

General Assembly

Amendment

January Session, 2025

LCO No. **9086**



Offered by:

REP. BLUMENTHAL, 147th Dist.

SEN. FLEXER, 29th Dist.

REP. STEINBERG, 136th Dist.

REP. FOSTER, 57th Dist.

To: Subst. House Bill No. 7206

File No. 687

Cal. No. 427

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

- Strike everything after the enacting clause and substitute the following in lieu thereof:
- "Section 1. Section 16-50n of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2025*):
- (a) The parties to a certification or amendment proceeding or to a declaratory ruling proceeding shall include: (1) The applicant, certificate holder, or petitioner; (2) each person entitled to receive a copy of the application or resolution under section 16-50*l*, as amended by this act, if such person has filed with the council a notice of intent to be a party; (3) any domestic or qualified nonprofit corporation or association formed in whole or in part to promote conservation or natural beauty, to protect

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the environment, personal health or biological values, to preserve

historical sites, to promote consumer interests, to represent commercial and industrial groups or to promote the orderly development of the areas in which the facility is to be located, if it has filed with the council a notice of intent to be a party; and (4) such other persons as the council may at any time deem appropriate.

- (b) The council may permit any person to participate as an intervenor, in accordance with the provisions of section 4-177a, in a certification or amendment proceeding or a declaratory ruling proceeding. Notwithstanding the provisions of section 4-177a, for any proceeding pursuant to section 16-50k concerning a facility described in subdivision (1) of subsection (a) of section 16-50i, the council shall grant any person status as an intervenor in such proceeding if such person: (1) Submits a written petition to the council; and (2) is the owner of any property that abuts the proposed facility, or that abuts a right-of-way in which the proposed facility is to be located. The council shall grant party status to the Consumer Counsel in any proceeding of the council that the Consumer Counsel has determined may significantly impact electric rates, upon the request of the Consumer Counsel to participate.
- (c) The council in its discretion may provide for the grouping of parties and intervenors with the same interests. If such a group does not designate an agent for the service of notice and documents, the council shall designate such an agent, and notice and documents need be served only on the designated agent. Notwithstanding the provisions of this subsection, any party or intervenor who has been included in a group may, at any time by oral or written notice to the council, elect not to be a member of the group to the extent specified in such notice.
- (d) The Attorney General shall appoint an assistant attorney general or a special assistant attorney general to act as counsel for the Connecticut Siting Council.
- (e) Upon receipt of the application, the council may employ one or more independent consultants, at the applicant's expense, 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 record of the proceeding.

- (f) Any person may make a limited appearance at a hearing held pursuant to the provisions of section 16-50m, prior thereto or within thirty days thereafter, entitling such person to file a statement in writing. At the discretion of the council any person may make a limited appearance at any such hearing to present an oral statement under oath. All papers and matters filed by a person making a limited appearance shall become part of the record. No person making a limited appearance, and not otherwise entitled to be a party, shall be a party or shall have the right to cross-examine witnesses, parties or intervenors.
- Sec. 2. Subsection (a) of section 16-2a of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October* 4, 2025):
 - (a) There shall be an independent Office of Consumer Counsel, within the Department of Energy and Environmental Protection, for administrative purposes only, to act as the advocate for consumer interests in all matters which may affect Connecticut consumers with respect to public service companies, electric suppliers and certified telecommunications providers, including, but not limited to, rates and related issues, ratepayer-funded programs and matters concerning the reliability, maintenance, operations, infrastructure and quality of service of such companies, suppliers and providers. The Office of Consumer Counsel is authorized to appear in and participate in any regulatory or judicial proceedings, federal or state, in which such interests of Connecticut consumers may be involved, or in which matters affecting utility services rendered or to be rendered in this state may be involved. The Office of Consumer Counsel shall be a party to each contested case before the Public Utilities Regulatory Authority and shall participate in such proceedings to the extent [it] the Consumer Counsel deems necessary. Said Office of Consumer Counsel may appeal

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78 from a decision, order or authorization in any such state regulatory

- 79 proceeding notwithstanding [its] the office's failure to appear or
- 80 participate in [said] <u>such</u> proceeding.
- Sec. 3. Section 16-50*l* of the general statutes is amended by adding subsection (i) as follows (*Effective October 1, 2025*):
- 83 (NEW) (i) Any applicant that submits an initial application under this 84 section for a facility described in subsection (a) of section 16-50i that 85 retains a communicator lobbyist, as defined in section 1-91, for purposes 86 of influencing the public or interested parties concerning such 87 application, shall immediately provide electronic notice of such retainer 88 to (1) the council; (2) the Attorney General; (3) each member of the 89 legislature in whose assembly or senate district the facility or any 90 alternative location listed in the application is to be located; and (4) the 91 chief elected official of the municipality in which any portion of such 92 facility is to be located, both as primarily proposed and in the alternative 93 locations listed, and any adjoining municipality having a boundary not 94 more than two thousand five hundred feet from such facility.
 - Sec. 4. Subdivision (1) 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*):
 - (1) In the case of facilities described in subdivisions (1), (2) and (4) of subsection (a) of section 16-50i: (A) A description, including estimated costs, of the proposed transmission line, substation or switchyard, covering, where applicable underground cable sizes and specifications, overhead tower design and appearance and heights, if any, conductor sizes, and initial and ultimate voltages and capacities; (B) a statement and full explanation of why the proposed transmission line, substation or switchyard is necessary and how the facility conforms to a long-range plan for expansion of the electric power grid serving the state and interconnected utility systems, that will serve the public need for adequate, reliable and economic service; (C) a map of suitable scale of the proposed routing or site, showing details of the rights-of-way or site

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110 in the vicinity of settled areas, parks, recreational areas and scenic areas, 111 residential areas, private or public schools, child care centers, as 112 described in section 19a-77, group child care homes, as described in 113 section 19a-77, family child care homes, as described in section 19a-77, 114 licensed youth camps, and public playgrounds and showing existing 115 transmission lines within one mile of the proposed route or site; (D) a 116 justification for adoption of the route or site selected, including 117 comparison with alternative routes or sites which are environmentally, 118 technically and economically practical, and, in the case of a proposed 119 repair, upgrade, replacement or enhancement, detailed studies of 120 alternative solutions to repairing existing electric transmission lines, 121 with consideration of at least one type of electric grid-enhancing 122 technology; (E) a description of the effect of the proposed transmission 123 line, substation or switchyard on the environment, ecology, and scenic, 124 historic and recreational values; (F) a justification for overhead portions, 125 if any, including life-cycle cost studies comparing overhead alternatives 126 with underground alternatives, and effects described in subparagraph 127 (E) of this subdivision of undergrounding; (G) a schedule of dates 128 showing the proposed program of right-of-way or property acquisition, 129 construction, completion and operation and, in the case of any facility 130 described in subdivision (1) of subsection (a) of section 16-50i, or any 131 modification of such a facility, (i) any appraisal completed by an 132 independent appraiser on behalf of the applicant concerning fair 133 compensation that is to be provided to an owner of real property in 134 connection with the necessity of entering a right-of-way, including any 135 easements or land acquisition, and (ii) for property that the applicant 136 does not own, lease or otherwise have access to, the applicant shall exercise due diligence to seek permission to gain access to such 137 138 property. Evidence of due diligence shall be established by the 139 submission of: (I) Certified mail, return receipt requested, letters sent to 140 the owner or owners of record of such property requesting access to the 141 property; and (II) an affidavit from the applicant stating that the 142 applicant was not provided access to the property and, in the absence of permission to access the property, the applicant made visual inspections 143 144 of the property to document existing conditions from public rights-of-

145 way, existing utility rights-of-way or other accessible properties within 146 or surrounding the proposed facility site; (H) an identification of each 147 federal, state, regional, district and municipal agency with which 148 proposed route or site reviews have been undertaken, including a copy 149 of each written agency position on such route or site; [and] (I) an 150 assessment of the impact of any electromagnetic fields to be produced 151 by the proposed transmission line; (J) data for the preceding two years, 152 by quarter, regarding the earned and authorized return on equity on 153 related projects subject to the jurisdiction of the council; (K) an estimate 154 of the return on investment for the proposed facility that is the subject 155 of such application; and (L) an estimate of the impact of the proposed 156 transmission line, substation or switchyard on regional network service 157 and local network service rates for electric distribution companies, and 158 accompanying calculations, including any underlying assumptions for such estimate; 159

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*):

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

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178 applicable; and (E) (i) for the ten-year period preceding the date of the 179 application, the actual loads for existing transmission lines in the area 180 where the proposed [transmission line] facility is to be located, (ii) for 181 the ten-year period following the date of the application, the projected 182 load for any proposed transmission line, (iii) for the ten-year period 183 preceding the date of application, the performance of all electric circuits 184 for existing transmission lines in the area where the proposed 185 transmission line is to be located, including a description of all service 186 outages or disruptions, any cause for such outage or disruption and the 187 time required to restore service following such outages or disruptions, 188 and (iv) a statement of loads and resources, as described in subsection 189 (a) of section 16-50r, and all planning studies conducted by the regional 190 independent system operator or the applicant associated with the 191 proposed facility.

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

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- (1) "Advertising" means the commercial use of any media, including, but not limited to, newspaper and all other forms of print, radio, [and] television and Internet, 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;
- 207 (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.

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

(c) A public service company shall [make application] <u>apply</u> to the authority for determination that equipment meets the requirements of subdivision (4) of subsection (b) of this section. The authority shall, to

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the extent practicable, make such determination within one hundred

- 243 twenty days of such filing. All reasonable and proper expenses, required
- by the authority and the Office of Consumer Counsel, including, but not
- limited to, the costs associated with analysis, testing, evaluation and
- testimony at a public hearing or other proceeding, shall be borne by the
- company and shall be paid by the company at such times and in such
- 248 manner as the authority directs.
- 249 (d) The authority shall not allocate any expenditures made by a gas
- company pursuant to subdivision (5) of subsection (b) of this section to
- 251 residential customers in any rate schedule proceedings held pursuant to
- section 16-19 unless the authority finds that effective competition in the
- 253 residential gas market already exists.
- (e) The authority shall adopt regulations to carry out the purposes of
- subsections (a) and (b) of this section.
- 256 (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. Subsection (g) of section 16-50j of the general statutes is
- repealed and the following is substituted in lieu thereof (*Effective October*
- 261 1, 2025):
- 262 (g) The council shall employ such employees as may be necessary to
- 263 carry out the provisions of this chapter, and such employees shall, in the
- 264 aggregate, have sufficient expertise in engineering and financial
- analysis to carry out the provisions of this chapter, provided the council
- shall employ sufficient staff to facilitate the engagement of interested
- 267 parties in a proceeding and provide a plain language summary of
- 268 proceedings and shall designate an employee as the public liaison
- 269 <u>responsible for such engagement and summaries</u>.
- Sec. 8. Subsection (d) of section 16-19b of the general statutes is
- 271 repealed and the following is substituted in lieu thereof (*Effective October*
- 272 1, 2025):

(d) The Public Utilities Regulatory Authority shall adjust the retail rate charged by each electric distribution company for electric transmission services periodically to recover all transmission costs prudently incurred by each electric distribution company. The Public Utilities Regulatory Authority, after notice and hearing, shall design the retail transmission rate to provide for recovery of all Federal Energy Regulatory Commission approved transmission costs, rates, tariffs and charges and of other transmission costs prudently incurred by an electric distribution company in accordance with section 16-19e. Notwithstanding the provisions of section 16-19, the authority shall adjust the retail transmission rate in accordance with the provisions of subsections (e) and (h) of this section and to fund costs associated with the Office of the Consumer Counsel retaining consultants to enable the office to participate in proceedings of the Connecticut Siting Council. A transmission rate adjustment clause approved pursuant to this section shall apply to all electric distribution companies similarly affected by transmission costs. The Public Utilities Regulatory Authority's authority to review the prudence of costs shall not apply to any matter over which any agency, department or instrumentality of the federal government has exclusive jurisdiction, or has jurisdiction concurrent with that of the state and has exercised such jurisdiction to the exclusion of regulation of such matter by the state.

- Sec. 9. Subsection (e) of section 16-2a of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October* 1, 2025):
 - (e) The Consumer Counsel shall hire such staff as necessary to perform the duties of said Office of Consumer Counsel and may [employ] retain from time to time outside consultants knowledgeable in the utility regulation field including, but not limited to, economists, capital cost experts, [and] rate design experts and engineers. The salaries and qualifications of the [individuals] staff so hired shall be determined by the Commissioner of Administrative Services pursuant to section 4-40.

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306 Sec. 10. Section 16-50p of the general statutes is amended by adding 307 subsection (k) as follows (*Effective October 1, 2025*):

- 308 (NEW) (k) In deciding whether to issue a certificate for a facility 309 described in subsection (a) of section 16-50i, the council shall consider 310 (1) the testimony of the chief elected official of any municipality in which the facility or any part thereof is to be located that the chief elected 312 official gives at any hearing, and (2) any other oral or written witness 313 testimony of the chief elected official of such municipality that is filed 314 or presented by the municipality to the council, if such municipality is a 315 party pursuant to subsection (a) of section 16-50n, as amended by this 316 act.
- 317 Sec. 11. Subsection (b) of section 16-50j of the general statutes is 318 repealed and the following is substituted in lieu thereof (*Effective October* 319 1, 2025):
 - (b) Except as provided in subsection (c) of this section, the council shall consist of: (1) The Commissioner of Energy and Environmental Protection, or the commissioner's designee; (2) the chairperson of the Public Utilities Regulatory Authority, or the chairperson's designee; (3) one designee of the speaker of the House and one designee of the president pro tempore of the Senate; and (4) five public members, to be appointed by the Governor, [at least two of whom shall be experienced in the field of ecology, and] all five of whom shall, consistent with the provisions of section 4-9a, have no substantial financial interest in, not be employed in or by, and not be professionally affiliated with any (A) utility, (B) facility, (C) hazardous waste facility, as defined in section 22a-115, or (D) ash residue disposal area, and shall have had no professional affiliation with any such utility, facility, hazardous waste facility or ash residue disposal area for three years preceding such public member's appointment to the council.
- 335 Sec. 12. Section 4-181 of the general statutes is repealed and the 336 following is substituted in lieu thereof (*Effective October 1, 2025*):

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(a) [Unless] Except as provided in subsection (b) of this section, unless required for the disposition of ex parte matters authorized by law, no hearing officer or member of an agency who, in a contested case, is to render a final decision or to make a proposed final decision shall communicate, directly or indirectly, in connection with any issue of fact, with any person or party, or, in connection with any issue of law, with any party or the party's representative, without notice and opportunity for all parties to participate.

- (b) [Notwithstanding the provisions of subsection (a) of this section, a] \underline{A} member of a multimember agency may communicate with other members of the agency regarding a matter pending before the agency, and members of the agency or a hearing officer may receive the aid and advice of members, employees, or agents of the agency if those members, employees, or agents have not received communications prohibited by subsection (a) of this section.
- (c) [Unless] Except as provided in section 16-50j, as amended by this act, unless required for the disposition of ex parte matters authorized by law, no party or intervenor in a contested case, no other agency, and no person who has a direct or indirect interest in the outcome of the case, shall communicate, directly or indirectly, in connection with any issue in that case, with a hearing officer or any member of the agency, or with any employee or agent of the agency assigned to assist the hearing officer or members of the agency in such case, without notice and opportunity for all parties to participate in the communication.
- (d) The provisions of this section apply from the date the matter pending before the agency becomes a contested case to and including the effective date of the final decision. Except as may be otherwise provided by regulation, each contested case shall be deemed to have commenced on the date designated by the agency for that case, but in no event later than the date of hearing.
- Sec. 13. Section 16-50j of the general statutes is amended by adding subsection (j) as follows (*Effective October 1, 2025*):

(NEW) (j) In addition to the communications permitted under subsection (b) of section 4-181, as amended by this act, the Commissioner of Energy and Environmental Protection, or the commissioner's designee, designated pursuant to subsection (b) of this section, and the chairperson of the Public Utilities Regulatory Authority, or the chairperson's designee, designated pursuant to subsection (b) of this section, as members of the council, may communicate with and receive assistance and advice from employees of the members of the council and the employees or utility commissioners of the Public Utilities Regulatory Authority, provided such employees and utility commissioners have not received any communications prohibited by subsection (a) of section 4-181, as amended by this act."

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	<i>October 1, 2025</i>	16-50n
Sec. 2	<i>October 1, 2025</i>	16-2a(a)
Sec. 3	<i>October 1, 2025</i>	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	16-50j(g)
Sec. 8	October 1, 2025	16-19b(d)
Sec. 9	October 1, 2025	16-2a(e)
Sec. 10	October 1, 2025	16-50p(k)
Sec. 11	October 1, 2025	16-50j(b)
Sec. 12	October 1, 2025	4-181
Sec. 13	October 1, 2025	16-50j(j)