

SB1407



98TH GENERAL ASSEMBLY

State of Illinois

2013 and 2014

SB1407

Introduced 2/6/2013, by Sen. James F. Clayborne, Jr.

SYNOPSIS AS INTRODUCED:

65 ILCS 115/10-10.1

Amends the River Edge Redevelopment Zone Act to be repealed on July 29, 2019 (now July 29, 2017). Effective immediately.

LRB098 09868 OMW 40026 b

A BILL FOR

1 AN ACT concerning local government.

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

4 Section 5. The River Edge Redevelopment Zone Act is amended
5 by changing Section 10-10.1 as follows:

6 (65 ILCS 115/10-10.1)

7 (Section scheduled to be repealed on July 29, 2017)

8 Sec. 10-10.1. Utility facilities.

9 (a) It is in the public interest that costs for
10 redevelopment in a River Edge Redevelopment Zone impacting a
11 public utility, as defined by Section 3-105 of the Public
12 Utilities Act, or a public utility's property, as described in
13 subsection (b) of this Section, should not be allocated solely
14 to the entity engaging in economic redevelopment because this
15 economic redevelopment benefits the utility service territory
16 as a whole and not just the particular area where the
17 redevelopment occurs.

18 (b) A public utility that has facilities or land affected
19 by the clean-up, remediation, and redevelopment of a River Edge
20 Redevelopment Zone and that incurs costs related to the
21 remediation or the removing or relocating of utility facilities
22 in the River Edge Redevelopment Zone may recover these costs
23 pursuant to subsections (c) and (d) of this Section.

1 (c) The reasonable and prudent costs incurred by a public
2 utility for facility removal or relocation described in
3 subsection (b) of this Section shall be shared equally among
4 the public utility, the municipality in which the facility is
5 located, and any landowner that is located within 100 feet of
6 the utility facility and that directly benefits from the
7 removal or relocation of the utility facility or the
8 redevelopment of the public utility's land. In no event shall
9 the costs incurred by each municipality or landowner for a
10 given project exceed an equal percentage of the total direct,
11 indirect, and overhead project costs, or \$3,667,000 each,
12 whichever amount is less. The reasonable and prudent costs
13 incurred by the public utility for facility removal or
14 relocation that are not the responsibility of the municipality
15 or landowner under this subsection (c) shall be recovered by
16 the public utility from all retail customers located in the
17 municipality or municipalities in which the removal or
18 relocation occurs through an appropriate tariff mechanism, and
19 the public utility may record and defer such costs as a
20 regulatory asset until they are so recovered.

21 (d) The Illinois Commerce Commission shall allow a public
22 utility described in subsection (b) to fully recover from all
23 retail customers in its service territory all reasonable and
24 prudent costs that it incurs in conducting environmental
25 remediation in the River Edge Redevelopment Zone related to the
26 removal or relocation of utility facilities in the River Edge

1 Redevelopment Zone, including, but not limited to,
2 transmission and distribution lines, transformers, and poles.
3 These environmental remediation costs also include, but are not
4 limited to, direct, indirect, and overhead costs calculated by
5 the public utility for taxes or other charges, cost adjustments
6 made after the project has begun, and any other environmental
7 remediation-related charges. The public utility shall record
8 and defer such costs as a regulatory asset to be included in
9 the public utility's total rate base and amortized in the
10 public utility's next filing for a general increase in rates
11 over a reasonable period that is shorter than the life of the
12 affected facility or facilities. Such regulatory assets shall
13 be collected from all residential and commercial ratepayers
14 system-wide, and not only from ratepayers in the municipality's
15 corporate limits. In the event the River Edge Redevelopment
16 Zone is decertified, the public utility shall be permitted to
17 recover all reasonable and prudent costs incurred as of the
18 date of the decertification, as well as all reasonable and
19 prudent costs incurred subsequent to decertification that are
20 necessary to complete any projects commenced while the River
21 Edge Redevelopment Zone was certified, consistent with this
22 Section.

23 (e) This Section is repealed July 29, 2019 ~~7 years after~~
24 ~~the effective date of this amendatory Act of the 96th General~~
25 ~~Assembly.~~

26 (Source: P.A. 96-1404, eff. 7-29-10.)

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