



Fiscal Impact Statement for Proposed Legislation

Virginia State Corporation Commission

Published: March 2, 2026

House Bill 1065

Version: House Substitute 1

Patron: Hernandez

Title: Electric utilities; surplus interconnection service sites.

Summary as Passed House: Directs Appalachian Power and Dominion Energy Virginia to undertake a comprehensive assessment of available interconnection capacity at each such utility's existing and planned intermittent electric generation facilities located in the Commonwealth. The bill directs such utilities to establish pilot programs for energy storage resources and solar generation facilities that utilize surplus interconnection service, as defined in the bill, including a request for proposals. The bill requires such utilities to submit the results of such requests for proposals as part of their 2027 plans and petitions for approval for the development of new solar and onshore wind generation capacity, which plans are required under existing law.

Effective Date(s): July 1, 2026

Amendment Necessary: ☐ Budget, Item ###
☐ Technical, see *Technical Note* below
☒ None, see *Other Comments*

Fiscal Summary

The State Corporation Commission does not anticipate a fiscal impact. Please see other comments below.

Fiscal Analysis

Revenue

None.

Expenditures

None.

Change in FTE

None.

Other Comments

The bill requires the SCC to “approve” an independent auditor. This fiscal impact statement is prepared with the assumption that the SCC does not hire, nor incur the cost of an independent auditor, rather the Phase I and Phase II

utilities will be required to hire and incur the cost of the independent auditor that the SCC will then be required to approve.

Technical Note

None.