ILLINOIS HOUSE OF REPRESENTATIVES

DISTRICT OFFICE: 124 LOCUST RED BUD, IL 62278 (618) 282-7284 FAX (618) 282-7286

E-MAIL: staterepcostello@gmail.com



JERRY F. COSTELLO II

STATE REPRESENTATIVE 116TH DISTRICT

July 10, 2013

SPRINGFIELD OFFICE: 200-5S STRATTON BUILDING SPRINGFIELD, IL 62706 (217) 782-1018 FAX (217) 558-4502



P.C. # 4

Members of the Illinois Pollution Control Board C/o John Therriault, Assistant Clerk Illinois Pollution Control Board 100 W. Randolph Street, Ste. 11-500 Chicago, IL 60601-3218

RE: Public Comment in **Support** of Illinois Power Holdings' Petition, Docket No. 2013-253 (Air-Variance)

Dear Honorable Members of the Illinois Pollution Control Board:

I write to you today to share my strong support for the above referenced variance petition filed by Illinois Power Holdings (IPH), a Dynegy subsidiary, currently pending before the Illinois Pollution Control Board.

Dynegy, an Illinois employer with a strong environmental track-record, has stepped up to help support much-needed union jobs and economic activity in Illinois through the proposed sale of Ameren Energy Resources (AER) to IPH. With this transaction, Dynegy plans to double its operations and investment in Illinois as a responsible neighbor and major employer of well-paying union jobs. As a closing condition under the transaction agreement, if this petition for temporary relief is not granted, environmental and economic benefits are at risk.

Dynegy, through its power generation facilities has been and continues to be an important economic partner in our local, state and regional economies. I serve as State Representative for the Illinois House 116th District, which is home to Dynegy's Baldwin Power Station. Not only does Dynegy provide approximately 600 well-paying jobs in my district, but Dynegy employees also invest that money back into Illinois, helping to boost household income for all. Dynegy's Illinois facilities further

money back into Illinois, helping to boost household income for all. Dynegy's Illinois facilities further serve as an important source of tax revenue (\$26 million in the 2012 tax year) to help support important public services, including support for our cash-strapped schools and local governments.

Dynegy and its subsidiaries are committed to Illinois and our environment, recently investing \$1 billion in an environmental upgrade program at its Illinois facilities, creating over 2,000 construction jobs across Illinois. IPH is committed to the responsible operation of the AER energy centers and their communities – consistent with the Board-ordered compliance commitments set forth in the existing variance.

We need to encourage Illinois companies to continue to invest in Illinois and support union jobs. With this transaction, Dynegy is doubling its operations and investment in Illinois as a responsible neighbor and major employer of well-paying union jobs.

Regarding the petition before the Board, in September 2012, this Board saw fit to grant a similar variance request by AER, recognizing both the environmental and economic benefits of doing so and finding the variance to be a "net benefit to air quality." If granted today, the IPH petition will provide continued certainty to the AER employees and Illinois communities that count on the economic benefit of the operation of the AER energy centers. Without the variance, Ameren will be forced to pursue other options for the AER energy centers, creating uncertainty for the plants' futures and an important part of our state economy.

A vibrant employer climate is essential for the residents in our communities, and even the prospect of potential shutdowns would stifle economic growth and development in Central and Southern Illinois. A successful transfer of the plants to IPH offers the best opportunity for the workers, their families and for our communities, a stable tax base that provides critical support for our local schools, emergency response organizations and countless local governments.

Considering the opportunity before us, I ask the Board to support the IPH petition for temporary relief as the best path forward for improving air quality, while protecting much-needed jobs and economic benefits that we depend upon.

Sincerely,

Jerfy F. Costello II State Representative

116th District