

General Assembly

January Session, 2025

## Raised Bill No. 7016

LCO No. **4732** 

Referred to Committee on ENERGY AND TECHNOLOGY

Introduced by: (ET)

## AN ACT CONCERNING THIRD-PARTY ENERGY CAPITAL IMPROVEMENTS AND ESTABLISHING A MUNICIPAL ELECTRIC GRID MODERNIZATION GRANT PROGRAM.

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

Section 1. Section 16-244dd of the general statutes is repealed and the
 following is substituted in lieu thereof (*Effective July 1, 2025*):

3 Notwithstanding the provisions of this title and title 16a, the Public 4 Utilities Regulatory Authority may select the Connecticut Green Bank, 5 the Department of Energy and Environmental Protection, the electric 6 distribution companies, as defined in section 16-1, a third party that the 7 authority deems appropriate or any combination thereof to implement 8 [the non-residential renewable energy program established pursuant to 9 section 16-244z, the residential renewable energy program established 10 pursuant to said section, the shared clean energy facility program 11 established pursuant to said section, the light-duty electric vehicle 12 charging program established by the authority in a proceeding or a 13 medium-duty to heavy-duty electric vehicle charging] any ratepayer-14 funded clean energy, renewable energy or electric grid modernization 15 program established by the authority in a proceeding.

Sec. 2. Section 16-244z of the general statutes is amended by adding
subsection (i) as follows (*Effective July 1, 2025*):

(NEW) (i) Notwithstanding any provision of this section, the authority may select the Connecticut Green Bank, the Department of Energy and Environmental Protection, the electric distribution companies, as defined in section 16-1, a third party that the authority deems appropriate or any combination thereof to implement any program established pursuant to this section, including conducting the solicitations described in this section.

Sec. 3. (NEW) (*Effective July 1, 2025*) (a) For the purposes described in subsection (b) of this section, the State Bond Commission shall have the power from time to time to authorize the issuance of bonds of the state in one or more series and in principal amounts not exceeding in the aggregate \_\_\_\_\_ million dollars.

30 (b) The proceeds of the sale of said bonds, to the extent of the amount 31 stated in subsection (a) of this section, shall be used by the Office of 32 Policy and Management for a municipal electric grid modernization 33 program, the purpose of which shall be to provide grants-in-aid to any 34 municipality that owns and operates a municipal electric utility and that 35 seeks to modernize the electrical grid infrastructure for such utility.

36 (c) Any municipality that owns and operates a municipal electric 37 utility pursuant to chapter 98 of the general statutes may apply for a 38 grant-in-aid pursuant to this section to the Secretary of the Office of 39 Policy and Management in such form and manner as prescribed by the 40 secretary, who may further prescribe additional technical or 41 procurement requirements as a condition of receiving any such grant-42 in-aid.

43 (d) All provisions of section 3-20 of the general statutes, or the 44 exercise of any right or power granted thereby, which are not 45 inconsistent with the provisions of this section are hereby adopted and 46 shall apply to all bonds authorized by the State Bond Commission 47 pursuant to this section, and temporary notes in anticipation of the 48 money to be derived from the sale of any such bonds so authorized may 49 be issued in accordance with said section 3-20 and from time to time 50 renewed. Such bonds shall mature at such time or times not exceeding 51 twenty years from their respective dates as may be provided in or 52 pursuant to the resolution or resolutions of the State Bond Commission 53 authorizing such bonds. None of said bonds shall be authorized except 54 upon a finding by the State Bond Commission that there has been filed 55 with it a request for such authorization which is signed by or on behalf 56 of the Secretary of the Office of Policy and Management and states such 57 terms and conditions as said commission, in its discretion, may require. 58 Said bonds issued pursuant to this section shall be general obligations 59 of the state and the full faith and credit of the state of Connecticut are 60 pledged for the payment of the principal of and interest on said bonds 61 as the same become due, and accordingly and as part of the contract of 62 the state with the holders of said bonds, appropriation of all amounts 63 necessary for punctual payment of such principal and interest is hereby 64 made, and the State Treasurer shall pay such principal and interest as 65 the same become due.

(e) Any grant-in-aid allowed under the municipal electric grid
modernization program under this section may be administered on
behalf of the Office of Policy and Management by another state agency
as determined by the Secretary of the Office of Policy and Management.

This act shall take effect as follows and shall amend the following sections:		
Section 1	July 1, 2025	16-244dd
Sec. 2	July 1, 2025	16-244z(i)
Sec. 3	July 1, 2025	New section

## Statement of Purpose:

To allow third-party developers of energy capital improvements in the state and to establish a municipal electric grid modernization grant program.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]