1

AN ACT relating to public utilities.

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

Section 5. The Public Utilities Act is amended by
changing Section 8-406 as follows:

6 (220 ILCS 5/8-406) (from Ch. 111 2/3, par. 8-406)
7 Sec. 8-406. Certificate of public convenience and
8 necessity.

(a) No public utility not owning any city or village 9 franchise nor engaged in performing any public service or in 10 furnishing any product or commodity within this State as of 11 12 July 1, 1921 and not possessing a certificate of public 13 convenience and necessity from the Illinois Commerce Commission, the State Public Utilities Commission or the 14 15 Public Utilities Commission, at the time this amendatory Act of 1985 goes into effect, shall transact any business in this 16 State until it shall have obtained a certificate from the 17 18 Commission that public convenience and necessity require the transaction of such business. 19

20 (b) No public utility shall begin the construction of any new plant, equipment, property or facility which is not 21 22 in substitution of any existing plant, equipment, property or facility or any extension or alteration thereof or in 23 addition thereto, unless and until it shall have obtained 24 from the Commission a certificate that public convenience and 25 26 necessity require such construction. Whenever after a hearing 27 the Commission determines that any new construction or the transaction of any business by a public utility will promote 28 the public convenience and is necessary thereto, it shall 29 have the power to issue certificates of public convenience 30 31 and necessity. The Commission shall determine that proposed

1 construction will promote the public convenience and 2 necessity only if the utility demonstrates: (1) that the proposed construction is necessary to provide adequate, 3 reliable, and efficient service to its customers and is the 4 5 least-cost means of satisfying the service needs of its 6 customers; (2) that the utility is capable of efficiently 7 managing and supervising the construction process and has taken sufficient action to ensure adequate and efficient 8 9 construction and supervision thereof; and (3) that the utility is capable of financing the proposed construction 10 11 without significant adverse financial consequences for the 12 utility or its customers.

After the effective date of this amendatory Act of 13 (C) 1987, no construction shall commence on any new nuclear power 14 plant to be located within this State, and no certificate of 15 16 public convenience and necessity or other authorization shall issued therefor by the Commission, until the Director of 17 be the Illinois Environmental Protection Agency finds that the 18 19 United States Government, through its authorized agency, has identified and approved a demonstrable technology or means 20 21 for the disposal of high level nuclear waste, or until such construction has been specifically approved by a statute 22 23 enacted by the General Assembly.

As used in this Section, "high level nuclear waste" means 24 25 those aqueous wastes resulting from the operation of the first cycle of the solvent extraction system or equivalent 26 and the concentrated wastes of the subsequent extraction 27 cycles or equivalent in a facility 28 for reprocessing irradiated reactor fuel and shall include spent fuel 29 30 assemblies prior to fuel reprocessing.

31 (d) In making its determination, the Commission shall 32 attach primary weight to the cost or cost savings to the 33 customers of the utility. The Commission may consider any or 34 all factors which will or may affect such cost or cost 1 savings.

2 (e) The Commission may issue a temporary certificate which shall remain in force not to exceed one year in cases 3 4 of emergency, to assure maintenance of adequate service or to 5 serve particular customers, without notice or hearing, 6 pending the determination of an application for a 7 certificate, and may by regulation exempt from the requirements of this Section temporary acts or operations for 8 9 which the issuance of a certificate will not be required in the public interest. 10

11 A public utility shall not be required to obtain but may apply for and obtain a certificate of public convenience and 12 necessity pursuant to this Section with respect to any matter 13 as to which it has received the authorization or order of the 14 Commission under the Electric Supplier Act, and any such 15 16 authorization or order granted a public utility by the Commission under that Act shall as between public utilities 17 18 be deemed to be, and shall have except as provided in that 19 Act the same force and effect as, a certificate of public convenience and necessity issued pursuant to this Section. 20

21 No electric cooperative shall be made or shall become a party to or shall be entitled to be heard or to otherwise 22 23 appear or participate in any proceeding initiated under this Section for authorization of power plant construction and as 24 25 to matters as to which a remedy is available under The 26 Electric Supplier Act.

Such certificates may be altered or modified by 27 (f) the Commission, upon its own motion or upon application by the 28 person or corporation affected. Unless exercised within a 29 30 period of 2 years from the grant thereof authority conferred by a certificate of convenience and necessity issued by the 31 Commission shall be null and void. 32

No certificate of public convenience and necessity shall 33 34 be construed as granting a monopoly or an exclusive

1 privilege, immunity or franchise.

2 (q) The construction and operation of any facility by a public utility shall be subject to and comply with all local 3 4 regulations of the units of local government in which it is located, including, but not limited to, zoning and building 5 6 codes, to the extent the facility or matters are not under 7 the jurisdiction of the Commission. In particular, and 8 without limitation to the foregoing, nothing in this subsection relieves a public utility from obtaining site 9 approval from a municipality if the site is located within 10 the municipality or within the municipality's planning 11 jurisdiction, or from the county if not within a municipality 12 or within a municipal planning jurisdiction, regarding the 13 design and impact of the facility upon surrounding 14 properties. The local jurisdiction, however, shall not 15 16 impose or require restrictions that effectively prevent the construction of a facility under the jurisdiction of the 17 Commission. It is expressly the intent of this subsection 18 that a local jurisdiction shall have the ability to regulate 19 the means and methods of construction including, but not 20 limited to, requiring reasonable landscaping and berming, 21 22 dedications, and other restrictions related to the operation 23 of a public utility facility including, but not limited to, lighting, setbacks, height, and construction materials. 24 (Source: P.A. 90-561, eff. 12-16-97.) 25

26 Section 99. Effective date. This Act takes effect upon 27 becoming law.