



Fiscal Impact Statement for Proposed Legislation

Virginia State Corporation Commission

Published: January 25, 2026

House Bill 1065

Version: Introduced

Patron: Hernandez

Title: Electric utilities; surplus interconnection service sites.

Summary: Directs the State Corporation Commission to conduct and publish a comprehensive assessment of available surplus interconnection service capacity across the electric distribution and transmission systems in the Commonwealth and to identify eligible sites, as defined in the bill. The bill directs Appalachian Power and Dominion Energy Virginia to conduct a request for proposals for the development of zero-carbon electricity or energy storage resources on such sites and to select a certain amount of proposals received in response to such request to submit to the Commission for approval. The bill permits an energy storage resource to charge directly from the electric distribution grid without additional interconnection or permitting requirements beyond those applicable to the incumbent utility or site, except that under the bill, no energy storage resource shall charge directly from any electric generating facility that emits carbon dioxide. Certain provisions of the bill have a delayed effective date of January 1, 2027.

Effective Date(s): January 1, 2027

Amendment Necessary: Budget, Item ###
 Technical, see *Technical Note* below
 None

Fiscal Summary

The State Corporation Commission does not anticipate a fiscal impact.

Fiscal Analysis

Revenue

None.

Expenditures

None.

Change in FTE

None.

Other Comments

Senate Bill 508 is the cognate to House Bill 1065.

Technical Note

None.