

General Assembly

Substitute Bill No. 6851

January Session, 2023



## AN ACT IMPLEMENTING RECOMMENDATIONS OF THE HYDROGEN TASK FORCE.

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

1 Section 1. (NEW) (Effective July 1, 2023) (a) On or before December 2 31, 2024, the Department of Energy and Environmental Protection shall develop and approve a hydrogen strategic plan. The hydrogen 4 strategic plan shall include recommendations for policies, programs 5 and regulations to grow the state's hydrogen economy, consistent with 6 the greenhouse gas reduction goals established in section 22a-200a of 7 the general statutes, the Integrated Resources Plan approved pursuant 8 to section 16a-3a of the general statutes and the Comprehensive 9 Energy Strategy prepared pursuant to section 16a-3d of the general 10 statutes. The strategic plan shall (1) encourage the use of hydrogen 11 produced from renewable energy, (2) prioritize the application of 12 hydrogen produced from renewable energy to aviation, maritime 13 ferry transportation, heavy-duty trucking and high-14 temperature industrial processes, and (3) describe the current and 15 projected cost differences between powering such sectors and 16 processes with hydrogen produced from renewable energy compared 17 to powering such sectors and processes with fossil fuels.

18 (b) Not later than December 31, 2024, the Department of Energy and 19 Environmental Protection shall adopt regulations, in accordance with

- 20 the provisions of chapter 54 of the general statutes, defining "clean
- 21 hydrogen" for purposes of section 31-53d of the general statutes, as
- 22 amended by this act.
- Sec. 2. Subsection (a) of section 31-53d of the general statutes is
- 24 repealed and the following is substituted in lieu thereof (Effective July
- 25 1, 2023):
- 26 (a) As used in this section, unless the context otherwise requires:
- 27 (1) "Covered project" means a renewable energy project [that is
- 28 situated on land in this state, commences construction on or after July
- 29 1, 2021, and has] with a total nameplate capacity of two megawatts or
- 30 more that is situated on land in the state, or, on and after January 1,
- 31 <u>2025, a clean hydrogen project</u>. "Covered project" does not include (A)
- 32 any renewable energy project (i) selected in a competitive solicitation
- 33 conducted by (I) the Department of Energy and Environmental
- 34 Protection, or (II) an electric distribution company, as defined in
- 35 section 16-1, and (ii) approved by the Public Utilities Regulatory
- 36 Authority prior to January 1, 2022, [or] (B) any renewable energy
- 37 project under contract with another entity and approved by the
- 38 relevant regulatory authority, as applicable, prior to January 1, 2022, or
- 39 (C) any renewable energy project that commenced construction before
- 40 <u>July 1, 2021</u>;
- 41 (2) "Renewable energy project" means a Class I renewable energy
- 42 source, as defined in section 16-1. "Renewable energy project" does not
- 43 include any offshore wind facility procured pursuant to section 16a-3h,
- 44 16a-3m or 16a-3n;
- 45 (3) "Clean hydrogen project" means any project that produces,
- 46 processes, transports, stores or uses clean hydrogen, as defined in
- 47 <u>regulations adopted by the Department of Energy and Environmental</u>
- 48 Protection pursuant to section 1 of this act;
- 49 [(3)] (4) "Community benefits agreement" means an agreement
- 50 between (A) the developer of a covered project, and (B) community-

based organizations or a coalition of such organizations, that details the project's contributions to the community in which it is or will be sited and the aspects of the project that will mitigate adverse conditions of such community and create opportunities for local businesses, communities and workers;

[(4)] (5) "Labor organization" means any organization, other than a company union, that exists for the purpose, in whole or in part, of collective bargaining or of dealing with employers concerning grievances, terms or conditions of employment, or of other mutual aid or protection, including, but not limited to, (A) bona fide labor organizations that are certified or recognized as the organization of jurisdiction representing the workers involved, (B) bona fide building and construction trades councils or district councils, and (C) state and local labor federations comprised of local unions certified or recognized as the representative of the workers; and

[(5)] (6) "Workforce development program" means a program pursuant to which newly hired employees and existing employees are given the opportunity to develop skills that will enable such employees to qualify for higher paying jobs on a covered project. A workforce development program includes: (A) Apprenticeship training through an apprenticeship program registered with the Labor Department or a federally recognized state apprenticeship agency that complies with the requirements under 29 CFR 29 and 29 CFR 30, as each may be amended from time to time, and (B) preapprenticeship training that will enable students to qualify for registered apprenticeship training.

Sec. 3. (NEW) (Effective from passage) The Commissioner of Energy and Environmental Protection shall, in consultation with the Governor, the Secretary of the Office of Policy and Management and the Commissioner of Economic and Community Development, seek opportunities for federal funding of projects or activities that advance clean hydrogen in the state. The Commissioner of Economic and Community Development shall identify the state's share of the projects

or activities required to meet the matching requirements of the federal acts making the funds available to the state. The Commissioner of Economic and Community Development is authorized to transfer funds appropriated to the Department of Economic and Community Development and the Commissioner of Energy and Environmental Protection is authorized to accept such funds for the purpose of funding the state's share identified pursuant to this section.

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	July 1, 2023	New section
Sec. 2	July 1, 2023	31-53d(a)
Sec. 3	from passage	New section

## ET Joint Favorable Subst.