

98TH GENERAL ASSEMBLY State of Illinois 2013 and 2014 SB1952

Introduced 2/15/2013, by Sen. Kimberly A. Lightford

SYNOPSIS AS INTRODUCED:

305 ILCS 20/13

Amends the Energy Assistance Act. In a provision concerning the Supplemental Low-Income Energy Assistance Fund and the monthly Energy Assistance Charge, provides that the provision is repealed effective December 31, 2023 (rather than effective December 31, 2013) unless renewed by action of the General Assembly.

LRB098 09772 KTG 39923 b

FISCAL NOTE ACT MAY APPLY

1 AN ACT concerning public aid.

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

- Section 5. The Energy Assistance Act is amended by changing

 Section 13 as follows:
- 6 (305 ILCS 20/13)

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- 7 (Section scheduled to be repealed on December 31, 2013)
- 8 Sec. 13. Supplemental Low-Income Energy Assistance Fund.
- 9 (a) The Supplemental Low-Income Energy Assistance Fund is hereby created as a special fund in the State Treasury. The 10 Supplemental Low-Income Energy Assistance Fund is authorized 11 to receive moneys from voluntary donations from individuals, 12 13 foundations, corporations, and other sources, moneys received 14 pursuant to Section 17, and, by statutory deposit, the moneys collected pursuant to this Section. The Fund is also authorized 15 16 to receive voluntary donations from individuals, foundations, 17 corporations, and other sources, as well as contributions made in accordance with Section 507MM of the Illinois Income Tax 18 19 Act. Subject to appropriation, the Department shall use moneys 20 from the Supplemental Low-Income Energy Assistance Fund for 21 payments to electric or gas public utilities, municipal 22 electric or gas utilities, and electric cooperatives on behalf

of their customers who are participants in the program

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- authorized by Sections 4 and 18 of this Act, for the provision of weatherization services and for administration of the Supplemental Low-Income Energy Assistance Fund. The yearly expenditures for weatherization may not exceed 10% of the amount collected during the year pursuant to this Section. The yearly administrative expenses of the Supplemental Low-Income Energy Assistance Fund may not exceed 10% of the amount collected during that year pursuant to this Section.
- (b) Notwithstanding the provisions of Section 16-111 of the Public Utilities Act but subject to subsection (k) of this Section, each public utility, electric cooperative, as defined in Section 3.4 of the Electric Supplier Act, and municipal utility, as referenced in Section 3-105 of the Public Utilities Act, that is engaged in the delivery of electricity or the distribution of natural gas within the State of Illinois shall, effective January 1, 1998, assess each of its customer accounts 17 a monthly Energy Assistance Charge for the Supplemental Low-Income Energy Assistance Fund. The delivering public utility, municipal electric or gas utility, or electric or gas cooperative for a self-assessing purchaser remains subject to the collection of the fee imposed by this Section. The monthly charge shall be as follows:
 - (1) \$0.48 per month on each account for residential electric service:
- 25 (2) \$0.48 per month on each account for residential gas 26 service;

(3)	\$4.80	per	month	on	each	accou	nt f	or n	on-res	ider	ntial
electri	c serv	rice	which	hac	d less	s than	10	meg	awatts	of	peak
demand	during	the	previ	ous	caler	ndar v	ear;	;			

- (4) \$4.80 per month on each account for non-residential gas service which had distributed to it less than 4,000,000 therms of gas during the previous calendar year;
- (5) \$360 per month on each account for non-residential electric service which had 10 megawatts or greater of peak demand during the previous calendar year; and
- (6) \$360 per month on each account for non-residential gas service which had 4,000,000 or more therms of gas distributed to it during the previous calendar year.

The incremental change to such charges imposed by this amendatory Act of the 96th General Assembly shall not (i) be used for any purpose other than to directly assist customers and (ii) be applicable to utilities serving less than 100,000 customers in Illinois on January 1, 2009.

In addition, electric and gas utilities have committed, and shall contribute, a one-time payment of \$22 million to the Fund, within 10 days after the effective date of the tariffs established pursuant to Sections 16-111.8 and 19-145 of the Public Utilities Act to be used for the Department's cost of implementing the programs described in Section 18 of this amendatory Act of the 96th General Assembly, the Arrearage Reduction Program described in Section 18, and the programs described in Section 8-105 of the Public Utilities Act. If a

- utility elects not to file a rider within 90 days after the effective date of this amendatory Act of the 96th General Assembly, then the contribution from such utility shall be made no later than February 1, 2010.
 - (c) For purposes of this Section:
 - (1) "residential electric service" means electric utility service for household purposes delivered to a dwelling of 2 or fewer units which is billed under a residential rate, or electric utility service for household purposes delivered to a dwelling unit or units which is billed under a residential rate and is registered by a separate meter for each dwelling unit;
 - (2) "residential gas service" means gas utility service for household purposes distributed to a dwelling of 2 or fewer units which is billed under a residential rate, or gas utility service for household purposes distributed to a dwelling unit or units which is billed under a residential rate and is registered by a separate meter for each dwelling unit;
 - (3) "non-residential electric service" means electric utility service which is not residential electric service; and
 - (4) "non-residential gas service" means gas utility service which is not residential gas service.
 - (d) Within 30 days after the effective date of this amendatory Act of the 96th General Assembly, each public

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- utility engaged in the delivery of electricity or the distribution of natural gas shall file with the Illinois

 Commerce Commission tariffs incorporating the Energy
 Assistance Charge in other charges stated in such tariffs,
 which shall become effective no later than the beginning of the first billing cycle following such filing.
 - (e) The Energy Assistance Charge assessed by electric and gas public utilities shall be considered a charge for public utility service.
 - (f) By the 20th day of the month following the month in which the charges imposed by the Section were collected, each public utility, municipal utility, and electric cooperative shall remit to the Department of Revenue all moneys received as payment of the Energy Assistance Charge on a return prescribed and furnished by the Department of Revenue showing such information as the Department of Revenue may reasonably require; provided, however, that a utility offering an Arrearage Reduction Program pursuant to Section 18 of this Act shall be entitled to net those amounts necessary to fund and recover the costs of such Program as authorized by that Section that is no more than the incremental change in such Energy Assistance Charge authorized by this amendatory Act of the 96th General Assembly. If a customer makes a partial payment, a public utility, municipal utility, or electric cooperative may elect either: (i) to apply such partial payments first to amounts owed to the utility or cooperative for its services and

- 1 then to payment for the Energy Assistance Charge or (ii) to
- 2 apply such partial payments on a pro-rata basis between amounts
- 3 owed to the utility or cooperative for its services and to
- 4 payment for the Energy Assistance Charge.
- 5 (g) The Department of Revenue shall deposit into the
- 6 Supplemental Low-Income Energy Assistance Fund all moneys
- 7 remitted to it in accordance with subsection (f) of this
- 8 Section; provided, however, that the amounts remitted by each
- 9 utility shall be used to provide assistance to that utility's
- 10 customers. The utilities shall coordinate with the Department
- 11 to establish an equitable and practical methodology for
- implementing this subsection (g) beginning with the 2010
- 13 program year.
- 14 (h) On or before December 31, 2002, the Department shall
- prepare a report for the General Assembly on the expenditure of
- funds appropriated from the Low-Income Energy Assistance Block
- 17 Grant Fund for the program authorized under Section 4 of this
- 18 Act.
- 19 (i) The Department of Revenue may establish such rules as
- it deems necessary to implement this Section.
- 21 (j) The Department of Commerce and Economic Opportunity may
- 22 establish such rules as it deems necessary to implement this
- 23 Section.
- 24 (k) The charges imposed by this Section shall only apply to
- 25 customers of municipal electric or gas utilities and electric
- or gas cooperatives if the municipal electric or gas utility or

- electric or gas cooperative makes an affirmative decision to 1 2 impose the charge. If a municipal electric or gas utility or an 3 electric cooperative makes an affirmative decision to impose the charge provided by this Section, the municipal electric or 4 5 gas utility or electric cooperative shall inform the Department 6 of Revenue in writing of such decision when it begins to impose 7 the charge. If a municipal electric or gas utility or electric 8 or gas cooperative does not assess this charge, the Department 9 may not use funds from the Supplemental Low-Income Energy 10 Assistance Fund to provide benefits to its customers under the 11 program authorized by Section 4 of this Act.
- In its use of federal funds under this Act, the Department may not cause a disproportionate share of those federal funds to benefit customers of systems which do not assess the charge provided by this Section.
- This Section is repealed effective December 31, 2023 2013
 unless renewed by action of the General Assembly. The General
 Assembly shall consider the results of the evaluations
 described in Section 8 in its deliberations.
- 20 (Source: P.A. 95-48, eff. 8-10-07; 95-331, eff. 8-21-07; 96-33,
- 21 eff. 7-10-09; 96-154, eff. 1-1-10; 96-1000, eff. 7-2-10.)