

The background of the slide is a light gray gradient with several realistic water droplets of various sizes scattered across it. The droplets have highlights and shadows, giving them a three-dimensional appearance. The main title is centered in the middle of the slide.

# **WATER/SEWER ACTIVITY HISTORICAL PERSPECTIVE**

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# DISCLAIMER

ANY OPINIONS EXPRESSED ARE MY OWN

MY PRESENTATION PROVIDES A LOT OF NUMERICAL VALUES, EVERY EFFORT WAS MADE TO ENSURE DATA IS CORRECT AND COMPLETE, BUT NO WARRANTY IS MADE REGARDING THIS INFORMATION

# COMMISSION MISSION STATEMENT

THE ICC'S MISSION IS TO BALANCE THE INTERESTS OF CONSUMERS AND UTILITIES TO ENSURE ADEQUATE, EFFICIENT, RELIABLE, SAFE AND LEAST-COST PUBLIC UTILITY SERVICES, WHILE PROMOTING THE DEVELOPMENT OF AN EFFECTIVELY COMPETITIVE ENERGY SUPPLIER MARKET.

THE ICC IS ALSO DIRECTED BY STATE LAW WITH PROTECTING THE PUBLIC BY OVERSEEING CERTAIN TRANSPORTATION ACTIVITIES, INCLUDING RAILROAD SAFETY, TRUCKING INSURANCE AND REGISTRATION, RELOCATION AND SAFETY TOWING, AND HOUSEHOLD GOODS MOVING COMPANIES.



# COMMISSION OVERSEES

- REGULATES INVESTOR OWNED PUBLIC UTILITIES
  - PRIMARILY WATER/SEWER, NATURAL GAS AND ELECTRICITY
  - OVERSIGHT OF RATES
  - OVERSIGHT OF SERVICE QUALITY
  - OVERSIGHT OF SAFETY
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# OTHER ENTITIES WITH WATER/SEWER OVERSIGHT

- IN ILLINOIS, REGULATORY OVERSIGHT OF PUBLIC WATER SYSTEMS (PWS) AND SANITARY SEWAGE SYSTEMS IS SHARED BY THE ILLINOIS ENVIRONMENTAL PROTECTION AGENCY (IEPA) AND THE ILLINOIS DEPARTMENT OF PUBLIC HEALTH (IDPH).
- IEPA HAS OVERSIGHT OF COMMUNITY PUBLIC WATER SUPPLIES (CWS) AND SANITARY SEWAGE SYSTEMS WITH MORE THAN 15 SERVICE CONNECTIONS.
- IEPA'S PRIMARY GOAL CONCERNING DRINKING WATER IS TO ASSURE THAT ALL PERSONS SERVED BY CWS SYSTEMS RECEIVE WATER WHICH IS SAFE IN QUALITY, CLEAN, ADEQUATE IN QUANTITY AND OF SATISFACTORY MINERAL CHARACTER FOR ORDINARY DOMESTIC CONSUMPTION.
- ABOUT 1,750 COMMUNITY WATER SUPPLIES -- ABOUT 100 OWNED BY PUBLIC UTILITIES
- ABOUT 750 PUBLIC SANITARY SEWAGE SYSTEMS -- ABOUT 50 OWNED BY PUBLIC UTILITIES
- IDPH HAS OVERSIGHT OF SMALL, NON-COMMUNITY WATER SYSTEMS AND SANITARY SEWAGE SYSTEMS (LESS THAN 15 CUSTOMERS)

# HISTORICAL NUMBER OF WATER/SEWER UTILITIES

- 1996 ANNUAL REPORTS 35 WATER/SEWER UTILITIES
- 2001 ANNUAL REPORTS 30 WATER/SEWER UTILITIES
- 2006 ANNUAL REPORTS 22 WATER/SEWER UTILITIES
- 2011 ANNUAL REPORTS 18 WATER/SEWER UTILITIES
- 2016 ANNUAL REPORTS 12 WATER/SEWER UTILITIES
- SUMMARY REPORT FOR PERIODS PRIOR TO 2014 WILL SHOW 22 MORE PUBLIC UTILITIES DUE TO A UTILITY CONSOLIDATING ITS 23 OPERATING SUBSIDIARIES INTO ONE DURING 2014
- VALUES SHOWN ARE AN APPLES TO APPLES COMPARISON

# NUMBER OF CUSTOMERS SERVED BY PUBLIC UTILITIES

	WATER	SEWER
• 1996 ANNUAL REPORTS	338,268	50,434
• 2001 ANNUAL REPORTS	330,559	49,630
• 2006 ANNUAL REPORTS	352,895	47,614
• 2011 ANNUAL REPORTS	351,095	42,809
• 2016 ANNUAL REPORTS	362,325	47,240
• 2017 ANNUAL REPORTS	364,900	47,919

# CURRENT LARGEST WATER/SEWER PUBLIC UTILITIES PER 2017 ANNUAL REPORTS

<u>COMPANY NAME</u>	<u>WATER CUSTOMERS</u>	<u>SEWER CUSTOMERS</u>
AQUA ILLINOIS, INC.	63,494	9,753
ILLINOIS-AMERICAN UTILITY SERVICES	282,836	32,356
	15,455	3,662
TOTAL FOR LARGEST THREE	361,785 (99.2%)	45,771 (95.5%)
TOTAL ALL PUBLIC UTILITIES	364,900	47,919



# PRE OR NON 9-210.5 ACQUISITIONS

<u>DOCKET</u>	<u>PURCHASER</u>	<u>SELLER</u>	<u>CUSTOMERS</u>	<u>\$/CUSTOMER</u>
12-0219	AQUA	TRI-STAR	424 (S)	\$1,073
12-0467	AQUA	MOECHERVILLE	372 (W)	\$3,763
13-0073	IAWC	GRAFTON	398 (W)	\$4,523
13-0155	AQUA	WOODLAWN/NORDIC	290 (W)/83 (S)	\$547
13-0308	AQUA	SUN RIVER TERRACE	162 (S)	\$1,852
13-0564	USI	OAKWOOD	713 (W)/671 (S)	\$1,481
13-0595	AQUA	MCHENRY SHORES	534 (W)	\$800
14-0744	AQUA	SUMMERDALE	57 (W)	\$88
15-0465	AQUA	GOLF GREENWOOD	72 (W)/72 (S)	\$222
17-0114	IAWC	PIASA TOWNSHIP	120 (S)	\$500
TOTAL	10 CASES		3,968	\$1,712 (WEIGHTED AVERAGE)

# VALUATION OF PRE 9-210.5 ACQUISITIONS

- BOOK VALUE – (ORIGINAL COST OF ASSETS NET OF DEPRECIATION)
- BANKRUPTCY – VALUATION SET BY COURT

# ORIGINAL 9-210.5 ACQUISITIONS

<u>DOCKET</u>	<u>PURCHASER</u>	<u>SELLER</u>	<u>CUSTOMERS</u>	<u>\$/CUSTOMER</u>
14-0105	IAWC	HARDIN COUNTY	513 (W)	\$3,278
14-0396	AQUA	NORTH MAINE	4,724 (W)/2,494 (S)	\$3,048
15-0374	IAWC	DANA/ANCONA	145 (W)	\$7,414
15-0384	AQUA	NUNDA/EASTWOOD	340 (W)/190 (S)	\$2,830
15-0458	IAWC	GRAFTON	340 (S)	\$1,765
15-0544	IAWC	RANSOM	184 (W)	\$951
15-0596	AQUA	CRYSTAL CLEAR	293 (W)	\$2,713
16-0341	IAWC	SADORUS	150 (W)	\$1,600
16-0581	IAWC	FOREST HOMES	517 (W)	\$1,741
17-0246	IAWC	FARMINGTON	1,060 (W)	\$3,538
17-0314	AQUA	PEOTONE	1,500 (W)/1,500 (S)	\$4,100
17-0339	IAWC	FISHER	890 (W)/890 (S)	\$3,820
17-0813	AQUA	MANTENO	3,800 (S)	\$6,579
18-0241	IAWC	SUNDALE	550 (W)/1,410 (S)	\$1,020
TOTAL	14 CASES		21,490	\$3,668 (WA)

# PRE VERSUS ORIGINAL 9-210.5 TAKEAWAYS

PRE 9-210.5 AND ORIGINAL 9-210.5 SUMMARIES COVER ROUGHLY SAME NUMBER OF YEARS

NUMBER OF CUSTOMERS IN ACQUISITIONS 3,968 (PRE) VERSUS 21,490 (ORIGINAL)

VALUATIONS CHANGE \$1,712/CUSTOMER (PRE) VERSUS \$3,668/CUSTOMER (ORIGINAL)

9-210.5 HAD DEFINITE IMPACT

# CURRENT 9-210.5 CASES

## OPEN CASES

<u>DOCKET</u>	<u>COMPANY</u>	<u>SELLER</u>	<u>CUSTOMERS</u>	<u>\$/CUSTOMER</u>
18-0785	AQUA	FOX RIVER	376 (W)/376 (S)	\$4,721
18-0879	IAWC	ALTON	11,175 (S)	\$4,814
18-1093	AQUA	GRANT PARK	540 (S)	\$4,529
18-1498	IAWC	GLASFORD	490 (W)/490 (S)	\$1,939
TOTALS	4 CASES		13,447	\$4,577

# CURRENT LEGISLATIVE HIGHLIGHTS

THE CURRENT 9-210.5 WAS CHANGED FROM REFERENCING “...THE WATER DEPARTMENT MANAGER...” TO “...EXECUTIVE DIRECTOR OR HIS DESIGNEE...” IN SEVERAL PLACES. I HAVE BEEN NAMED AS THE DESIGNEE.

KEPT PROCESS MOVING AND MOSTLY CONSISTENT WITH ORIGINAL LEGISLATION

ELIMINATED MOST SIZE LIMITATIONS ON TRANSACTIONS

PROVIDED ALTERNATIVE CUSTOMER RATE POSSIBILITIES