

General Assembly

January Session, 2025

Raised Bill No. 7206

LCO No. **6020**

Referred to Committee on GOVERNMENT ADMINISTRATION AND ELECTIONS

Introduced by: (GAE)

AN ACT CONCERNING PROCEEDINGS OF THE SITING COUNCIL AND OTHER REQUIREMENTS CONCERNING CERTAIN UTILITY EXPENDITURES.

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

Section 1. Section 16-50n of the general statutes is repealed and the
 following is substituted in lieu thereof (*Effective October 1, 2025*):

3 (a) The parties to a certification or amendment proceeding or to a 4 declaratory ruling proceeding shall include: (1) The applicant, certificate 5 holder, or petitioner; (2) each person entitled to receive a copy of the 6 application or resolution under section 16-50l, as amended by this act, if 7 such person has filed with the council a notice of intent to be a party; (3) 8 any domestic or qualified nonprofit corporation or association formed 9 in whole or in part to promote conservation or natural beauty, to protect 10 the environment, personal health or biological values, to preserve 11 historical sites, to promote consumer interests, to represent commercial 12 and industrial groups or to promote the orderly development of the 13 areas in which the facility is to be located, if it has filed with the council 14 a notice of intent to be a party; [and] (4) such other persons as the council

may at any time deem appropriate<u>; and (5) the Consumer Counsel, as</u>
provided in subsection (b) of this section.

17 (b) The council may permit any person to participate as an intervenor, 18 in accordance with the provisions of section 4-177a, in a certification or 19 amendment proceeding or a declaratory ruling proceeding. 20 Notwithstanding the provisions of section 4-177a, for any proceeding 21 pursuant to section 16-50k concerning a facility described in subdivision 22 (1) of subsection (a) of section 16-50i, the council shall grant any person 23 status as an intervenor in such proceeding if such person: (1) Submits a 24 written petition to the council; and (2) is the owner of any property that 25 abuts the proposed facility, or that abuts a right-of-way in which the 26 proposed facility is to be located. The council shall grant party status to 27 the Consumer Counsel to any proceeding of the council that the 28 Consumer Counsel has determined may significantly impact electric 29 rates upon the request of the Consumer Counsel to participate.

30 (c) The council in its discretion may provide for the grouping of 31 parties and intervenors with the same interests. If such a group does not 32 designate an agent for the service of notice and documents, the council 33 shall designate such an agent, and notice and documents need be served 34 only on the designated agent. Notwithstanding the provisions of this 35 subsection, any party or intervenor who has been included in a group 36 may, at any time by oral or written notice to the council, elect not to be 37 a member of the group to the extent specified in such notice.

38 (d) The Attorney General shall appoint an assistant attorney general
39 or a special assistant attorney general to act as counsel for the
40 Connecticut Siting Council.

(e) Upon receipt of the application, the council may employ one or
more independent consultants to study and measure the consequences
of the proposed facility on the environment. The council shall direct
such consultant or consultants to study any matter that the council
deems important to an adequate appraisal of the application. Any such

study and any report issued as a result thereof shall be part of the recordof the proceeding.

48 (f) Any person may make a limited appearance at a hearing held 49 pursuant to the provisions of section 16-50m, prior thereto or within 50 thirty days thereafter, entitling such person to file a statement in writing. 51 At the discretion of the council any person may make a limited 52 appearance at any such hearing to present an oral statement under oath. 53 All papers and matters filed by a person making a limited appearance 54 shall become part of the record. No person making a limited 55 appearance, and not otherwise entitled to be a party, shall be a party or 56 shall have the right to cross-examine witnesses, parties or intervenors.

57 Sec. 2. Subsection (a) of section 16-2a of the general statutes is 58 repealed and the following is substituted in lieu thereof (*Effective October* 59 1, 2025):

60 (a) There shall be an independent Office of Consumer Counsel, 61 within the Department of Energy and Environmental Protection, for 62 administrative purposes only, to act as the advocate for consumer 63 interests in all matters which may affect Connecticut consumers with 64 respect to public service companies, electric suppliers and certified 65 telecommunications providers, including, but not limited to, rates and 66 related issues, ratepayer-funded programs and matters concerning the 67 reliability, maintenance, operations, infrastructure and quality of 68 service of such companies, suppliers and providers. The Office of 69 Consumer Counsel is authorized to appear in and participate in any 70 regulatory or judicial proceedings, federal or state, in which such 71 interests of Connecticut consumers may be involved, or in which 72 matters affecting utility services rendered or to be rendered in this state 73 may be involved. The Office of Consumer Counsel shall be a party to 74 each contested case before the Public Utilities Regulatory Authority and 75 any proceeding of the Connecticut Siting Council and shall participate 76 in such <u>cases or</u> proceedings to the extent [it] <u>the Consumer Counsel</u> 77 deems necessary. Said Office of Consumer Counsel may appeal from a

78 decision, order or authorization in any such state regulatory proceeding

- 79 notwithstanding its failure to appear or participate in said proceeding.
- Sec. 3. Section 16-50*l* of the general statutes is amended by adding
 subsection (i) as follows (*Effective October 1, 2025*):

82 (NEW) (i) Any applicant that submits an initial application under this 83 section for a facility described in subsection (a) of section 16-50i that 84 retains a communicator lobbyist, as defined in section 1-91, for purposes 85 of influencing the public or interested parties concerning such 86 application, shall immediately provide electronic notice of such retainer 87 to (1) the council; (2) the Attorney General; (3) each member of the 88 legislature in whose assembly or senate district the facility or any 89 alternative location listed in the application is to be located; and (4) the 90 chief elected official of the municipality in which any portion of such 91 facility is to be located, both as primarily proposed and in the alternative 92 locations listed, and any adjoining municipality having a boundary not 93 more than two thousand five hundred feet from such facility.

Sec. 4. Subdivision (1) of subsection (a) of section 16-50l of the general
statutes is repealed and the following is substituted in lieu thereof
(*Effective October 1, 2025*):

97 (1) In the case of facilities described in subdivisions (1), (2) and (4) of 98 subsection (a) of section 16-50i: (A) A description, including estimated 99 costs, of the proposed transmission line, substation or switchyard, 100 covering, where applicable underground cable sizes and specifications, 101 overhead tower design and appearance and heights, if any, conductor 102 sizes, and initial and ultimate voltages and capacities; (B) a statement 103 and full explanation of why the proposed transmission line, substation 104 or switchyard is necessary and how the facility conforms to a long-range 105 plan for expansion of the electric power grid serving the state and 106 interconnected utility systems, that will serve the public need for 107 adequate, reliable and economic service; (C) a map of suitable scale of 108 the proposed routing or site, showing details of the rights-of-way or site

109 in the vicinity of settled areas, parks, recreational areas and scenic areas, 110 residential areas, private or public schools, child care centers, as 111 described in section 19a-77, group child care homes, as described in 112 section 19a-77, family child care homes, as described in section 19a-77, 113 licensed youth camps, and public playgrounds and showing existing 114 transmission lines within one mile of the proposed route or site; (D) a 115 justification for adoption of the route or site selected, including 116 comparison with alternative routes or sites which are environmentally, 117 technically and economically practical, and, in the case of a proposed 118 repair, detailed studies of alternative solutions to repairing existing 119 electric transmission lines, with consideration of at least one type of 120 <u>electric grid-enhancing technology</u>; (E) a description of the effect of the 121 proposed transmission line, substation or switchyard on the 122 environment, ecology, and scenic, historic and recreational values; (F) a 123 justification for overhead portions, if any, including life-cycle cost 124 studies comparing overhead alternatives with underground 125 alternatives, and effects described in subparagraph (E) of this 126 subdivision of undergrounding; (G) a schedule of dates showing the 127 proposed program of right-of-way or property acquisition, 128 construction, completion and operation and, in the case of any facility 129 described in subdivision (1) of subsection (a) of section 16-50i, or any 130 modification of such a facility, (i) any appraisal completed by an 131 independent appraiser on behalf of the applicant concerning fair 132 compensation that is to be provided to an owner of real property in 133 connection with the necessity of entering a right-of-way, including any 134 easements or land acquisition, and (ii) for property that the applicant 135 does not own, lease or otherwise have access to, the applicant shall 136 exercise due diligence to seek permission to gain access to such 137 property. Evidence of due diligence shall be established by the 138 submission of: (I) Certified mail, return receipt requested, letters sent to 139 the owner or owners of record of such property requesting access to the property; and (II) an affidavit from the applicant stating that the 140 141 applicant was not provided access to the property and, in the absence of 142 permission to access the property, the applicant made visual inspections

143 of the property to document existing conditions from public rights-ofway, existing utility rights-of-way or other accessible properties within 144 145 or surrounding the proposed facility site; (H) an identification of each 146 federal, state, regional, district and municipal agency with which 147 proposed route or site reviews have been undertaken, including a copy 148 of each written agency position on such route or site; [and] (I) an 149 assessment of the impact of any electromagnetic fields to be produced 150 by the proposed transmission line; (J) data for the preceding two years, 151 by quarter, regarding the earned and authorized return on equity on 152 related projects subject to the jurisdiction of the council; (K) an estimate 153 of the return on investment for the proposed facility that is the subject 154 of such application, and (L) an estimate of the impact of the proposed 155 transmission line, substation or switchyard on regional network service 156 and local network service rates for electric distribution companies, and 157 accompanying calculations, including any underlying assumptions for 158 such estimate;

Sec. 5. Subdivision (3) of subsection (a) of section 16-50*l* of the general
statutes is repealed and the following is substituted in lieu thereof
(*Effective October 1, 2025*):

162 (3) In addition to the requirements of subdivisions (1) and (2) of this 163 subsection, in the case of any facility described in subdivision (1) of 164 subsection (a) of section 16-50i, or any modification of such a facility: (A) 165 A description of the estimated initial and life-cycle costs for the facility 166 or modification, as applicable, and for each feasible and practical 167 alternative; (B) an estimate of the regionalized and localized costs for the 168 facility or modification, as applicable, and for each feasible and practical 169 alternative, in accordance with the regional independent system 170 operator's procedure for pool-supported pool transmission facilities 171 cost review, or a successor procedure; (C) for any difference between the 172 estimated total costs and estimated localized costs, an analysis of the 173 benefits associated with such cost difference; (D) not later than thirty 174 days after the filing of the application, a detailed analysis from an 175 independent engineer selected by the council of any nontransmission

176 alternatives to the proposed facility or proposed modification, as 177 applicable; and (E) (i) for the ten-year period preceding the date of the 178 application, the actual loads for existing transmission lines in the area 179 where the proposed transmission line is to be located, (ii) for the ten-180 year period following the date of the application, the projected load for 181 any proposed transmission line, (iii) for the ten-year period preceding 182 the date of application, the performance of all electric circuits for 183 existing transmission lines in the area where the proposed transmission 184 line is to be located, including a description of all service outages or 185 disruptions, any cause for such outage or disruption and the time 186 required to restore service following such outages or disruptions, and 187 (iv) a statement of loads and resources, as described in subsection (a) of 188 section 16-50r, and all planning studies conducted by the regional 189 independent system operator or the applicant associated with the 190 proposed facility.

- 191 Sec. 6. Section 16-19d of the general statutes is repealed and the 192 following is substituted in lieu thereof (*Effective October 1, 2025*):
- 193 (a) As used in this section:

(1) "Advertising" means the commercial use of any media, including,
but not limited to, newspaper and all other forms of print, radio, [and]
television <u>and Internet</u>, in order to transmit a message to a substantial
number of members of the public or customers of a public service
company;

(2) "Political advertising" means any advertising for the purpose of
influencing public opinion with respect to any legislative,
administrative or electoral decision or with respect to any controversial
issue of public importance;

(3) "Institutional advertising" means any advertising which is
designed to create, enhance or sustain a public service company's image
or good will with regard to the general public or its customers;

(4) "Promotional advertising" means any advertising that has the
purpose of inducing the public to select or use the service or additional
service of a public service company or select or install any appliance or
equipment designed to use such service, provided such advertising
shall not include advertising authorized by order or regulation of the
Public Utilities Regulatory Authority.

212 (b) The cost of political, institutional or promotional advertising of 213 any gas company or electric distribution company and the cost of 214 political or institutional advertising of any telephone company shall not 215 be deemed to be an operating expense in any rate schedule proceedings 216 held pursuant to section 16-19. For the purposes of this section, political, 217 institutional or promotional advertising shall not be deemed to include 218 reasonable expenditures for (1) the publication or distribution of 219 existing or proposed tariffs or rate schedules; (2) notices required by law 220 or regulation; (3) public information regarding service interruptions, 221 safety measures, emergency conditions, employment opportunities or 222 the means by which customers can conserve energy or make efficient 223 and economical use of service; (4) the promotion or marketing of 224 efficient gas and electric equipment which the Public Utilities 225 Regulatory Authority determines: (A) Is consistent with the state's 226 energy policy; (B) is consistent with integrated resource planning 227 principles; (C) provides net economic benefit to such company's 228 customers; and (D) shall not have the primary purpose of promoting 229 one fuel over another; or (5) advertising by a gas company that is 230 necessary as a result of competition created by actions and decisions of 231 the Federal Energy Regulatory Commission and the Public Utilities 232 Regulatory Authority. Such advertising shall be limited to the express 233 purpose of promoting gas companies in competition with other 234 providers and marketers of natural gas. Such advertising shall not 235 include any promotions, cash, equipment, installation or service 236 subsidies for the conversion to natural gas from any other energy 237 source.

^{238 (}c) A public service company shall [make application] <u>apply</u> to the

239 authority for determination that equipment meets the requirements of 240 subdivision (4) of subsection (b) of this section. The authority shall, to 241 the extent practicable, make such determination within one hundred 242 twenty days of such filing. All reasonable and proper expenses, required 243 by the authority and the Office of Consumer Counsel, including, but not 244 limited to, the costs associated with analysis, testing, evaluation and 245 testimony at a public hearing or other proceeding, shall be borne by the 246 company and shall be paid by the company at such times and in such 247 manner as the authority directs.

(d) The authority shall not allocate any expenditures made by a gas
company pursuant to subdivision (5) of subsection (b) of this section to
residential customers in any rate schedule proceedings held pursuant to
section 16-19 unless the authority finds that effective competition in the
residential gas market already exists.

(e) The authority shall adopt regulations to carry out the purposes ofsubsections (a) and (b) of this section.

(f) Each gas or electric distribution company shall conspicuously
indicate in all of its advertising whether the costs of the advertising are
being paid for by the company's shareholders, its customers or both.

Sec. 7. Section 16-243gg of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2025*):

260 (a) No electric distribution company, gas company, pipeline 261 company or water company [, as such terms are defined in section 16-262 1,] shall recover through rates any direct or indirect cost associated with 263 membership, dues, sponsorships or contributions to a business or 264 industry trade association, group or related entity incorporated under 265 Section 501 of the Internal Revenue Code of 1986, or any subsequent 266 corresponding internal revenue code of the United States, as amended 267 from time to time.

268 (b) No electric distribution company, gas company, pipeline

269 company or water company, as such terms are defined in section 16-1,
270 shall recover through rates any direct or indirect cost associated with
271 lobbying or legislative action, as such terms are defined in section 1-91.

272 (c) No electric distribution company, gas company, pipeline 273 company or water company [, as such terms are defined in section 16-274 1,] shall recover through rates any direct or indirect cost associated with 275 advertising, marketing, communications that seek to influence public 276 opinion or any other related costs identified by the authority, unless 277 such marketing, advertising, communications or related costs are 278 specifically approved or ordered by the authority or the Department of 279 Energy and Environmental Protection.

280 (d) No electric distribution company, gas company, pipeline 281 company or water company [, as such terms are defined in section 16-282 1,] shall recover through rates any direct or indirect cost associated with 283 (1) travel, lodging or food and beverage expenses for such company's 284 board of directors and officers or the board of directors and officers of 285 such company's parent company; (2) entertainment or gifts; (3) any 286 owned, leased or chartered aircraft for such company's board of 287 directors and officers or the board of directors and officers of such 288 company's parent company; or (4) investor relations.

(e) No electric distribution company shall recover through rates any
 direct or indirect cost associated with (1) promoting the company's
 application before the Connecticut Siting Council, including, but not
 limited to, consulting, data and analytics, franking, fundraising, market
 research, community engagement and Internet web site development,
 or (2) preparing for a proceeding before the Connecticut Siting Council,
 including any appeal from a proceeding of the council.

[(e)] (f) On or before January 15, 2024, and annually thereafter, each electric distribution company, gas company, pipeline company or water company [, as such terms are defined in section 16-1,] with more than seventy-five thousand customers shall report to the authority an

300 itemized list of costs associated with the activities described in this 301 section and subsection (b) of section 16-243p in a form prescribed by the 302 authority. Such report shall include, but need not be limited to: (1) Any 303 costs spent by the parent company or affiliates of the public service 304 company directly billed or allocated to the public service company; (2) 305 a list of the title, job description and salary of any employees of the 306 public service company who performed work associated with the 307 activities described in this section or in subsection (b) of section 16-243p 308 and the hours attributed to such work; (3) a list of the title, job 309 description and salary of any employees of the parent company or 310 affiliate who performed work associated with the activities described in 311 this section or in subsection (b) of section 16-243p and the hours 312 attributed to such work that were directly billed or allocated to the 313 public service company; (4) an itemized list of costs that the public 314 service company made to all third-party vendors for any expenses 315 associated with the activities described in this section or in subsection 316 (b) of section 16-243p including unredacted billing amounts, billing 317 dates, payees and explanation of the expenditure in detail sufficient to 318 describe the purpose of the cost; and (5) any other itemized information 319 deemed relevant by the authority. No electric distribution company, gas 320 company, pipeline company or water company [, as such terms are 321 defined in section 16-1,] shall recover through rates any costs associated 322 with the preparation of such report.

Sec. 8. Subsection (g) of section 16-50j of the general statutes is
repealed and the following is substituted in lieu thereof (*Effective October*1, 2025):

(g) The council shall employ such employees as may be necessary to
carry out the provisions of this chapter, and such employees shall, in the
aggregate, have sufficient expertise in engineering and financial
analysis to carry out the provisions of this chapter, provided the council
shall employ at least one employee dedicated to facilitating the
engagement of interested parties in a proceeding and providing a plain
language summary of proceedings.

This act shall take effect as follows and shall amend the following sections:		
Section 1	October 1, 2025	16-50n
Sec. 2	October 1, 2025	16-2a(a)
Sec. 3	October 1, 2025	16-50l(i)
Sec. 4	October 1, 2025	16-50l(a)(1)
Sec. 5	October 1, 2025	16-50l(a)(3)
Sec. 6	October 1, 2025	16-19d
Sec. 7	October 1, 2025	16-243gg
Sec. 8	October 1, 2025	16-50j(g)

Statement of Purpose:

To modify provisions concerning the Connecticut Siting Council, including by establishing the Consumer Counsel as a party in proceedings, requiring disclosure of utility retention of lobbyists and excluding lobbying and certain other costs from being considered operating costs for ratemaking purposes and modifying submission and notification requirements for council applications.

[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.]