

General Assembly

January Session, 2025



AN ACT ENHANCING ENVIRONMENTAL PERMITTING PREDICTABILITY.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

Section 1. Section 22a-6aa of the general statutes is repealed and the
 following is substituted in lieu thereof (*Effective October 1, 2025*):

3 The Commissioner of Energy and Environmental Protection may 4 continue in effect any general permit issued by the commissioner 5 pursuant to the provisions of this title [for a period of twelve months 6 beyond the expiration date for such permit] until a new general permit 7 is issued, or the commissioner makes a determination not to issue a new 8 general permit, provided the commissioner publishes notice, not later 9 than one hundred eighty days prior to the expiration date of such 10 general permit of the intent to renew such general permit in accordance 11 with any applicable provision of this title. Any such general permit 12 continued in effect beyond its expiration date shall remain in effect until 13 the commissioner makes a final decision on the renewal of such general 14 permit, in accordance with the provisions of this title. [, provided such 15 final decision is made on or before the twelfth month after the expiration 16 date. If no final decision is made within such time period, such general 17 permit shall expire.] The commissioner may require the remittance of a 18 registration fee in an amount not to exceed the existing registration fee 19 for such general permit whenever a general permit is continued in effect beyond its expiration date in accordance with the provisions of this
section. Nothing in this section shall affect the obligation of any person
to register for a general permit pursuant to the provisions of this title in
a timely fashion or to comply with any general permit issued by the
commissioner pursuant to the provisions of this title.

25 Sec. 2. (NEW) (Effective July 1, 2025) (a) (1) Notwithstanding the 26 provisions of chapters 440 and 444 of the general statutes and sections 27 22a-361 and 22a-363b of the general statutes, the Commissioner of 28 Energy and Environmental Protection may require, as a condition of any 29 permit issued pursuant to section 22a-32, 22a-42, 22a-361 or 22a-363b of 30 the general statutes, or as a condition of any certification regarding 31 water quality pursuant to 33 USC 1341, watershed-level compensatory 32 mitigation to offset impacts to water resources caused by any regulated 33 activity (A) that is authorized under permit actions and conducted by 34 any department, agency or instrumentality of the state, except any local 35 or regional board of education, or (B) that is authorized under permit 36 actions for activities within the public trust, including, but not limited 37 to, impacts to inland wetlands and watercourses, tidal wetlands and 38 coastal waters.

39 (2) The commissioner may include conditions for any license or 40 certification referenced in subsection (a) of this section only if the 41 commissioner determines that the applicant has demonstrated that: (A) 42 It is not prudent to further minimize impacts of the regulated activity, 43 and (B) for licensees or certificates that authorize actions for activities 44 within the public trust, the commissioner additionally determines that 45 the applicant has demonstrated that the watershed-level mitigation 46 project will provide substantial public benefit.

47 (3) The commissioner may enter into any contract or agreement with48 any contractor, state agency or federal agency in order to implement the49 provisions of this section.

50 (b) Provided the requirements of subdivision (2) of subsection (a) of 51 this section are met, the commissioner may require one or both of the 52 following actions by the permittee: (1) The purchasing of resource 53 credits to provide compensation, in an amount established by the 54 commissioner, to fund compensatory mitigation projects, or (2) 55 participation in a compensatory mitigation project in lieu of a fee 56 program or mitigation bank that has been approved for use by the 57 United States Army Corps of Engineers and the Department of Energy 58 and Environmental Protection.

(c) Any land purchase, conservation easement or other protective instrument used as a compensatory mitigation project pursuant to this section shall be held by a third party, unless the commissioner determines it is in the interest of the state for the state to hold the asset. All lands or interests in land acquired pursuant to this section shall be preserved in perpetuity for the protection of the wetland and hydrological functioning.

(d) Any watershed-level mitigation project pursued in accordance
with this section shall create, restore or enhance the same or similar
types of water resource to be impacted by the regulated activity and
such compensation shall be proportional to the impacts caused by the
proposed regulated activity.

(e) All watershed-level compensation resources acquired pursuant to
this section shall be adequately protected, in perpetuity, to protect the
water resources subject to mitigation under this section.

74 (f) (1) The commissioner shall issue, and may periodically reissue, a 75 request for proposals for contractors who will develop a watershedlevel mitigation program. Any such selected contractor shall be 76 77 responsible for identifying potential watershed-level mitigation project 78 locations for the commissioner's approval and performing wetland and 79 water resource creation, restoration or enhancement projects, including 80 providing for such project's long-term management. The request for 81 proposals may include any elements necessary for operation of the 82 watershed-level mitigation program, as determined by the 83 commissioner. In evaluating contractors for selection under any such

84 request for proposals, the commissioner shall evaluate contractor 85 qualifications that include, but are not limited to, sufficient financial 86 resources to monitor and maintain any mitigation project for the 87 appropriate time periods and sufficient and reliable demonstration of 88 financial controls to administer the accounts necessary to conduct, 89 monitor and maintain any such projects. The commissioner may select 90 one or more contractors to carry out the purposes of this section.

91 (2) Any contractor selected pursuant to subdivision (1) of this
92 subsection shall seek the commissioner's approval for any project
93 location or scope before initiating such a compensatory mitigation
94 project.

95 (3) Each such contractor may accept other federal, state or private
96 funding for such projects in order to enhance or expand the
97 compensatory mitigation project.

98 Sec. 3. (NEW) (*Effective from passage*) (a) The Commissioner of Energy 99 and Environmental Protection shall prepare a report that evaluates 100 potential improvements to environmental reviews undertaken 101 pursuant to the state Endangered Species Act. Such report shall include: 102 (1) Recommendations for improvements to the processing of such 103 environmental reviews that will increase the efficiency, transparency, 104 and predictability of such reviews, (2) an assessment of similar 105 environmental review programs in other states, (3) recommendations 106 concerning qualifications and proficiencies of third-party consultants 107 that prepare mitigation plans and other materials required by the 108 Department of Energy and Environmental Protection's Natural 109 Diversity Data Base review process, (4) a description of the required 110 components of a Natural Diversity Data Base review request, (5) the 111 outcomes of a stakeholder engagement process that compiles public 112 on Natural Diversity Data Base review program opinions improvements, and (6) a prioritized list of additional scientific and 113 114 communications resources that would increase the efficiency and 115 predictability of the environmental review process.

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(b) The commissioner may, within existing resources, hire aconsultant to assist in preparing the report or portions thereof.

(c) Not later than February 1, 2026, the commissioner shall submit
said report, in accordance with the provisions of section 11-4a of the
general statutes, to the joint standing committee of the General
Assembly having cognizance of matters relating to the environment and
shall post said report on the Department of Energy and Environmental
Protection's Internet web site.

124 Sec. 4. (NEW) (*Effective from passage*) (a) For any license, as defined in 125 section 4-166 of the general statutes, that requires a hearing upon receipt 126 of a petition by the Commissioner of Energy and Environmental 127 Protection pursuant to any provision of title 22a of the general statutes 128 or section 25-68d of the general statutes, or the regulations of 129 Connecticut state agencies under the authority of the Department of 130 Energy and Environmental Protection, such hearing shall be a public 131 informational hearing and shall not be subject to the requirements of 132 chapter 54 of the general statutes unless such petition alleges 133 aggrievement or unreasonable pollution, impairment or destruction of 134 the public trust in accordance with the provisions of subsection (b) of 135 this section. At such public informational hearing, the Commissioner of 136 Energy and Environmental Protection shall accept written and verbal 137 comments regarding the license that is the subject of such informational 138 hearing. Before issuing any final decision on a license that is the subject 139 of such a public informational hearing, the commissioner shall respond 140 to comments received at such informational hearing by posting a 141 written response on the Department of Energy and Environmental 142 Protection's Internet web site.

(b) For purposes of subsection (a) of this section, a petition alleges
aggrievement or unreasonable pollution, impairment or destruction of
the public trust if the petition sets forth specific facts that: (1)
Demonstrate that the legal rights, duties or privileges of at least one
person who signed the petition will be, or may reasonably be expected
to be, affected by the decision, or (2) allege that the proceeding involves

149 conduct that has, or is reasonably likely to have, the effect of 150 unreasonably polluting, impairing or destroying the public trust in the 151 air, water or other natural resources of the state. The commissioner shall 152 provide a copy of any such petition to the person seeking such license 153 not later than ten business days after receipt of such petition. Such 154 person may object to such petition on the basis that such petition fails to 155 contain the specific factual demonstration required by this subsection. 156 Not later than thirty days after a petition is submitted pursuant to 157 subsection (a) of this subsection that purports to allege aggrievement or 158 unreasonable pollution or destruction of such public trust, the 159 commissioner shall determine whether the petition satisfies the 160 requirements of this section and send notice of such determination, in 161 writing, to the person seeking such license. If such petition request is 162 granted by the commissioner, the petitioner shall be granted intervening 163 party status and a hearing shall be held pursuant to the requirements of 164 chapter 54 of the general statutes.

165 (c) No provision of subsection (a) or (b) of this section shall be construed to require a public informational hearing or contested case 166 167 hearing in lieu of the public hearing prerequisites established in subdivisions (1) and (2) of subsection (b) of section 22a-32 of the general 168 169 statutes, subdivisions (2) and (3) of subsection (k) of section 22a-39 of 170 the general statutes, subdivisions (2) and (3) of subsection (b) of section 171 22a-361 of the general statutes or subdivisions (3) and (4) of subsection 172 (d) of section 25-68d of the general statutes.

(d) No provision of this section shall be construed to prevent the
commissioner from holding a hearing prior to approving or denying
any application if the commissioner determines that the public interest
will be best served by holding a hearing and if another provision of the
general statutes provides the commissioner the discretion to hold such
a hearing. Any hearing held pursuant to this subsection shall not be
subject to the requirements of chapter 54 of the general statutes.

This act shall take effect as follows and shall amend the following		
sections:		
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Section 1	October 1, 2025	22a-6aa
Sec. 2	July 1, 2025	New section
Sec. 3	from passage	New section
Sec. 4	from passage	New section

Statement of Legislative Commissioners:

In Section 4(c), reference to section "25-68" was changed to "25-68d", for accuracy.

ENV Joint Favorable Subst. -LCO