Testimony of Wallingford Electric Division to the Joint Standing Committee on Energy and Technology

HB 5510 ACT CONCERNING ELECTRIC, ZERO EMISSION AND FUEL CELL ELECTRIC VEHICLES

March 10, 2016

Senator Doyle, Representative Reed and distinguished members of the Energy and Technology Committee:

I am writing on behalf of Wallingford Electric Division (WED) to provide testimony on HB 5510, which requires the WED and the other Connecticut municipal electric utilities to implement electric vehicle rates for public and private electric vehicle charging stations via the Public Utilities Regulatory Authority. WED opposes this bill for the reasons set forth below.

WED is a municipally owned utility. Chapter 101 of the Connecticut General Statutes and the Town Charter provide authority and governance structure over the WED. These provisions ensure that rate-setting, governance and day-to-day functions of the WED are carried out in a transparent manner and that the WED is fully accountable to the customers that it serves. It is WED's position that any additional requirements that subject the WED to the oversight or review, or initiate a reporting requirement to the Public Utilities Regulatory Authority, would duplicate or conflict with the local governance and add no additional value to the customers we serve.

Specific provisions that apply to the WED's oversight include:

Chapter XIV of the Town Charter, which sets forth the requirements for the governance, management and operations of the three Divisions (Electric, Water and Sewer) of the Wallingford Department of Public Utilities (the "Department"). These provisions include the following oversight functions:

- The members of the Wallingford Board of Public Utilities Commissioners (the "PUC") are appointed by the Mayor and confirmed by the Town Council.
- The annual budget for the Department is approved by the Mayor and the Town Council. Any changes to the budget during the fiscal year, such as transfers among budget accounts or amendments to the budget to fund additional activities from retained earnings, require approval by the PUC and the Town Council.
- The Town Council may exercise oversight of the actions of the PUC through a supermajority veto, within fifteen days of any action by the PUC.

Chapter VII of the Charter sets forth the functions and responsibilities of the Town's Department of Finance. The Town Comptroller is the fiscal officer of the Department. All purchasing for the Department is carried out by the Town's Purchasing Agent, per the applicable Town ordinances.

Section VI of the Charter describes the function of the Town's Department of Law. All legal matters for the Department are handled by the Town's Department of Law, or by resources coordinated through the Law Department.

Section 4(a)(9)(b) of HB 5510 requires PURA shall implement electric vehicle time of day rates. Given the Town's local governance authority over rate-setting, WED objects to both a requirement that it implement any particular rate structure and that it do so via the PURA.

Thank you again for the opportunity to provide information regarding these issues that are of significant importance to the WED as a municipally owned electric company in Connecticut. I will be pleased to provide any additional information that you require regarding this matter.

Sincerely,

George Adair

Director – Public Utilities

GA/jac/kaw

c: Mayor Dickinson

PUC