

Rep. Lawrence Walsh, Jr.

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LRB102 24630 AMQ 37952 a

1 AMENDMENT TO SENATE BILL 3866 2 AMENDMENT NO. . Amend Senate Bill 3866 by replacing everything after the enacting clause with the following: 3 "Section 5. The Energy Transition Act is amended by 4 5 changing Section 5-40 as follows: 6 (20 ILCS 730/5-40) 7 (Section scheduled to be repealed on September 15, 2045) 8 Sec. 5-40. Illinois Climate Works Preapprenticeship 9 Program. 10 Subject to appropriation, the Department develop, and through Regional Administrators administer, the 11 12 Illinois Climate Works Preapprenticeship Program. The goal of 13 the Illinois Climate Works Preapprenticeship Program is to create a network of hubs throughout the State that will 14 15 recruit, prescreen, and provide preapprenticeship skills

training, for which participants may attend free of charge and

- 1 receive a stipend, to create a qualified, diverse pipeline of
- 2 workers who are prepared for careers in the construction and
- 3 building trades and clean energy jobs opportunities therein.
- 4 Upon completion of the Illinois Climate Works
- 5 Preapprenticeship Program, the candidates will be connected to
- 6 and prepared to successfully complete an apprenticeship
- 7 program.
- 8 (b) Each Climate Works Hub that receives funding from the
- 9 Energy Transition Assistance Fund shall provide an annual
- 10 report to the Illinois Works Review Panel by April 1 of each
- 11 calendar year. The annual report shall include the following
- 12 information:
- 13 (1) a description of the Climate Works Hub's
- 14 recruitment, screening, and training efforts, including a
- 15 description of training related to construction and
- building trades opportunities in clean energy jobs;
- 17 (2) the number of individuals who apply to
- 18 participate in, and complete the Climate Works Hub's
- 19 program, broken down by race, gender, age, and veteran
- 20 status;
- 21 (3) the number of the individuals referenced in
- 22 paragraph (2) of this subsection who are initially
- 23 accepted and placed into apprenticeship programs in the
- construction and building trades; and
- 25 (4) the number of individuals referenced in paragraph
- 26 (2) of this subsection who remain in apprenticeship

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programs in the construction and building trades or have become journeymen one calendar year after their placement, as referenced in paragraph (3) of this subsection.

- (c) Subject to appropriation, the Department shall provide funding to 3 Climate Works Hubs throughout the State, including one to the Illinois Department of Transportation Region 1, one to the Illinois Department of Transportation Regions 2 and 3, and one to the Illinois Department of Transportation Regions 4 and 5. Climate Works Hubs shall be awarded grants in multi-year increments not to exceed 36 months with the opportunity for grant renewal and modification for subsequent years. The Department shall initially select a community-based provider in each region and shall subsequently select a community-based provider in each region every 3 years.
- (d) Each Climate Works Hub that receives funding from the Energy Transition Assistance Fund shall: The Climate Works Hubs shall recruit, prescreen, and provide preapprenticeship training to equity investment eligible persons. This training shall include information related to opportunities and certifications relevant to clean energy jobs in the construction and building trades.
 - (1) recruit, prescreen, and provide preapprenticeship training to equity investment eligible persons;
 - (2) provide training information related to opportunities and certifications relevant to clean energy

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- (3) provide preapprentices with stipends not less than
 the State minimum wage unless a higher wage is required by
 a locality where the preapprenticeship training program is
- 5 <u>sited.</u>
- 6 (d-5) Priority shall be given to Climate Works Hubs that
- 7 <u>have an agreement with North American Building Trades Unions</u>
- 8 (NABTU) to utilize the Multi-Craft Core Curriculum or
- 9 successor curriculums.
- 10 (e) Funding for the Program is subject to appropriation
- 11 from the Energy Transition Assistance Fund.
- 12 (f) The Department shall adopt any rules deemed necessary
- 13 to implement this Section.
- 14 (Source: P.A. 102-662, eff. 9-15-21.)
- 15 Section 10. The Public Utilities Act is amended by
- 16 changing Sections 5-117, 8-218, and 16-108.30 and by adding
- 17 Section 16-111.11 as follows:
- 18 (220 ILCS 5/5-117)
- 19 Sec. 5-117. Supplier diversity goals.
- 20 (a) The public policy of this State is to collaboratively
- 21 work with companies that serve Illinois residents to improve
- their supplier diversity in a non-antagonistic manner.
- 23 (b) The Commission shall require all gas, electric, and
- 24 water <u>utilities</u> companies with at least 100,000 customers

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under its authority, as well as suppliers of wind energy,
solar energy, hydroelectricity, nuclear energy, and any other
supplier of energy within this State, to submit an annual
report by April 15, 2015 and every April 15 thereafter, in a
searchable Adobe PDF format, on all procurement goals and
actual spending for female-owned, minority-owned,
veteran-owned, and small business enterprises in the previous
calendar year. These goals shall be expressed as a percentage
of the total work performed by the entity submitting the
report, and the actual spending for all female-owned,
minority-owned, veteran-owned, and small business enterprises
shall also be expressed as a percentage of the total work
performed by the entity submitting the report.

- (c) Each participating company in its annual report shall include the following information:
 - (1) an explanation of the plan for the next year to increase participation;
 - (2) an explanation of the plan to increase the goals;
 - (3) the areas of procurement each company shall be actively seeking more participation in the next year;
 - (3.5) a buying plan for the specific goods and services the company intends to buy in the next 6 to 18 months, that is either (i) organized by and reported at the level of each applicable North American Industry Classification System code, (ii) provided using a method, system, or description similar to the North American

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Industry Classification System, or (iii) provided using
the major categories of goods and related services
utilized in the company's procurement system, and
including any procurement codes used by the company, to
assist entrepreneurs and diverse companies to understand
upcoming opportunities to work with the company, however,
a utility shall not be required to include
commercially-sensitive data, nonpublic procurement
information, or other information that could compromise a
utility's ability to negotiate the most advantageous price
or terms;

- (4) an outline of the plan to alert and encourage potential vendors in that area to seek business from the company;
- (5) an explanation of the challenges faced in finding quality vendors and offer any suggestions for what the Commission could do to be helpful to identify those vendors;
- (6) a list of the certifications the company recognizes;
- (7) the point of contact for any potential vendor who wishes to do business with the company and explain the process for a vendor to enroll with the company as a minority-owned, women-owned, or veteran-owned company; and
- (8) any particular success stories to encourage other companies to emulate best practices.

- 1 report shall include (d) Each annual as much State-specific data as possible. If the submitting entity does 2 3 not submit State-specific data, then the company shall include 4 any national data it does have and explain why it could not 5 submit State-specific data and how it intends to do so in future reports, if possible. 6
 - (e) Each annual report shall include the rules, regulations, and definitions used for the procurement goals in the company's annual report.
- 10 (f) The Commission and all participating entities shall 11 hold an annual workshop open to the public in 2015 and every year thereafter on the state of supplier diversity to 12 13 collaboratively seek solutions to structural impediments to 14 achieving stated goals, including testimony from each 15 participating entity as well as subject matter experts and 16 advocates. The Commission shall publish a database on its website of the point of contact for each participating entity 17 for supplier diversity, along with a list of certifications 18 each company recognizes from the information submitted in each 19 20 annual report. The Commission shall publish each annual report 2.1 on its website and shall maintain each annual report for at 22 least 5 years.
- 23 (Source: P.A. 102-558, eff. 8-20-21; 102-662, eff. 9-15-21;
- 24 102-673, eff. 11-30-21.)

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- 1 Sec. 8-218. Utility-scale pilot projects.
- Electric utilities serving greater than 500,000 customers but less than 3,000,000 customers may propose, plan for, construct, install, control, own, manage, or operate up to 2 pilot projects consisting of utility-scale photovoltaic energy generation facilities. A pilot project may consist of photovoltaic energy generation facilities located on one or more sites and may be installed or constructed in phases. Energy storage facilities that are planned for, constructed, installed, controlled, owned, managed, or operated may be constructed in connection with the photovoltaic electricity generation pilot projects.
 - (b) Pilot projects shall be sited in equity investment eligible communities in or near the towns of Peoria and East St. Louis and must result in economic benefits for the members of the communities in which the project will be located. The amount paid per pilot project with or without energy storage facilities cannot exceed \$20,000,000. The electric utility's costs of planning for, constructing, installing, controlling, owning, managing, or operating the photovoltaic electricity generation facilities and energy storage facilities may be recovered, on a kilowatt hour basis, via an automatic adjustment clause tariff applicable to all retail customers, with the tariff to be approved by the Commission after opportunity for review, and with an annual reconciliation component; and for purposes of cost recovery, the photovoltaic

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electricity production facilities may be treated as regulatory
assets, using the same ratemaking treatment in paragraph (1)
of subsection (h) of Section 16-107.6 of this Act, provided:
(1) the Commission shall have the authority to determine the
reasonableness of the costs of the facilities, and (2) any
monetary value of power and energy from the facilities shall

be credited against the delivery services revenue requirement.

(c) Any electric utility seeking to propose, plan for, construct, install, control, own, manage, or operate a pilot project pursuant to this Section must commit to using a diverse and equitable workforce and a diverse set of minority-owned contractors, including businesses, disadvantaged businesses, trade unions, graduates of any workforce training programs established by this amendatory Act of the 102nd General Assembly, and small businesses. An electric utility must comply with the equity commitment requirements in subsection (c-10) of Section 1-75 of the Illinois Power Agency Act. The electric utility must certify that not less than the prevailing wage will be paid to employees engaged in construction activities associated with the pilot project. The electric utility must file a project labor agreement, as defined in the Illinois Power Agency Act, with the Commission prior to constructing, installing, controlling, or owning a pilot project authorized by this Section.

26 (Source: P.A. 102-662, eff. 9-15-21.)

(220 ILCS 5/16-108.30) 1

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- Sec. 16-108.30. Energy Transition Assistance Fund.
- 3 The Energy Transition Assistance Fund is created as a special fund in the State Treasury. The Energy 4 5 Transition Assistance Fund is authorized to receive moneys collected pursuant to this Section. Subject to appropriation, 6 7 the Department of Commerce and Economic Opportunity shall use 8 moneys from the Energy Transition Assistance Fund consistent 9 with the purposes of this Act.
- 10 An electric utility serving more than 500,000 (b) customers in the State shall assess an energy transition 11 12 assistance charge on all its retail customers for the Energy Transition Assistance Fund. The utility's total charge shall 13 14 be set based upon the value determined by the Department of 15 Commerce and Economic Opportunity pursuant to subsection (d) or (e), as applicable, of Section 605-1075 of the Department 16 of Commerce and Economic Opportunity Law of the Civil 17 Administrative Code of Illinois. For each utility, the charge 18 19 shall be recovered through a single, uniform cents per 20 kilowatt-hour charge applicable to all retail customers. For 21 each utility, the charge shall not exceed 1.3% of the amount paid per kilowatthour by eligible retail those customers 22 during the year ending May 31, 2009. 23
 - (c) Within 75 days of the effective date of this amendatory Act of the 102nd General Assembly, each electric

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utility serving more than 500,000 customers in the State shall file Illinois with t.he Commerce Commission incorporating the energy transition assistance charge in other charges stated in such tariffs, which energy transition assistance charges shall become effective no later than the beginning of the first billing cycle that begins on or after January 1, 2022. Each electric utility serving more than 500,000 customers in the State shall, prior to the beginning of each calendar year starting with calendar year 2023, file with the Illinois Commerce Commission tariff revisions to annual revisions to the energy transition incorporate assistance charge as prescribed by the Department of Commerce and Economic Opportunity pursuant to Section 605-1075 of the Department of Commerce and Economic Opportunity Law of the Civil Administrative Code of Illinois so that such revision becomes effective no later than the beginning of the first billing cycle in each respective year.

- (d) The energy transition assistance charge shall be considered a charge for public utility service.
- (e) By the 20th day of the month following the month in which the charges imposed by this Section were collected, each electric utility serving more than 500,000 customers in the State shall remit to Department of Revenue all moneys received as payment of the energy transition assistance charge on a return prescribed and furnished by the Department of Revenue showing such information as the Department of Revenue may

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1 reasonably require. If a customer makes a partial payment, a public utility may apply such partial payments first to 2 amounts owed to the utility. No customer may be subjected to 3 4 disconnection of his or her utility service for failure to pay 5 the energy transition assistance charge.

If any payment provided for in this subsection exceeds the electric utility's liabilities under this Act, as shown on an original return, the Department may authorize the electric utility to credit such excess payment against liability subsequently to be remitted to the Department under this Act, in accordance with reasonable rules adopted by the Department.

All the provisions of Sections 4, 5, 5a, 5b, 5c, 5d, 5e, 5f, 5g, 5i, 5j, 6, 6a, 6b, 6c, 7, 8, 9, 10, 11, 11a, 12, and 13 of the Retailers' Occupation Tax Act that are not inconsistent with this Act apply, as far as practicable, to the charge imposed by this Act to the same extent as if those provisions were included in this Act. References in the incorporated Sections of the Retailers' Occupation Tax Act to retailers, to sellers, or to persons engaged in the business of selling tangible personal property mean persons required to remit the charge imposed under this Act.

- (f) The Department of Revenue shall deposit into the Energy Transition Assistance Fund all moneys remitted to it in accordance with this Section.
- 25 (g) The Department of Revenue may establish such rules as 26 it deems necessary to implement this Section.

1	(h) The Department of Commerce and Economic Opportunity
2	may establish such rules as it deems necessary to implement
3	this Section.
4	(Source: P.A. 102-662, eff. 9-15-21.)
5	(220 ILCS 5/16-111.11 new)
6	Sec. 16-111.11. Supplier diversity reporting for
7	non-utilities.
8	(a) The following entities shall submit an annual supplier
9	diversity report to the Commission for a given year:
10	(1) entities that received a contract to provide more
11	than 10,000 renewable energy credits approved by the
12	Commission in a given year pursuant to subparagraph (iii)
13	of paragraph (5) of subsection (b) of Section 16-111.5;
14	(2) entities that received a contract to provide more
15	than 10,000 renewable energy credits approved by the
16	Commission in a given year pursuant to subsection (e) of
17	<u>Section 16-111.5;</u>
18	(3) alternative retail electric suppliers that have
19	yearly sales in the State of 1,000,000,000 kilowatt hours
20	or more, and alternative gas suppliers as defined in
21	Section 19-105 that have yearly sales in the State of
22	1,000,000 dekatherms or more;
23	(4) entities constructing or operating an HVDC
24	transmission line as defined in Section 1-10 of the

Illinois Power Agency Act or entities constructing or

1	operating transmission facilities under a certificate of
2	public convenience and necessity issued pursuant to
3	subsection (b-5) of Section 8-406;
4	(5) entities installing more than 100 energy
5	efficiency measures with a certificate approved by the
6	Commission pursuant to Section 16-128B; and
7	(6) other suppliers of electricity generated from any
8	resource, including, but not limited to, hydro, nuclear,
9	coal, natural gas, and any other supplier of energy within
10	this State.
11	(b) An annual report filed pursuant to this Section shall
12	be filed on an electronic form as designed by the Commission by
13	June 1, 2023 and every June 1 thereafter, in a searchable Adobe
14	PDF format, on all procurement goals and actual spending for
15	women-owned businesses, minority-owned businesses,
16	veteran-owned businesses, and small business enterprises in
17	the previous calendar year related to the performance of
18	obligations in the State of the contracts of licenses listed
19	in subsection (a). These goals shall be expressed as a
20	percentage of the total work performed by the entity
21	submitting the report. The actual spending for all women-owned
22	businesses, minority-owned businesses, veteran-owned
23	businesses, and small business enterprises shall also be
24	expressed as a percentage of the total work performed by the
25	entity submitting the report. Notwithstanding any provision of

law to the contrary, any entity with obligations related to

Τ	equity eligible actions pursuant to the illinois Power Agency
2	Act may express such goals and spending in those terms.
3	Each participating entity in its annual report shall
4	include the following information related to the entity's
5	operations in the State related to the certificates or
6	activities listed in subsection (a):
7	(1) an explanation of the plan for the next year to
8	increase participation;
9	(2) an explanation of the plan to increase the goals;
10	(3) the areas of procurement each entity shall be
11	actively seeking more participation in the next year;
12	(4) an outline of the plan to alert and encourage
13	potential vendors in that area to seek business from the
14	entity;
15	(5) an explanation of the challenges faced in finding
16	quality vendors and offer any suggestions for what the
17	Commission could do to be helpful to identify those
18	vendors;
19	(6) a list of the certifications the entity
20	recognizes;
21	(7) the point of contact for any potential vendor who
22	wants to do business with the entity and explain the
23	process for a vendor to enroll with the company as a
24	minority-owned, women-owned, or veteran-owned company; and
25	(8) any particular success stories to encourage other
26	entities to emulate best practices.

future reports.

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- 1 annual report shall include (C) Each as much State-specific data as possible. If the submitting entity does 2 not submit State-specific data, then the entity shall include 3 4 any national data it does have and explain why it could not 5 submit State-specific data and how it intends to do so in
 - (d) Each annual report shall include the rules, regulations, and definitions used for the procurement goals in the entity's annual report.
 - (e) Each annual report filed or submitted under this Section shall be submitted with the Commission. The Commission shall not be required or authorized to compel production of any report under this Section. The Commission shall hold an annual workshop open to the public in 2024 and every year thereafter on the state of supplier diversity to collaboratively seek solutions to structural impediments to achieving stated goals, including testimony from participating entities as well as subject matter experts and advocates in a non-antagonistic manner. The Commission shall invite all entities submitting a report pursuant to this Section. The Commission shall publish a database on its website of the point of contact for each participating entity for supplier diversity, along with a list of certifications each company recognizes from the information submitted in each annual report. The Commission shall publish each annual report on its website and shall maintain each annual report for at least 5

years.

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- 2 "Section 15. The Environmental Protection Act is amended
- 3 by changing Section 9.15 as follows:
- 4 (415 ILCS 5/9.15)
- 5 Sec. 9.15. Greenhouse gases.
- 6 (a) An air pollution construction permit shall not be 7 required due to emissions of greenhouse gases if the 8 equipment, site, or source is not subject to regulation, as 9 defined by 40 CFR 52.21, as now or hereafter amended, for greenhouse gases or is otherwise not addressed in this Section 10 11 or by the Board in regulations for greenhouse gases. These 12 exemptions do not relieve an owner or operator from the 13 obligation to comply with other applicable rules or 14 regulations.
 - (b) An air pollution operating permit shall not be required due to emissions of greenhouse gases if the equipment, site, or source is not subject to regulation, as defined by Section 39.5 of this Act, for greenhouse gases or is otherwise not addressed in this Section or by the Board in regulations for greenhouse gases. These exemptions do not relieve an owner or operator from the obligation to comply with other applicable rules or regulations.
- 23 (c) (Blank).
- 24 (d) (Blank).

- 1 (e) (Blank).
- 2 (f) As used in this Section:
- "Carbon dioxide emission" means the plant annual CO_2 total output emission as measured by the United States Environmental Protection Agency in its Emissions & Generation Resource Integrated Database (eGrid), or its successor.
- "Carbon dioxide equivalent emissions" or "CO2e" means the sum total of the mass amount of emissions in tons per year, calculated by multiplying the mass amount of each of the 6 greenhouse gases specified in Section 3.207, in tons per year, by its associated global warming potential as set forth in 40 CFR 98, subpart A, table A-1 or its successor, and then adding them all together.
- "Cogeneration" or "combined heat and power" refers to any system that, either simultaneously or sequentially, produces electricity and useful thermal energy from a single fuel source.
- "Copollutants" refers to the 6 criteria pollutants that
 have been identified by the United States Environmental
 Protection Agency pursuant to the Clean Air Act.
- "Electric generating unit" or "EGU" means a fossil fuel-fired stationary boiler, combustion turbine, or combined cycle system that serves a generator that has a nameplate capacity greater than 25 MWe and produces electricity for sale.
- "Environmental justice community" means the definition of

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1 that term based on existing methodologies and findings, used and as may be updated by the Illinois Power Agency and its 2 3 program administrator in the Illinois Solar for All Program.

"Equity investment eligible community" or "eligible community" means the geographic areas throughout Illinois that would most benefit from equitable investments by the State designed to combat discrimination and foster sustainable economic growth. Specifically, eligible community means the following areas:

- (1) areas where residents have been historically excluded from economic opportunities, including opportunities in the energy sector, as defined as R3 areas pursuant to Section 10-40 of the Cannabis Regulation and Tax Act; and
- (2) areas where residents have been historically to disproportionate burdens of pollution, including pollution from the energy sector, as established by environmental justice communities as defined by the Illinois Power Agency pursuant to the Illinois Power Agency Act, excluding any racial or ethnic indicators.

"Equity investment eligible person" or "eligible person" means the persons who would most benefit from equitable investments by the State designed to combat discrimination and foster sustainable economic growth. Specifically, eligible person means the following people:

(1) persons whose primary residence is in an equity

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1	investment	eligible	community;

- (2) persons whose primary residence is in a municipality, or a county with a population under 100,000, where the closure of an electric generating unit or mine has been publicly announced or the electric generating unit or mine is in the process of closing or closed within the last 5 years;
- (3) persons who are graduates of or currently enrolled in the foster care system; or
- (4) persons who were formerly incarcerated.

"Existing emissions" means:

- (1) for CO_2e , the total average tons-per-year of CO_2e emitted by the EGU or large GHG-emitting unit either in the years 2018 through 2020 or, if the unit was not yet in operation by January 1, 2018, in the first 3 full years of that unit's operation; and
- (2) for any copollutant, the total average tons-per-year of that copollutant emitted by the EGU or large GHG-emitting unit either in the years 2018 through 2020 or, if the unit was not yet in operation by January 1, 2018, in the first 3 full years of that unit's operation.

"Green hydrogen" means a power plant technology in which an EGU creates electric power exclusively from electrolytic hydrogen, in a manner that produces zero carbon and copollutant emissions, using hydrogen fuel that is electrolyzed using a 100% renewable zero carbon emission

1 energy source.

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"Large greenhouse gas-emitting unit" or "large GHG-emitting unit" means a unit that is an electric generating unit or other fossil fuel-fired unit that itself has a nameplate capacity or serves a generator that has a nameplate capacity greater than 25 MWe and that produces electricity, including, but not limited to, coal-fired, coal-derived, oil-fired, natural gas-fired, and cogeneration units.

"NO $_{\rm x}$ emission rate" means the plant annual NO $_{\rm x}$ total output emission rate as measured by the United States Environmental Protection Agency in its Emissions & Generation Resource Integrated Database (eGrid), or its successor, in the most recent year for which data is available.

"Public greenhouse gas-emitting units" or "public GHG-emitting unit" means large greenhouse gas-emitting units, including EGUs, that are wholly owned, directly or indirectly, by one or more municipalities, municipal corporations, joint municipal electric power agencies, electric cooperatives, or other governmental or nonprofit entities, whether organized and created under the laws of Illinois or another state.

" SO_2 emission rate" means the "plant annual SO_2 total output emission rate" as measured by the United States Environmental Protection Agency in its Emissions & Generation Resource Integrated Database (eGrid), or its successor, in the most recent year for which data is available.

(g) All EGUs and large greenhouse gas-emitting units that

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- 1 use coal or oil as a fuel and are not public GHG-emitting units shall permanently reduce all CO_2e and copollutant emissions to 2 3 zero no later than January 1, 2030.
 - (h) All EGUs and large greenhouse gas-emitting units that use coal as a fuel and are public GHG-emitting units shall permanently reduce CO2e emissions to zero no later than December 31, 2045. Any source or plant with such units must also reduce their CO2e emissions by 45% from existing emissions by no later than January 1, 2035. If the emissions reduction requirement is not achieved by December 31, 2035, the plant shall retire one or more units or otherwise reduce its CO2e emissions by 45% from existing emissions by June 30, 2038.
 - (i) All EGUs and large greenhouse gas-emitting units that use gas as a fuel and are not public GHG-emitting units shall permanently reduce all CO2e and copollutant emissions to zero, including through unit retirement or the use of 100% green hydrogen or other similar technology that is commercially proven to achieve zero carbon emissions, according to the following:
 - (1) No later than January 1, 2030: all EGUs and large greenhouse gas-emitting units that have a NO_x emissions rate of greater than 0.12 lbs/MWh or a SO₂ emission rate of greater than 0.006 lb/MWh, and are located in or within 3 miles of an environmental justice community designated as of January 1, 2021 or an equity investment eligible

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- (2) No later than January 1, 2040: all EGUs and large greenhouse gas-emitting units that have a NO_x emission rate of greater than 0.12 lbs/MWh or a SO₂ emission rate greater than 0.006 lb/MWh, and are not located in or within 3 miles of an environmental justice community designated as of January 1, 2021 or an equity investment eligible community. After January 1, 2035, each such EGU and large greenhouse gas-emitting unit shall reduce its CO_2e emissions by at least 50% from its existing emissions for CO_2e , and shall be limited in operation to, on average, 6 hours or less per day, measured over a calendar year, and shall not run for more than 24 consecutive hours except in emergency conditions, as designated by a Transmission Organization or Independent System Operator.
- (3) No later than January 1, 2035: all EGUs and large greenhouse gas-emitting units that began operation prior to the effective date of this amendatory Act of the 102nd General Assembly and have a NOx emission rate of less than or equal to 0.12 lb/MWh and a SO_2 emission rate less than or equal to 0.006 lb/MWh, and are located in or within 3 miles of an environmental justice community designated as January 1, 2021 or an equity investment eligible community. Each such EGU and large greenhouse gas-emitting unit shall reduce its CO2e emissions by at least 50% from its existing emissions for CO2e no later than January 1,

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- (4) No later than January 1, 2040: All remaining EGUs and large greenhouse gas-emitting units that have a heat rate greater than or equal to 7000 BTU/kWh. Each such EGU and Large greenhouse gas-emitting unit shall reduce its CO_2e emissions by at least 50% from its existing emissions for CO_2e no later than January 1, 2035.
- (5) No later than January 1, 2045: all remaining EGUs and large greenhouse gas-emitting units.
- (j) All EGUs and large greenhouse gas-emitting units that use gas as a fuel and are public GHG-emitting units shall permanently reduce all CO2e and copollutant emissions to zero, including through unit retirement or the use of 100% green hydrogen or other similar technology that is commercially proven to achieve zero carbon emissions by January 1, 2045.
- (k) All EGUs and large greenhouse gas-emitting units that utilize combined heat and power or cogeneration technology shall permanently reduce all ${\rm CO}_2{\rm e}$ and copollutant emissions to zero, including through unit retirement or the use of 100% green hydrogen or other similar technology that commercially proven to achieve zero carbon emissions by January 1, 2045.
- (k-5) No EGU or large greenhouse gas-emitting unit that uses gas as a fuel and is not a public GHG-emitting unit may emit, in any 12-month period, CO2e or copollutants in excess of that unit's existing emissions for those pollutants.

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- (1) Notwithstanding subsections (g) through (k-5), large GHG-emitting units including EGUs may temporarily continue emitting CO2e and copollutants greenhouse gases after any applicable deadline specified in any of subsections through (k-5) if it has been determined, as described in paragraphs (1) and (2) of this subsection, that ongoing operation of the EGU is necessary to maintain power grid supply and reliability or ongoing operation of GHG-emitting unit that is not an EGU is necessary to serve as an emergency backup to operations. Up to and including the occurrence of an emission reduction deadline under subsection (i), all EGUs and large GHG-emitting units must comply with the following terms:
 - (1) if an EGU or large GHG-emitting unit that is a participant in a regional transmission organization intends to retire, it must submit documentation to the appropriate regional transmission organization by the appropriate deadline that meets all applicable regulatory requirements necessary to obtain approval to permanently cease operating the large GHG-emitting unit;
 - (2) if any EGU or large GHG-emitting unit that is a participant in a regional transmission organization that regional transmission receives notice the organization has determined that continued operation of the unit is required, the unit may continue operating until the issue identified by the regional transmission

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organization is resolved. The owner or operator of the unit must cooperate with the regional transmission organization in resolving the issue and must reduce its emissions to zero, consistent with the requirements under (h), (i), (j), (k), subsection (q), or (k-5), applicable, as soon as practicable when the issue identified by the regional transmission organization is resolved; and

- (3) any large GHG-emitting unit that is not participant in a regional transmission organization shall be allowed to continue emitting CO2e and copollutants greenhouse gases after the zero-emission date specified in subsection (g), (h), (i), (j), (k), or (k-5), applicable, in the capacity of an emergency backup unit if approved by the Illinois Commerce Commission.
- (m) No variance, adjusted standard, or other regulatory relief otherwise available in this Act may be granted to the emissions reduction and elimination obligations in this Section.
- (n) By June 30 of each year, beginning in 2025, the Agency shall prepare and publish on its website a report setting forth the actual greenhouse gas emissions from individual units and the aggregate statewide emissions from all units for the prior year.
- 25 (o) Every 5 years beginning in 2025, the Environmental 26 Protection Agency, Illinois Power Agency, and Illinois

1 Commerce Commission shall jointly prepare, and release publicly, a report to the General Assembly that examines the 2 3 State's current progress toward its renewable energy resource 4 development goals, the status of CO2e and copollutant 5 emissions reductions, the current status and progress toward 6 developing and implementing green hydrogen technologies, the current and projected status of electric resource adequacy and 7 reliability throughout the State for the period beginning 5 8 years ahead, and proposed solutions for any findings. The 9 10 Environmental Protection Agency, Illinois Power Agency, and 11 Illinois Commerce Commission shall consult РЈМ Interconnection, LLC and Midcontinent Independent 12 13 Operator, Inc., or their respective successor organizations 14 regarding forecasted resource adequacy and reliability needs, 15 anticipated new generation interconnection, new transmission 16 development or upgrades, and any announced large GHG-emitting unit closure dates and include this information in the report. 17 The report shall be released publicly by no later than 18 December 15 of the year it is prepared. If the Environmental 19 20 Protection Agency, Illinois Power Agency, and Illinois Commerce Commission jointly conclude in the report that the 2.1 22 data from the regional grid operators, the pace of renewable 23 energy development, the pace of development of energy storage 24 and demand response utilization, transmission capacity, and 25 the CO_2e and copollutant emissions reductions required by 26 subsection (i) or (k-5) reasonably demonstrate that a resource

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adequacy shortfall will occur, including whether there will be sufficient in-state capacity to meet the zonal requirements of MISO Zone 4 or the PJM ComEd Zone, per the requirements of the regional transmission organizations, or that the regional transmission operators determine that a reliability violation will occur during the time frame the study is evaluating, then Illinois Power Agency, in conjunction Environmental Protection Agency shall develop a plan to reduce delay CO_2e and copollutant emissions reductions or requirements only to the extent and for the duration necessary to meet the resource adequacy and reliability needs of the State, including allowing any plants whose emission reduction deadline has been identified in the plan as creating a reliability concern to continue operating, including operating reduced emissions or as emergency backup appropriate. The plan shall also consider the use of renewable energy, energy storage, demand response, transmission development, or other strategies to resolve the identified resource adequacy shortfall or reliability violation.

(1)developing the plan, the Environmental Protection Agency and the Illinois Power Agency shall hold at least one workshop open to, and accessible at a time and place convenient to, the public and shall consider any by stakeholders or the public. Upon comments made development of the plan, copies of the plan shall be posted and made publicly available on the Environmental

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Protection Agency's, the Illinois Power Agency's, and the Illinois Commerce Commission's websites. All interested parties shall have 60 days following the date of posting to provide comment to the Environmental Protection Agency and the Illinois Power Agency on the plan. All comments submitted to the Environmental Protection Agency and the Illinois Power Agency shall be encouraged to be specific, supported by data or other detailed analyses, and, if objecting to all or a portion of the plan, accompanied by specific alternative wording or proposals. All comments shall be posted on the Environmental Protection Agency's, the Illinois Power Agency's, and the Illinois Commerce Commission's websites. Within 30 days following the end of the 60-day review period, the Environmental Protection Agency and the Illinois Power Agency shall revise the plan as necessary based on the comments received and file its revised plan with the Illinois Commerce Commission for approval.

(2) Within 60 days after the filing of the revised plan at the Illinois Commerce Commission, any person objecting to the plan shall file an objection with the Illinois Commerce Commission. Within 30 days after the expiration of the comment period, the Illinois Commerce Commission shall determine whether an evidentiary hearing is necessary. The Illinois Commerce Commission shall also host 3 public hearings within 90 days after the plan is

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filed. Following the evidentiary and public hearings, the

Illinois Commerce Commission shall enter its order

approving or approving with modifications the reliability

mitigation plan within 180 days.

- (3) The Illinois Commerce Commission shall only approve the plan if the Illinois Commerce Commission determines that it will resolve the resource adequacy or reliability deficiency identified in the reliability mitigation plan at the least amount of $\rm CO_2e$ and copollutant emissions, taking into consideration the emissions impacts on environmental justice communities, and that it will ensure adequate, reliable, affordable, efficient, and environmentally sustainable electric service at the lowest total cost over time, taking into account the impact of increases in emissions.
- (4) If the resource adequacy or reliability deficiency identified in the reliability mitigation plan is resolved or reduced, the Environmental Protection Agency and the Illinois Power Agency may file an amended plan adjusting the reduction or delay in $\mathrm{CO}_2\mathrm{e}$ and copollutant emission reduction requirements identified in the plan.
- 22 (Source: P.A. 102-662, eff. 9-15-21.)
- 23 Section 99. Effective date. This Act takes effect upon 24 becoming law.".