102ND GENERAL ASSEMBLY

State of Illinois

2021 and 2022

SB2238

Introduced 2/26/2021, by Sen. Laura M. Murphy

SYNOPSIS AS INTRODUCED:

- 65 ILCS 5/Art. 11 Div. 15.5 heading new
- 65 ILCS 5/11-15.5-5 new
- 65 ILCS 5/11-15.5-10 new

Amends the Illinois Municipal Code. Creates the Undergrounding Utility Facilities Division. Defines "underground" and "undergrounding". Provides that public utilities shall underground 138 kilowatt or greater electric transmission lines under certain conditions. Provides that the Illinois Commerce Commission shall allow a public utility to recover from all retail customers in its service territory all reasonable and prudent costs that it incurs related to the undergrounding of a 138 kilowatt or greater electric transmission line. Provides that a public utility shall record and defer costs that it incurs related to the undergrounding of transmission lines as a regulatory asset to be included in the public utility's total rate base and amortized over a reasonable period that is equal to the expected life of such transmission line. Effective immediately.

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FISCAL NOTE ACT MAY APPLY

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 Illinois Municipal Code is amended by 5 adding Division 15.5 of Article 11 as follows:
- 6 (65 ILCS 5/Art. 11 Div. 15.5 heading new)

7 DIVISION 15.5. UNDERGROUNDING UTILITY FACILITIES

8 (65 ILCS 5/11-15.5-5 new)

9 <u>Sec. 11-15.5-5. Definitions. As used in this Division and</u> 10 <u>unless the context requires otherwise, "underground" or</u> 11 <u>"undergrounding" means routing and constructing electric</u> 12 <u>transmission lines and their associated components below</u> 13 <u>ground, consistent with sound engineering and utility</u> 14 <u>practices.</u>

15 (65 ILCS 5/11-15.5-10 new)
<u>Sec. 11-15.5-10. Undergrounding utility facilities.</u>
17 (a) In the interest of public health and safety,
18 reliability, and electric grid security, a public utility, as
19 defined by Section 3-105 of the Public Utilities Act, shall
20 underground any 138 kilowatt or greater electric transmission
21 line constructed after the effective date of this amendatory

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1	Act of the 102nd General Assembly where:
2	(1) a 138 kilowatt or greater electric transmission
3	line or any portion of a 138 kilowatt or greater electric
4	transmission line is to be located within 26,000 feet of
5	an airport that is located in and owned by a municipality
6	with a population greater than 70,000 and less than 80,000
7	located in or contiguous to a county with a population in
8	excess of 1,000,000 inhabitants;
9	<u>(2) a 138 kilowatt or greater electric transmission</u>
10	line is to be located in 4 or more contiguous
11	municipalities with a population density of 1,000 per
12	square mile or more as of the most recent federal
13	decennial census; or
14	(3) a 138 kilowatt or greater electric transmission
15	line is to be located in close proximity to a public
16	recreational area such that it may pose a danger to the
17	activities conducted there.
18	(b) The costs for undergrounding a new transmission line
19	shall not be allocated solely to the municipality or
20	municipalities in which it is underground; instead, the
21	Illinois Commerce Commission shall allow a public utility to
22	fully recover from all retail customers in its service
23	territory all reasonable and prudent costs that it incurs
24	related to the undergrounding of transmission lines. The
25	public utility shall record and defer these costs as a
26	regulatory asset to be included in the public utility's total

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1 rate base and amortized over a reasonable period that is equal 2 to the expected life of the transmission line. These 3 regulatory assets shall be collected from all ratepayers 4 system-wide, and not only from ratepayers in the corporate 5 limits of the municipality or municipalities within which the 6 transmission line is constructed.

7 Section 99. Effective date. This Act takes effect upon8 becoming law.