



## Fiscal Impact Statement for Proposed Legislation

Virginia State Corporation Commission

Published: March 9, 2026

### Senate Bill 377

**Version:** Enrolled

**Patron:** Surovell

**Title:** Utility consumer services cooperatives; substation construction.

**Summary as Passed Senate:** Permits an electric cooperative to enter into an agreement to construct a substation with a member receiving regulated electric service, with an electric demand of at least 20 megawatts during the most recent calendar year, that requires a point of interconnection with a transmission line system of 230 kilovolts or more. The bill provides that, upon final completion of a substation constructed under such an agreement, the member shall transfer ownership of such substation to the cooperative for the cooperative to operate and maintain at the member's sole expense. Under the bill, the costs of acquisition, operation, or maintenance of such a substation shall be excluded from the cooperative's general and base rates and shall not be recovered from any other ratepayer.

**Effective Date(s):** July 1, 2026

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

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### *Fiscal Summary*

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The bill as substituted removes the original fiscal impact to the State Corporation Commission.

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### *Fiscal Analysis*

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#### Revenue

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None.

#### Expenditures

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None.

#### Change in FTE

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None.

## **Other Comments**

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None.

## **Technical Note**

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None.