Annual Report Analyzes Illinois Retail Electric Market

CHICAGO – The Illinois Commerce Commission’s Office of Retail Market Development (ORMD) released its ninth annual report to the General Assembly and Governor today.

The report describes the competitive retail electric market in Illinois and is a requirement of the Retail Electric Competition Act of 2006. It details the specific accomplishments achieved by the ORMD in promoting retail competition.

“The retail electric market is very dynamic, especially in the residential and small commercial customer areas” said Torsten Clausen, director of the ICC’s ORMD. “The annual reporting allows us to track the changes in the market and analyze the development of competition in the retail electric market.”

Nearly 85% of the non-residential (commercial and industrial) power usage in the ComEd and Ameren service territories were served by alternative retail electric suppliers (ARES). Even in the smallest commercial customer class, close to 60% of the electricity continues to be provided by an ARES (listed in pages 6-10 of the report).

Slightly over 40% of the residential customers in ComEd’s service territory have switched to an ARES, down from about 61% a year earlier. In the Ameren Illinois service territory, approximately 634,000 residential customers receive power from an ARES in May 2016, up from 610,000 customers in May 2015. This is approximately 60% of the residential customers in the Ameren Illinois rate zones (page 23 of the report).

The last year saw some growth in the number of ARES. As of May 2016, 57 ARES offer service to residential customers across the state, which is 12 more than a year earlier, with 25 suppliers offering residential customers a choice for their electric supply in the Ameren Illinois service territory. Of the residential service offerings in the ComEd service territory, 78% were fixed rate offers and 17% were variable rate offers (page 39 of the report).

The report details additional measures the ORMD has taken to improve the development of an effective, competitive retail electric market, including the initiation of a rulemaking addressing ARES obligations when marketing to residential and small commercial customers.


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**About the Illinois Commerce Commission**

The Illinois Commerce Commission’s mission is to pursue an appropriate balance between the interests of consumers and existing and emerging service providers to ensure the provision of adequate, efficient, reliable, safe and least-cost public utility services. The Commission pursues this mission through three bureaus: The Bureau of External Affairs, which provides educational information on utility issues for consumers, governmental entities and communities and through its Consumer Services Division, resolves customer/utility disputes and develops rules on utility service and consumer protection; the Public Utilities Bureau, which focuses on financial and operational analysis, policy development, public safety and enforcement activities related to electric, natural gas, water, sewer and telecommunications companies; and the Transportation Bureau, which includes trucking insurance and registration, railroad safety, relocation towing, safety towing and household goods moving company enforcement activities. The ICC’s five commissioners are appointed by the Governor and approved by the Illinois State Senate for five-year terms.