February 17<sup>th</sup>, 2020

Representative Jason C. Buckel Allegany County, District 1B House Office Building, Room 309 6 Bladen St., Annapolis, MD 21401

Dear Representative Buckel:

I am writing in support of House Bill 969, Public Service Company Franchise Tax – Credit for Purchase of Maryland–Mined Coal – Extension, and in opposition to House Bill 919.

In the coal business in Maryland we understand that adjustments are required of energy producers moving forward. I ask that the legislature please keep in mind that there is a natural time horizon of a decade or slightly more for both the supply of Maryland thermal coal and the standing arrangements with power producers. It is also worth acknowledging that Warrior Run is a particularly efficient and clean coal plant.

The area's principal employers, the companies involved in coal in George's Creek, already face a myriad of challenges staying open, profitable and providing good jobs. Along with the recent closing of the paper mill in Luke, any effort to hasten the demise of the coal business is going to have severe consequences on the economy and the working population in the area.

Everyone involved is working towards a transition to a less fossil fuel intensive economy. We are looking at ash beneficiation, manufacturing in the energy sector, and repurposing the paper mill. These jobs efforts will take time. Disrupting the local economy and the community by ending the tax credit now will have the effect of draining George's Creek of the people, talent, resources and revenues needed for the transition. What would instead be helpful is to extend the tax credit and then enact thoughtful legislation that further supports local economic development and a transition to a modern energy economy.

Respectfully Submitted,

James R Campbell Campbell Coal Company 970-417-2389 c jamie1858@gmail.com