

WRITTEN TESTIMONY

BILL NO.: Senate Bill 950 – Natural Gas Generating Facilities – Authorization **COMMITTEE:** Senate Education, Energy, and the Environment Committee

HEARING DATE: March 6, 2025

SPONSORS: Senators West, Ready, Carozza, and Watson

POSITION: Favorable

Dear Chairperson and Members of the Committee,

I respectfully submit this testimony in **strong support of Senate Bill 950 (SB950)**, which provides a **strategic and necessary approach to Maryland's energy future** by authorizing **the construction and operation of natural gas generating facilities** until the state meets **50% of its energy needs from renewable energy resources, including nuclear energy**. This bill is essential for **ensuring energy reliability, protecting Maryland's conserved lands, reducing electricity costs, and creating thousands of high-paying jobs in our state.**

Ensuring Grid Reliability and Energy Security

Maryland currently **imports a significant portion of its electricity**, making us vulnerable to **supply disruptions**, **price volatility**, **and increased transmission expansion**. As we transition to renewable energy, **SB950 ensures that Maryland maintains a stable**, **reliable power supply** by allowing **in-state natural gas generation to continue until we reach 50% renewable energy**.

- Natural gas provides a firm, dispatchable energy source that can fill the gaps when solar and wind generation are unavailable.
- Battery storage technology is improving but is not yet capable of fully replacing baseload power from natural gas.
- Maryland's reliance on out-of-state power exposes us to transmission constraints, reliability risks, and higher costs.

By increasing **in-state energy generation**, SB950 ensures that Maryland remains **energy-secure** and **reduces its dependence on costly electricity imports from neighboring states**.

Protecting Maryland's Preserved and Conserved Land from Transmission Expansion

SB950 is not just about reliability—it is also critical for **protecting Maryland's farmland**, forests, and conserved lands from unnecessary transmission expansion.

Maryland's increasing energy demand and reliance on imported electricity from PJM Interconnection puts us at risk of more large-scale transmission projects, which often require eminent domain, threaten conservation easements, and disrupt rural communities.

By ensuring Maryland is resource adequate—meaning we can generate enough electricity within our borders to meet our own energy needs—we reduce the pressure to sacrifice more preserved land for unnecessary transmission infrastructure.

- Avoiding unnecessary transmission buildout protects lands preserved under the Maryland Agricultural Land Preservation Foundation (MALPF), Rural Legacy Program, and private conservation easements.
- **Keeping energy generation local** strengthens our state's **energy independence**, reducing reliance on out-of-state electricity markets that drive costly and land-consuming transmission expansion.
- Reducing transmission expansion safeguards Maryland's rural communities and farms, which are already under threat from urban sprawl and development pressures.

Job Growth and Economic Benefits for Maryland

SB950 will **boost Maryland's economy by creating thousands of high-paying jobs** in construction, engineering, operations, and maintenance. Expanding natural gas generation within Maryland will:

- Create thousands of skilled construction jobs in building and upgrading natural gas plants.
- Support ongoing jobs in plant operations, maintenance, and related industries, including supply chain manufacturing and skilled trades.
- **Generate significant tax revenue** for Maryland's local and state governments, supporting education, infrastructure, and community services.

The natural gas industry already contributes billions of dollars to state and local economies across the U.S., and allowing Maryland to generate more of its own electricity ensures that these economic benefits stay within the state rather than being sent to neighboring states.

Lowering Energy Costs for Maryland Families and Businesses

Maryland residents and businesses are struggling with **rising electricity bills**, in part due to **our dependence on expensive out-of-state energy imports**.



- SB950 reduces the cost of importing electricity, providing immediate price relief while we continue expanding renewables.
- In-state energy generation **helps stabilize energy prices**, protecting consumers from unpredictable price spikes due to regional supply constraints.
- More local generation also increases competition in Maryland's energy market, leading to more affordable rates for consumers.

A Responsible and Phased Transition to Renewable Energy

SB950 does not advocate for **indefinite reliance on natural gas**, but rather establishes **a clear and structured phase-out plan** that aligns with Maryland's progress toward its renewable energy goals.

- Once 50% of Maryland's electricity needs are met by renewables and nuclear energy, the Maryland Energy Administration (MEA) will collaborate with natural gas plant operators to gradually reduce natural gas production at the same pace as renewable generation increases.
- This approach avoids sudden energy price spikes and ensures a smooth,
 economically viable transition for consumers and businesses alike.

Conclusion

SB950 is a practical and balanced solution that protects Maryland's conserved lands, strengthens our energy security, creates thousands of high-paying jobs, and provides immediate relief from rising electricity costs.

By making Maryland resource adequate, we ensure that our state's farmlands, conservation easements, and rural communities are not sacrificed for unnecessary transmission expansion. Energy policy should not come at the expense of Maryland's agricultural heritage and protected landscapes.

For these reasons, I strongly urge the committee to issue a favorable report on SB950.

Thank you for your time and consideration.

Respectfully submitted,

Joanne Frederick
President
Stop MPRP, Inc.
joanne.frederick@stopmprp.org
443.789.1382