

General Assembly

Governor's Bill No.

January Session, 2021

LCO No. 3280



Referred to Committee on

Introduced by:
Request of the Governor Pursuant to Joint Rule 9

AN ACT CONCERNING CLIMATE CHANGE MITIGATION AND HOME ENERGY AFFORDABILITY.

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

- 1 Section 1. Subsection (a) of section 22a-200a of the general statutes is
- 2 repealed and the following is substituted in lieu thereof (*Effective July 1*,
- 3 2021):
- 4 (a) The state shall reduce the level of emissions of greenhouse gas:
- 5 (1) Not later than January 1, 2020, to a level at least ten per cent below
- 6 the level emitted in 1990;
- 7 (2) Not later than January 1, 2030, to a level at least forty-five per cent
- 8 below the level emitted in 2001; [and]
- 9 (3) Not later than January 1, 2040, to a level of zero per cent from
- 10 electricity supplied to electric customers in the state;

LCO No. 3280 **1** of 8

- [(3)] (4) Not later than January 1, 2050, to a level at least eighty per cent below the level emitted in 2001; [.] and
- [(4)] (5) All of the levels referenced in this subsection shall be determined by the Commissioner of Energy and Environmental Protection.
- 16 Sec. 2. (NEW) (Effective July 1, 2021) (a) The Commissioner of Energy 17 and Environmental Protection, in consultation with the procurement 18 manager identified in subsection (l) of section 16-2 of the general 19 statutes, the Office of Consumer Counsel and the Attorney General, 20 may, in coordination with other states in the control area of the regional 21 independent system operator, as defined in section 16-1 of the general 22 statutes, in coordination with states in a neighboring control area, or on 23 behalf of the state alone, solicit proposals for energy products or benefits, associated attributes or any combination thereof, in one 24 25 solicitation or multiple solicitations, from any active demand response 26 measures, passive demand reduction measures or any combination 27 thereof. The commissioner may select proposals from such resources 28 that do not, annually, exceed three hundred thousand megawatt hours 29 of electricity in the aggregate or one hundred megawatts of demand 30 reduction.
 - (b) If an electric distribution company, as defined in section 16-1 of the general statutes, submits a proposal, such electric distribution company shall demonstrate that the electric demand reductions of the proposal are in addition to the projected electric demand reductions of the conservation and load management programs authorized pursuant to section 16-245m of the general statutes.

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(c) In making any selection of such proposals, the commissioner shall consider factors, including, but not limited to, whether the proposal (1) is in the best interest of ratepayers, (2) is consistent with the requirements to reduce greenhouse gas emissions in accordance with section 22a-200a of the general statutes, as amended by this act, (3) is consistent with the policy goals outlined in the Comprehensive Energy

LCO No. 3280 **2** of 8

Strategy adopted pursuant to section 16a-3d of the general statutes and the Integrated Resources Plan adopted pursuant to section 16a-3a of the general statutes, and (4) whether the proposal promotes electric distribution system benefits.

- (d) The commissioner may direct the electric distribution companies to enter into power purchase agreements for energy products or benefits, associated attributes or any combination thereof from resources selected pursuant to this section for periods of not more than twenty years on behalf of customers of the state's electric distribution companies. The commissioner may direct the electric distribution companies to provide information necessary to develop and implement any solicitation issued pursuant to this section, including, but not limited to, criteria for distribution system benefits.
- (e) Certificates issued by the New England Power Pool Generation Information System for any Class III source procured by an electric distribution company pursuant to this section may be: (1) Sold into the New England Power Pool Generation Information System renewable energy credit market to be used by any electric supplier or electric distribution company to meet the requirements of section 16-245a of the general statutes, provided the revenues from such sale are credited to electric distribution company customers as described in this section; or (2) retained by the electric distribution company to meet the requirements of section 16-245a of the general statutes. In considering whether to sell or retain such certificates, the electric distribution company shall select the option that is in the best interest of such company's ratepayers, as directed by the Public Utilities Regulatory Authority.
- (f) Any agreement entered into pursuant to this section shall be subject to review and approval by the Public Utilities Regulatory Authority, which review shall be completed not later than one hundred twenty days after receipt by the authority. The authority shall review and approve such agreement if it meets the criteria in the request for proposals issued pursuant to subsection (a) of this section and is in the

LCO No. 3280 3 of 8

best interest of ratepayers. If the authority does not issue a decision within one hundred twenty days after such filing, the agreement shall be deemed approved. The net costs of any such agreement, including costs incurred by the electric distribution companies under the agreement and reasonable and prudent costs incurred by the electric distribution companies in connection with the agreement, shall be recovered on a timely basis through a fully reconciling component of electric rates through all customers of the electric distribution companies. Any net revenues from the sale of products purchased in accordance with long-term contracts entered into pursuant to this section shall be credited to customers of the electric distribution companies.

- (g) The commissioner may hire consultants with expertise in active and passive demand response programs to assist in implementing this section, including, but not limited to, the evaluation of proposals submitted pursuant to this section. All reasonable costs associated with the commissioner's solicitation and review of proposals pursuant to this section shall be recoverable on a timely basis through a fully reconciling component of electric rates through all customers of the electric distribution companies. Such costs shall be recoverable even if the commissioner does not select any proposals pursuant to any solicitation issued pursuant to this section.
- (h) (1) Any dispute arising from a contract that is approved by the authority pursuant to this section shall be brought to the authority. A party may petition the authority for a declaratory ruling or make an application for review pursuant to this subsection. Notwithstanding subsection (a) of section 4-176 of the general statutes, the authority may not, on its own motion, initiate a proceeding to review a contract entered into pursuant to this subsection.
- (2) The authority shall review such contract claims brought pursuant to subdivision (1) of this subsection. The authority shall decide such contract claims by issuing a declaratory ruling or a final decision in a contested case proceeding, including ordering legal and equitable

LCO No. 3280 **4** of 8

- contract remedies. Any party to the contract shall have the right to appeal to the Superior Court from any such declaratory ruling or final decision adjudicating such contract claims pursuant to this subsection.
- Sec. 3. (NEW) (*Effective October 1, 2021*) (a) (1) As used in this section, "Home Energy Label" means (A) a United States Department of Energy Home Energy Score, (B) a Home Energy Rating System Index Score, or (C) an ENERGY STAR Score.
- 12 (2) The Department of Energy and Environmental Protection may 13 adopt regulations, in accordance with the provisions of chapter 54 of the 14 general statutes, that qualify additional standards as a Home Energy 15 Label.

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- (b) (1) A landlord shall provide a Home Energy Label for any dwelling unit wherever such dwelling unit is publicly listed to rent, unless such rent payment will include all charges for electricity, natural gas or heating fuel, as defined in section 16a-23m of the general statutes.
- (2) Notwithstanding the provisions of subdivision (1) of this subsection, a landlord may comply with the requirements of this section by providing the: (A) Total monthly costs of electricity, natural gas or heating fuel for such dwelling unit during the most recent twelve months of occupation; (B) total monthly amounts of electricity, natural gas or heating fuel consumed for such dwelling unit during the most recent twelve months of occupation; (C) average costs of electricity, natural gas or heating fuel for such dwelling unit during the most recent twelve months of occupation; and (D) average monthly amounts of electricity, natural gas or heating fuel consumed for such dwelling unit during the most recent twelve months of occupation.
- (c) Each electric distribution and gas company, as defined in section 16-1 of the general statutes, heating fuel dealer, as defined in section 16a-23m of the general statutes, and other provider of electricity, natural gas or heating fuel shall maintain and make available to a landlord, free of charge, records of the energy consumption data for dwelling units owned, leased or subleased by said landlord for the preceding twelve

LCO No. 3280 **5** of 8

months of occupation. The Public Utilities Regulatory Authority may authorize each electric distribution and gas company to recover its prudently incurred information technology costs associated with the collection and distribution of the energy consumption data made available to landlords pursuant to this subsection.

- (d) If such dwelling unit was unoccupied during part or all of the preceding twelve months, such records shall contain energy consumption data for the most recent twelve months of occupation.
- (e) No electric distribution company, gas company, heating fuel dealer or other provider of electricity, natural gas or heating fuel shall disclose personally identifiable information in such records when the energy associated account owner and the landlord are not the same person.
- (f) (1) If any landlord fails to comply with the provisions of this section, the tenant may deduct an amount equivalent to one month's rent from any sum of rent or payment for use and occupancy due and owing, or to become due and owing, to the landlord.
- (2) Notwithstanding the provisions of section 51-164p of the general statutes, any municipality may, by ordinance, establish a civil penalty payable to such municipality for a violation of this section, provided such civil penalty shall not exceed five hundred dollars for the first violation and one thousand dollars for any subsequent violation. Any person who is assessed a civil penalty pursuant to this section may appeal therefrom to the Superior Court.
- (3) An appeal shall be instituted not later than thirty days after the mailing of notice of such assessment by filing a petition to reopen assessment, together with an entry fee in an amount equal to the entry fee for a small claims case pursuant to section 52-259 of the general statutes, at the superior court facility designated by the Chief Court Administrator, which shall entitle such person to a hearing in accordance with the rules of the judges of the Superior Court.

LCO No. 3280 **6** of 8

- 172 (4) The remedies in this subsection shall be in addition to any other 173 remedies available at law, or in equity, to any person. This section shall 174 not be construed to limit or restrict the authority of any state or local 175 housing or health code enforcement agency.
- Sec. 4. (NEW) (*Effective October 1, 2021*) (a) (1) As used in this section, "Home Energy Label" means (A) a United States Department of Energy Home Energy Score, (B) a Home Energy Rating System Index Score, or (C) an ENERGY STAR Score.
- 180 (2) The Department of Energy and Environmental Protection may 181 adopt regulations, in accordance with the provisions of chapter 54 of the 182 general statutes, that qualify additional standards as a Home Energy 183 Label.
- (b) (1) A residential property owner shall provide a Home Energy Label for any residential property wherever such residential property is publicly listed for sale.

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- (2) Notwithstanding the provisions of subdivision (1) of this subsection, a residential property owner may comply with the requirements of this section by providing the: (A) Total monthly costs of electricity, natural gas or heating fuel for such residential property during the most recent twelve months of occupation; (B) total monthly amounts of electricity, natural gas or heating fuel consumed for such residential property during the most recent twelve months of occupation; (C) average costs of electricity, natural gas or heating fuel for such residential property during the most recent twelve months of occupation; and (D) average monthly amounts of electricity, natural gas or heating fuel consumed for such residential property during the most recent twelve months of occupation.
- (c) Each electric distribution and gas company, as defined in section 16-1 of the general statutes, heating fuel dealer, as defined in section 16a-23m of the general statutes, and other provider of electricity, natural gas or heating fuel shall maintain and make available to a residential property owner, free of charge, records of the energy consumption data

LCO No. 3280 7 of 8

for residential properties owned by said residential property owner for the preceding twelve months of occupation. The Public Utilities Regulatory Authority may authorize each electric distribution and gas company to recover its prudently incurred information technology costs associated with the collection and distribution of the energy consumption data made available to residential property owners pursuant to this subsection.

- (d) If such residential property was unoccupied during part or all of the preceding twelve months, such records shall contain energy consumption data for the most recent twelve months of occupation.
- (e) No electric distribution company, gas company, heating fuel dealer or other provider of electricity, natural gas or heating fuel shall disclose personally identifiable information in such records when the energy associated account owner and the residential property owner are not the same person.
- (f) On and after July 1, 2021, every agreement to purchase residential property for which a Home Energy Label is required pursuant to this section shall include a requirement that the seller credit the purchaser with the sum of one thousand dollars at closing should the seller fail to furnish the information required under subsection (b) of this section.

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	July 1, 2021	22a-200a(a)
Sec. 2	July 1, 2021	New section
Sec. 3	October 1, 2021	New section
Sec. 4	October 1, 2021	New section

Statement of Purpose:

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To implement the Governor's budget recommendations.

[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.]

LCO No. 3280 **8** of 8