

OFFICE OF FISCAL ANALYSIS

Legislative Office Building, Room 5200
Hartford, CT 06106 ◊ (860) 240-0200
<http://www.cga.ct.gov/ofa>

sSB-993

AN ACT ASSESSING AN ANNUAL FEE AGAINST CERTAIN CLASS I RENEWABLE ENERGY SOURCE INSTALLATIONS.

OFA Fiscal Note

State Impact: None

Municipal Impact:

Municipalities	Effect	FY 22 \$	FY 23 \$
Various Municipalities	Revenue Gain	Approximately \$250,000	Approximately \$300,000

Explanation

The bill requires that Class I renewable energy projects with a capacity greater than 50 kilowatts pay a \$5 fee per kilowatt to the municipality they are located in. The provisions of the bill only apply to such projects installed after July 1, 2021.

The bill is anticipated to result in a revenue gain to municipalities of approximately \$250,000 in FY 22 and increase into the future as capacity limits are increased. Based on historical averages, it is anticipated that the bill would initially apply to approximately 50 megawatts in aggregate capacity across all related projects and increase incrementally in FY 23.

The Out Years

The annualized ongoing fiscal impact identified above would continue subject to the growth in capacity of Class I projects that exceed 50 kilowatts.