



General Assembly

Amendment

February Session, 2026

LCO No. 5907



Offered by:
SEN. FAZIO, 36th Dist.

To: House Bill No. 5340

File No. 385

Cal. No. 528

(As Amended by House Schedule "A")

"AN ACT CONCERNING RENEWABLE POWER GENERATION."

1 Strike section 4 in its entirety and insert in lieu thereof:

2 "Sec. 4. (NEW) (*Effective July 1, 2026*) (a) For tariff years commencing
3 on and after January 1, 2028, the cap for the total aggregate procurement
4 of energy products by electric distribution companies shall be an
5 aggregated total of eighty-five million dollars per year for programs
6 established pursuant to sections 1 to 3, inclusive, of this act and section
7 16-243ee of the general statutes, as amended by this act, accounting for
8 the compensation for energy, renewable energy certificates, energy
9 products or any combination thereof received by a participant. The
10 authority shall, within the budgetary cap established pursuant to this
11 subsection, adopt an allocation methodology that promotes the goal of
12 reaching five hundred eighty megawatts of energy storage deployed in
13 the state pursuant to the provisions of section 16-243ee of the general
14 statutes, as amended by this act, not later than December 31, 2031.
15 Notwithstanding the provisions of this section, if the authority

16 determines incentives associated with a solar photovoltaic system used
17 in combination with an energy storage system provides benefits to all
18 ratepayers in the state, as determined by a ratepayer impact
19 measurement test developed by the authority, any such solar
20 photovoltaic system used in combination with an energy storage
21 system, where both such systems are located on a residential customer's
22 premises, shall not be counted by the authority toward the budgetary
23 cap set forth in this subsection.

24 (b) On or before January 1, 2028, the authority shall establish an initial
25 allocation of budget expenditure on an annual basis for the programs
26 established pursuant to section 16-243ee of the general statutes, as
27 amended by this act, and sections 1 to 3, inclusive, of this act in a manner
28 that achieves the greatest benefits for all ratepayers, furthers the system
29 efficiency and utilization goal established pursuant to section 16a-3v of
30 the general statutes and provides for an equitable distribution, as
31 determined by the authority, of benefits to program participants. The
32 authority may adjust the allocation of incentives, as needed, to achieve
33 the goals of this section.

34 (c) On or before January 1, 2029, and annually thereafter through
35 January 1, 2035, the authority shall review the performance of each
36 program established pursuant to sections 1 to 3, inclusive, of this act and
37 section 16-243ee of the general statutes, as amended by this act, and
38 determine the annual budget allocation applicable to each such program
39 in accordance with the provisions of subsection (a) of this section. The
40 authority shall adopt a notice procedure concerning any adjustments in
41 allocations or incentives under such programs that is designed to
42 minimize potential disruption in program enrollment.

43 (d) On and after January 1, 2028, the authority shall direct the electric
44 distribution companies to report to the authority, in a form, frequency
45 and manner prescribed by the authority, any procurement during the
46 reporting period established by the authority.

47 (e) On and after January 1, 2028, not less than quarterly, for the

48 purpose of assessing progress toward the annual budget cap set forth in
49 subsection (a) of this section, the authority shall publish on the
50 authority's Internet web site the total amount of funding utilized
51 pursuant to each program established pursuant to sections 1 to 3,
52 inclusive, of this act in the previous quarter.

53 (f) The authority shall develop and implement a methodology for
54 monitoring the utilization and effectiveness of any procurements
55 authorized pursuant to sections 1 to 3, inclusive, of this act and section
56 16-243ee of the general statutes, as amended by this act.

57 (g) On or before January 1, 2029, and annually thereafter until
58 January 1, 2036, the authority shall submit a report, in accordance with
59 the provisions of section 11-4a of the general statutes, concerning the
60 authority's analysis of program effectiveness and any recommendations
61 to the joint standing committee of the General Assembly having
62 cognizance of matters relating to energy. Such report shall include, but
63 need not be limited to, an analysis of: (1) The number of megawatts and
64 individual projects participating in each program under the budget cap
65 established in subsection (a) of this section within each territory of each
66 electric distribution company; (2) the total annual budget spend,
67 accounting for the entire incentive for energy, renewable energy
68 certificates, energy products or any combination thereof received by the
69 participant, including the credit received by shared clean energy facility
70 associated subscribers pursuant to section 3 of this act; (3) the ratepayer
71 impact of these programs on nonparticipants; (4) whether the programs
72 authorized pursuant to sections 1 to 3, inclusive, of this act and section
73 16-243ee of the general statutes, as amended by this act, (A) remained
74 within the budget cap established in subsection (a) of this section, and
75 (B) advanced the energy storage megawatt deployment goal established
76 in said subsection (a), and, if not, any recommended legislative changes
77 to maintain cost certainty for such programs; and (5) whether and how
78 the projects participating in each program further the system efficiency
79 and utilization goal established pursuant to section 16a-3v of the general
80 statutes."

This act shall take effect as follows and shall amend the following sections:		
Sec. 4	<i>July 1, 2026</i>	New section