	subparagraph (K) of paragraph (1) of subsection (c) of
19	Section 1-75 of the Illinois Power Agency Act, and with
20	the remaining 25% allocated equally across each of the
21	three categories. The Agency shall seek to fill a minimum
22	of one block for each of the groups and categories
23	specified in the revised long-term renewable resources
24	procurement plan. Blocks need not conform to each other or
25	previous block sizes. Block capacity in each group and
26	category shall be assigned to waitlisted projects first.

1The renewable energy credit price for the first block2opened in each group and each category of the Emergency3Relief for Renewable Jobs Program shall be 4% lower than4the renewable energy credit price in the last open block5for each respective group and category.

(B) Procurement of renewable energy credits from new 6 utility-scale wind projects, new utility-scale solar 7 8 projects, and new brownfield site photovoltaic projects. 9 The update shall identify proposed procurement quantities 10 for a single procurement event from new utility-scale wind projects, new utility-scale solar projects, and new 11 12 brownfield site photovoltaic projects at a maximum of 1,000,000 renewable energy credits delivered annually from 13 14 each of utility-scale wind projects and utility-scale 15 solar projects, and 100,000 renewable energy credits delivered annually from brownfield site photovoltaic 16 projects using the competitive procurement process 17 described in Section 16-111.5 of the Public Utilities Act. 18 19 Notwithstanding anything to the contrary, projects 20 selected through procurements authorized by this update 21 shall begin delivery of renewable energy credits no earlier than June 1, 2024. The planning for procurement 22 events under this subparagraph (B) shall not delay the 23 24 opening of new blocks of the Adjustable Block Program 25 under subparagraph (A).

26 Any company that receives a renewable energy credit

1 contract from the Emergency Relief for Renewable Jobs Program shall submit an annual report pursuant to Section 5-117 of 2 3 this Act within 6 months after the date of the contract award. 4 (4) The implementation of the update filed under paragraph 5 (2) of this subsection shall commence as soon as practicable with blocks from subparagraph (A) of paragraph (3) of this 6 subsection to open 5 business days after Commission approval. 7 8 (1) A utility that has terminated any contract executed 9 under subsection (d-5) of Section 1-75 of the Illinois Power 10 Agency Act shall be entitled to recover any remaining balance 11 associated with the purchase of zero emission credits prior to such termination, and such utility shall also apply a credit 12 its retail customer bills 13 to in the event of any

14 over-collection.

15 (m)(1) An electric utility that recovers its costs of 16 zero emission credits from zero procuring emission 17 facilities through a cents-per-kilowatthour charge under to subsection (k) of this Section shall be subject to the 18 19 requirements of this subsection (m). Notwithstanding 20 anything to the contrary, such electric utility shall, beginning on April 30, 2018, and each April 30 thereafter 21 22 until April 30, 2026, calculate whether any reduction must 23 be applied to such cents-per-kilowatthour charge that is 24 paid by retail customers of the electric utility that are 25 exempt from subsections (a) through (j) of Section 8-103B of this Act under subsection (1) of Section 8-103B. Such 26

10200HB2630ham001 -23- LRB102 13170 SPS 23574 a

1 charge shall be reduced for such customers for the next 2 delivery year commencing on June 1 based on the amount 3 necessary, if any, to limit the annual estimated average net increase for the prior calendar year due to the future 4 5 energy investment costs to no more than 1.3% of 5.98 cents per kilowatt-hour, which is the average amount paid per 6 7 kilowatthour for electric service during the year ending 8 December 31, 2015 by Illinois industrial retail customers, 9 as reported to the Edison Electric Institute.

10 The calculations required by this subsection (m) shall 11 be made only once for each year, and no subsequent rate 12 impact determinations shall be made.

13 (2) For purposes of this Section, "future energy 14 investment costs" shall be calculated by subtracting the 15 cents-per-kilowatthour charge identified in subparagraph (2) from the sum 16 of this paragraph of the (A) 17 cents-per-kilowatthour charges identified in subparagraph (B) of this paragraph (2): 18

(A) The cents-per-kilowatthour charge identified
in the electric utility's tariff placed into effect
under Section 8-103 of the Public Utilities Act that,
on December 1, 2016, was applicable to those retail
customers that are exempt from subsections (a) through
(j) of Section 8-103B of this Act under subsection (l)
of Section 8-103B.

26

(B) The sum of the following

cents-per-kilowatthour charges applicable to those 1 retail customers that are exempt from subsections (a) 2 through (j) of Section 8-103B of this Act under 3 subsection (1) of Section 8-103B, provided that if one 4 or more of the following charges has been in effect and 5 applied to such customers for more than one calendar 6 7 year, then each charge shall be equal to the average of 8 the charges applied over a period that commences with 9 the calendar year ending December 31, 2017 and ends 10 with the most recently completed calendar year prior 11 to the calculation required by this subsection (m):

(i) the cents-per-kilowatthour charge to recover the costs incurred by the utility under subsection (d-5) of Section 1-75 of the Illinois Power Agency Act, adjusted for any reductions required under this subsection (m); and

17 (ii) the cents-per-kilowatthour charge to
18 recover the costs incurred by the utility under
19 Section 16-107.6 of the Public Utilities Act.

If no charge was applied for a given calendar year under item (i) or (ii) of this subparagraph (B), then the value of the charge for that year shall be zero.

(3) If a reduction is required by the calculation performed under this subsection (m), then the amount of the reduction shall be multiplied by the number of years reflected in the averages calculated under subparagraph 10200HB2630ham001

1 of paragraph (2) of this subsection (B) (m). Such reduction shall be applied to the cents-per-kilowatthour 2 3 charge that is applicable to those retail customers that 4 are exempt from subsections (a) through (j) of Section 5 8-103B of this Act under subsection (1) of Section 8-103B beginning with the next delivery year commencing after the 6 date of the calculation required by this subsection (m). 7

8 (4) The electric utility shall file a notice with the 9 Commission on May 1 of 2018 and each May 1 thereafter until 10 May 1, 2026 containing the reduction, if any, which must 11 be applied for the delivery year which begins in the year of the filing. The notice shall contain the calculations 12 13 made pursuant to this Section. By October 1 of each year 14 beginning in 2018, each electric utility shall notify the 15 Commission if it appears, based on an estimate of the 16 calculation required in this subsection (m), that a reduction will be required in the next year. 17

18 (Source: P.A. 99-906, eff. 6-1-17.)

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