



Connecticut Department of
**ENERGY &
 ENVIRONMENTAL
 PROTECTION**

FISCAL IMPACT STATEMENT
 Adoption of RCSA Section 22a-174-3d
 Permit-by-Rule for Combined Heat-and-Power Systems

Agency Submitting Regulation: Energy and Environmental Protection (DEEP) **Date:** 24 May 2012

Subject Matter of Regulation: Permit-by-Rule for Combined Heat-and-Power Systems

Regulation Section No.: RCSA section 22a-174-3d

Statutory Authority: CGS section 22a-174

Other Agencies Effected: None

Effective Date Used In Cost Estimate: May 1, 2013

Estimate Prepared By: Merrily A. Gere **Telephone No.:** 860-424-3416

Estimated Cost/Revenue Impact

Agency: DEEP

Fund Effected: None

	First Year 2013	Second Year 2014	Full Operation
Number of Positions	0	0	0
Personal Services¹	0	0	0
Other Expenses²	0	0	0
Equipment³	0	0	0
Grants	0	0	0
Total State Cost or (Savings)	0	0	0
Estimated Revenue Gain or (Loss)	0	0	0
Total Net State Cost or (Savings)	0	0	0

¹ Actual, direct personal services on a state payroll. Examples of items covered include regular salaries, overtime, payments for vacation and sick leave, longevity and shift differential.

² Operating expenses as well as miscellaneous purposes not included in some other appropriate category. Items included are contractual services, commodities (supplies) and sundry charges.

³ Items included are office equipment, motor vehicles, general plant equipment, education, medical, telecommunications and data processing.

Explanation of State Impact: No cost or savings to the state is expected to result from adoption of this proposal.

DEEP will implement the proposal with no change in existing staff and other resources. While use of the permit-by-rule will eliminate permit application review by a DEEP permit engineer, the permit engineer may review notifications and reports submitted under the permit-by-rule or will otherwise devote the time saved to other responsibilities. The number of CHP systems likely to be operated under the permit-by-rule is unknown.

DEEP is not aware of any state agency planning to construct a new combined heat-and-power system. While a state agency constructing a new combined heat-and-power unit may be eligible to operate under the permit-by-rule in lieu of obtaining an individual permit, the savings of permit fees would be negligible.

Explanation of Municipal Impact: No impact on municipalities is anticipated. See the explanation above concerning the state impact.