C5, M5

5lr1948 CF SB 931

By: **Delegates Wilson and Crosby** Introduced and read first time: February 5, 2025 Assigned to: Economic Matters

## A BILL ENTITLED

### 1 AN ACT concerning

# $\frac{2}{3}$

## Public Utilities – Generating Stations – Generation and Siting (Renewable Energy Certainty Act)

- 4 FOR the purpose of altering the factors the Public Service Commission must consider before  $\mathbf{5}$ taking final action on a certificate of public convenience and necessity; establishing 6 certain requirements for the construction of a certain solar energy generating station 7 or energy storage device; prohibiting a local jurisdiction from adopting certain laws 8 or regulations or denying certain site development plans under certain 9 circumstances; requiring a local government to expedite the review and approval of certain site development plans under certain circumstances; authorizing a local 1011 government to establish a certain community solar energy generating system 12automatic enrollment program under certain circumstances; establishing certain 13 requirements for the sale, lease, and installation of certain residential rooftop solar 14 energy generating systems; requiring the Commission to conduct a certain study to 15establish a process by which the Commission may establish certain partnerships; 16and generally relating to generating stations.
- 17 BY repealing and reenacting, without amendments,
- 18 Article Public Utilities
- 19 Section 7–207(d)
- 20 Annotated Code of Maryland
- 21 (2020 Replacement Volume and 2024 Supplement)
- 22 BY repealing and reenacting, with amendments,
- 23 Article Public Utilities
- 24 Section 7–207(e) and 7–306.2(a), (c), and (d)(7)
- 25 Annotated Code of Maryland
- 26 (2020 Replacement Volume and 2024 Supplement)
- 27 BY adding to
- 28 Article Public Utilities

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



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$egin{array}{c} 1 \\ 2 \\ 3 \end{array}$	Section 7–218, 7–219, 7–306.2(o), and 7–320 Annotated Code of Maryland (2020 Replacement Volume and 2024 Supplement)
$\frac{4}{5}$	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
6	Article – Public Utilities
7	7–207.
	(d) (1) (i) The Commission shall provide an opportunity for public comment and hold a public hearing on the application for a certificate of public convenience and necessity in each county and municipal corporation in which any portion of the construction of a generating station, an overhead transmission line designed to carry a voltage in excess of 69,000 volts, or a qualified generator lead line is proposed to be located.
$13 \\ 14 \\ 15$	(ii) The Commission may hold the public hearing virtually rather than in person if the Commission provides a comparable opportunity for public comment and participation in the hearing.
16 17 18 19 20	(2) The Commission shall hold the public hearing jointly with the governing body of the county or municipal corporation in which any portion of the construction of the generating station, overhead transmission line, or qualified generator lead line is proposed to be located, unless the governing body declines to participate in the hearing.
$21 \\ 22 \\ 23$	(3) (i) Once in each of the 4 successive weeks immediately before the hearing date, the Commission shall provide weekly notice of the public hearing and an opportunity for public comment:
$\begin{array}{c} 24 \\ 25 \end{array}$	1. by advertisement in a newspaper of general circulation in the county or municipal corporation affected by the application;
26	2. on two types of social media; and
27	3. on the Commission's website.
28 29 30 31 32 33	(ii) Before a public hearing, the Commission shall coordinate with the governing body of the county or municipal corporation in which any portion of the construction of the generating station, overhead transmission line, or qualified generator lead line is proposed to be located to identify additional options for providing, in an efficient and cost–effective manner, notice of the public hearing through other types of media that are familiar to the residents of the county or municipal corporation.

1 (4) (i) On the day of a public hearing, an informational sign shall be  $\mathbf{2}$ posted prominently at or near each public entrance of the building in which the public 3 hearing will be held. 4 (ii) The informational sign required under subparagraph (i) of this  $\mathbf{5}$ paragraph shall: 6 1. state the time, room number, and subject of the public 7hearing; and 8 2.be at least 17 by 22 inches in size. 9 If the public hearing is conducted virtually rather than in person, (iii) 10 the Commission shall provide information on the hearing prominently on the Commission's website. 11 12(5)(i) The Commission shall and ensure presentation 13recommendations from each interested State unit, and shall allow representatives of each 14State unit to sit during hearing of all parties. 15The Commission shall allow each State unit 15 days after the (ii) conclusion of the hearing to modify the State unit's initial recommendations. 1617 (e) The Commission shall take final action on an application for a certificate of public convenience and necessity only after due consideration of: 1819 the recommendation of the governing body of each county or municipal (1)20corporation in which any portion of the construction of the generating station, overhead 21transmission line, or qualified generator lead line is proposed to be located; 22(2)the effect of the generating station, overhead transmission line, or 23qualified generator lead line on: 24(i) the stability and reliability of the electric system; 25(ii) economics; 26(iii) esthetics; 27(iv) historic sites: 28aviation safety as determined by the Maryland Aviation  $(\mathbf{v})$ 29Administration and the administrator of the Federal Aviation Administration: 30 (vi) when applicable, air quality and water pollution; and

1 (vii) the availability of means for the required timely disposal of 2 wastes produced by any generating station;

3 (3) the effect of climate change on the generating station, overhead 4 transmission line, or qualified generator lead line based on the best available scientific 5 information recognized by the Intergovernmental Panel on Climate Change; [and]

- 6
- (4) for a generating station:

7 (i) the consistency of the application with the comprehensive plan 8 and zoning of each county or municipal corporation where any portion of the generating 9 station is proposed to be located;

10 (ii) the efforts to resolve any issues presented by a county or 11 municipal corporation where any portion of the generating station is proposed to be located;

(iii) the impact of the generating station on the quantity of annual and long-term statewide greenhouse gas emissions, measured in the manner specified in § 2–1202 of the Environment Article and based on the best available scientific information recognized by the Intergovernmental Panel on Climate Change; and

16 (iv) the consistency of the application with the State's climate 17 commitments for reducing statewide greenhouse gas emissions, including those specified 18 in Title 2, Subtitle 12 of the Environment Article; AND

19 (5) FOR A SOLAR ENERGY GENERATING STATION SPECIFIED UNDER §
 20 7–218 OF THIS SUBTITLE, WHETHER THE OWNER OF A PROPOSED SOLAR ENERGY
 21 GENERATING STATION COMPLIES WITH THE REQUIREMENTS OF § 7–218(F) OF THIS
 22 SUBTITLE.

23 **7–218.** 

24 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 25 INDICATED.

26 (2) "BROWNFIELDS SITE" HAS THE MEANING STATED IN § 7–207 OF 27 THIS SUBTITLE.

28 (3) "LOCAL JURISDICTION" INCLUDES COUNTIES, MUNICIPAL 29 CORPORATIONS, AND OTHER FORMS OF LOCAL GOVERNMENT.

30 **(B)** THIS SECTION APPLIES ONLY TO A SOLAR ENERGY GENERATING 31 STATION THAT:

1 (1) HAS THE CAPACITY TO PRODUCE MORE THAN 2 MEGAWATTS OF 2 ELECTRICITY AS MEASURED BY THE ALTERNATING CURRENT RATING OF THE 3 SYSTEM'S INVERTER;

4 (2) (I) IS DESIGNED TO PRODUCE ELECTRICITY FOR SALE ON THE 5 WHOLESALE MARKET; OR

6 (II) IS A COMMUNITY SOLAR ENERGY GENERATING SYSTEM 7 UNDER § 7–306.2 OF THIS TITLE; AND

8 (3) IS NOT LOCATED ON A ROOFTOP, CARPORT, OR BROWNFIELDS 9 SITE OR BEHIND THE METER OF A RETAIL ELECTRIC CUSTOMER.

10 (C) A PERSON MAY NOT BEGIN CONSTRUCTION OF A SOLAR ENERGY 11 GENERATING STATION UNLESS:

12(1) THE CONSTRUCTION HAS BEEN APPROVED BY THE COMMISSION13IN ACCORDANCE WITH THIS SECTION; AND

14(2)(1)A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY15HAS BEEN ISSUED IN ACCORDANCE WITH § 7–207 OF THIS SUBTITLE; OR

16 (II) THE CONSTRUCTION HAS BEEN APPROVED BY THE 17 COMMISSION IN ACCORDANCE WITH § 7–207.1 OF THIS SUBTITLE.

18 (D) ON RECEIPT OF AN APPLICATION FOR APPROVAL UNDER THIS SECTION, 19 THE COMMISSION SHALL PROVIDE IMMEDIATE NOTICE OR REQUIRE THE 20 APPLICANT TO PROVIDE IMMEDIATE NOTICE OF THE APPLICATION TO:

(1) THE GOVERNING BODY OF EACH COUNTY OR MUNICIPAL
 CORPORATION IN WHICH ANY PORTION OF THE SOLAR ENERGY GENERATING
 STATION IS PROPOSED TO BE CONSTRUCTED;

(2) THE GOVERNING BODY OF EACH COUNTY OR MUNICIPAL
 CORPORATION WITHIN 1 MILE OF THE PROPOSED LOCATION OF THE SOLAR ENERGY
 GENERATING STATION;

27 (3) EACH MEMBER OF THE GENERAL ASSEMBLY REPRESENTING ANY
28 PART OF A COUNTY IN WHICH ANY PORTION OF THE SOLAR ENERGY GENERATING
29 STATION IS PROPOSED TO BE CONSTRUCTED;

1 (4) EACH MEMBER OF THE GENERAL ASSEMBLY REPRESENTING ANY 2 PART OF A COUNTY WITHIN 1 MILE OF THE PROPOSED LOCATION OF THE SOLAR 3 ENERGY GENERATING STATION; AND

4 (5) THE RESIDENTS AND PROPERTY OWNERS WITHIN 1 MILE OF THE 5 PROPOSED LOCATION OF THE SOLAR ENERGY GENERATING STATION.

6 (E) WHEN REVIEWING AN APPLICATION FOR APPROVAL UNDER THIS 7 SECTION, THE COMMISSION SHALL:

8 (1) COMPLY WITH AND REQUIRE THE OWNER OF THE PROPOSED 9 SOLAR ENERGY GENERATING STATION TO COMPLY WITH § 7–207(D) OF THIS 10 SUBTITLE; AND

11 (2) IF THE PROPOSED LOCATION OF THE SOLAR ENERGY 12 GENERATING STATION IS IN AN AREA CONSIDERED TO BE OVERBURDENED AND 13 UNDERSERVED, AS DEFINED IN § 1–701 OF THE ENVIRONMENT ARTICLE, REQUIRE 14 THE PERSON CONSTRUCTING THE SOLAR ENERGY GENERATING STATION TO HOLD 15 AT LEAST TWO PUBLIC MEETINGS IN THE COMMUNITY WHERE THE SOLAR ENERGY 16 GENERATING STATION IS TO BE LOCATED.

17 (F) (1) AN OWNER OF A PROPOSED SOLAR ENERGY GENERATING 18 STATION:

19(I) SHALL PROVIDE A BOUNDARY OF 150 FEET BETWEEN THE20SOLAR ENERGY GENERATING STATION AND ANY OCCUPIED BUILDINGS OR21DWELLINGS NOT AFFILIATED WITH THE SOLAR ENERGY GENERATING STATION;

(II) SHALL PROVIDE A BOUNDARY OF 50 FEET BETWEEN THE
 SOLAR ENERGY GENERATING STATION AND ANY PARCELS OF LAND NOT AFFILIATED
 WITH THE SOLAR ENERGY GENERATING STATION;

25		(III)	1.	SHALL PROVIDE NONBARBED WIRE FENCING:
$\frac{26}{27}$	AND		А.	AROUND THE SOLAR ENERGY GENERATING STATION;
28			B.	THAT IS NOT MORE THAN $20$ FEET IN HEIGHT; AND

29 **2.** MAY USE BARBED WIRE FENCING AROUND THE 30 SUBSTATIONS OR OTHER CRITICAL INFRASTRUCTURE FOR PROTECTION OF THAT 31 INFRASTRUCTURE; AND

1 (IV) SHALL PROVIDE FOR A LANDSCAPING BUFFER OR  $\mathbf{2}$ **VEGETATIVE SCREENING IF REQUIRED BY THE LOCAL JURISDICTION.** 3 (2) A LOCAL JURISDICTION MAY NOT REQUIRE THE USE OF A BERM FOR A SOLAR ENERGY GENERATING STATION APPROVED UNDER THIS SECTION. 4  $\mathbf{5}$ (3) THE BUFFER REQUIRED IN PARAGRAPH (1)(IV) OF THIS 6 **SUBSECTION SHALL:** 7 **(I)** BE NOT MORE THAN 25 FEET IN DEPTH; 8 **(II)** PROVIDE FOR FOUR-SEASON VISUAL SCREENING OF THE 9 SOLAR ENERGY GENERATING SYSTEM: 10 (III) INCLUDE MULTILAYERED, **STAGGERED** OF ROWS 11 **OVERSTORY AND UNDERSTORY TREES; AND** (IV) BE PLANTED WITH NOT MORE THAN 10 TREES PER 100 12LINEAR FEET, WITH A MAXIMUM HEIGHT AT PLANTING OF 6 FEET. 13 14(4) WITH RESPECT TO THE SITE ON WHICH A SOLAR ENERGY 15GENERATING STATION IS PROPOSED FOR CONSTRUCTION, THE OWNER OF THE SOLAR ENERGY GENERATING STATION: 16 17**(I)** SHALL MINIMIZE GRADING TO THE MAXIMUM EXTENT 18 **POSSIBLE**; 19**(II)** MAY NOT REMOVE TOPSOIL FROM THE PARCEL, BUT MAY 20MOVE OR TEMPORARILY STOCKPILE TOPSOIL FOR GRADING; 21(III) TO MAINTAIN SOIL INTEGRITY, SHALL PLANT NATIVE VEGETATION AND OTHER APPROPRIATE VEGETATIVE PROTECTIONS THAT HAVE A 222390% SURVIVAL THRESHOLD FOR THE FIRST 3 YEARS OF THE LIFE OF THE SOLAR **ENERGY GENERATING STATION;** 2425(IV) SHALL LIMIT MOWING AND OTHER **UNNECESSARY** 26LANDSCAPING; 27**(**V**)** MAY NOT USE HERBICIDES EXCEPT TO CONTROL INVASIVE 28SPECIES IN COMPLIANCE WITH THE DEPARTMENT OF AGRICULTURE'S WEED 29**CONTROL PROGRAM; AND** 

1 (VI) SHALL POST FOR THE FIRST **3** YEARS OF THE LIFE OF THE 2 SOLAR ENERGY GENERATING STATION A LANDSCAPING BOND EQUAL TO **50%** OF THE 3 TOTAL LANDSCAPING COST WITH THE COUNTY IN WHICH THE SOLAR ENERGY 4 GENERATING STATION IS LOCATED.

5 (5) EXCEPT AS REQUIRED BY LAW, OR FOR SAFETY OR EMERGENCY,
6 THE SOLAR ENERGY GENERATING STATION MAY NOT EMIT VISIBLE LIGHT DURING
7 DUSK TO DAWN OPERATIONS.

8 (G) AN OWNER OF A SOLAR ENERGY GENERATING STATION:

9 (1) SHALL ENTER INTO A DECOMMISSIONING AGREEMENT WITH THE 10 COMMISSION ON A FORM THAT THE COMMISSION PROVIDES;

11 (2) SHALL POST A SURETY BOND WITH THE COMMISSION FOR NOT 12 MORE THAN 100% OF THE COST OF DECOMMISSIONING THE SOLAR ENERGY 13 GENERATING STATION AND ITS RELATED INFRASTRUCTURE, LESS ANY SALVAGE 14 VALUE; AND

15(3) SHALL EXECUTE A SECURITIZATION BOND TRUE-UP EVERY 516YEARS.

17 (H) (1) A LOCAL JURISDICTION MAY NOT:

18(I) ADOPT ZONING LAWS OR OTHER LAWS OR REGULATIONS19THAT PROHIBIT THE CONSTRUCTION OR OPERATION OF SOLAR ENERGY20GENERATING STATIONS; OR

21 (II) DENY SITE DEVELOPMENT PLANS FOR SOLAR ENERGY 22 GENERATING STATIONS THAT MEET THE REQUIREMENTS OF SUBSECTION (F) OF 23 THIS SECTION.

24(2)A LOCAL JURISDICTION SHALL EXPEDITE THE REVIEW AND25APPROVAL OF SITE DEVELOPMENT PLANS FOR SOLAR ENERGY GENERATING26STATIONS IF THOSE PLANS MEET THE REQUIREMENTS OF THIS SECTION.

(I) (1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, A
SOLAR ENERGY GENERATING STATION IS EXEMPT FROM PERSONAL AND REAL
PROPERTY TAXES.

30(2)A SOLAR ENERGY GENERATING STATION MAY BE REQUIRED BY A31LOCAL JURISDICTION TO MAKE A PAYMENT IN LIEU OF TAXES UP TO \$5,000 PER

1 MEGAWATT OF ENERGY GENERATED FROM THE SOLAR ENERGY GENERATING 2 STATION.

3 (J) NOTHING IN THIS SECTION MAY BE CONSTRUED TO ADD ANY 4 ADDITIONAL LIMITATIONS TO THE AUTHORITY OF THE COMMISSION IN THE 5 APPROVAL PROCESS FOR AN APPLICATION FOR A CERTIFICATE OF PUBLIC 6 CONVENIENCE AND NECESSITY.

7 **7–219.** 

8 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 9 INDICATED.

10 (2) "ENERGY STORAGE DEVICE" HAS THE MEANING STATED IN § 11 7–216 OF THIS SUBTITLE.

12 (3) "LOCAL JURISDICTION" INCLUDES COUNTIES, MUNICIPAL 13 CORPORATIONS, AND OTHER FORMS OF LOCAL GOVERNMENT.

(B) A PERSON MAY NOT BEGIN CONSTRUCTION OF AN ENERGY STORAGE
 DEVICE UNLESS THE CONSTRUCTION HAS BEEN APPROVED BY THE COMMISSION IN
 ACCORDANCE WITH THIS SECTION.

17 (C) ON RECEIPT OF AN APPLICATION FOR APPROVAL OF THE 18 CONSTRUCTION OF ENERGY STORAGE DEVICES UNDER THIS SECTION, THE 19 COMMISSION SHALL PROVIDE IMMEDIATE NOTICE OR REQUIRE THE APPLICANT TO 20 PROVIDE IMMEDIATE NOTICE OF THE APPLICATION TO:

21 (1) THE GOVERNING BODY OF EACH COUNTY OR MUNICIPAL 22 CORPORATION IN WHICH ANY PORTION OF THE ENERGY STORAGE DEVICE IS 23 PROPOSED TO BE CONSTRUCTED;

24(2) THE GOVERNING BODY OF EACH COUNTY OR MUNICIPAL25CORPORATION WITHIN 1 MILE OF THE PROPOSED LOCATION OF THE ENERGY26STORAGE DEVICE;

27 (3) EACH MEMBER OF THE GENERAL ASSEMBLY REPRESENTING ANY
28 PART OF A COUNTY IN WHICH ANY PORTION OF THE ENERGY STORAGE DEVICE IS
29 PROPOSED TO BE CONSTRUCTED;

30 (4) EACH MEMBER OF THE GENERAL ASSEMBLY REPRESENTING ANY
 31 PART OF A COUNTY WITHIN 1 MILE OF THE PROPOSED LOCATION OF THE ENERGY
 32 STORAGE DEVICE; AND

1(5) THE RESIDENTS AND OWNERS OF PROPERTY THAT IS WITHIN 12MILE OF THE PROPOSED LOCATION OF THE ENERGY STORAGE DEVICE.

3 (D) WHEN REVIEWING AN APPLICATION FOR APPROVAL UNDER THIS 4 SECTION, THE COMMISSION SHALL:

5 (1) IF THE PROJECT WILL STORE MORE THAN 100 KILOWATTS, 6 COMPLY WITH AND REQUIRE THE APPLICANT TO COMPLY WITH § 7–207(D) OF THIS 7 SUBTITLE;

8 (2) IF THE PROPOSED LOCATION OF THE ENERGY STORAGE DEVICE IS 9 IN AN AREA CONSIDERED TO BE OVERBURDENED AND UNDERSERVED, AS DEFINED 10 IN § 1–701 OF THE ENVIRONMENT ARTICLE, REQUIRE THE APPLICANT TO HOLD AT 11 LEAST TWO PUBLIC MEETINGS IN THE COMMUNITY WHERE THE ENERGY STORAGE 12 DEVICE IS TO BE LOCATED; AND

13(3) EXEMPT AN ENERGY STORAGE DEVICE THAT IS LOCATED WITHIN14THE BOUNDARIES OF AN EXISTING ELECTRICITY GENERATING STATION FROM THE15MEETING REQUIREMENTS OF THIS SUBSECTION.

16 (E) (1) AN OWNER OF A PROPOSED ENERGY ST	TORAGE DEVICE:
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17 (I) 1. SHALL PROVIDE NONBARBED WIRE FENCING:

18 **A.** AROUND THE ENERGY STORAGE DEVICE; AND

19 **B.** THAT IS NOT MORE THAN **20** FEET IN HEIGHT; AND

20 **2.** MAY USE BARBED WIRE FENCING AROUND THE 21 SUBSTATIONS OR OTHER CRITICAL INFRASTRUCTURE FOR PROTECTION OF THAT 22 INFRASTRUCTURE; AND

23(II) SHALL PROVIDE FOR A LANDSCAPING BUFFER OR24VEGETATIVE SCREENING IF REQUIRED BY THE LOCAL JURISDICTION.

25(2)A LOCAL JURISDICTION MAY NOT REQUIRE THE USE OF A BERM26FOR AN ENERGY STORAGE DEVICE APPROVED UNDER THIS SECTION.

27 (3) THE BUFFER REQUIRED IN PARAGRAPH (1)(II) OF THIS 28 SUBSECTION SHALL:

29 (I) BE NOT MORE THAN 25 FEET IN DEPTH; AND

1 **(II)** PROVIDE FOR FOUR-SEASON VISUAL SCREENING OF THE  $\mathbf{2}$ **ENERGY STORAGE DEVICE.** 3 (4) WITH RESPECT TO THE SITE ON WHICH AN ENERGY STORAGE DEVICE IS PROPOSED FOR CONSTRUCTION, THE OWNER OF THE ENERGY STORAGE 4 5**DEVICE:** 6 **(I)** SHALL MINIMIZE GRADING TO THE MAXIMUM EXTENT 7 **POSSIBLE;** 8 **(II)** MAY NOT REMOVE TOPSOIL FROM THE PARCEL, BUT MAY 9 MOVE OR TEMPORARILY STOCKPILE TOPSOIL FOR GRADING; AND 10 (III) MAY NOT USE HERBICIDES EXCEPT TO CONTROL INVASIVE 11 SPECIES IN COMPLIANCE WITH THE DEPARTMENT OF AGRICULTURE'S WEED 12**CONTROL PROGRAM.** 13 **(F)** (1) A LOCAL JURISDICTION MAY NOT: 14**(I)** ADOPT ZONING LAWS OR OTHER LAWS OR REGULATIONS THAT PROHIBIT THE CONSTRUCTION OR OPERATION OF ENERGY STORAGE DEVICES; 1516 OR 17**(II)** DENY SITE DEVELOPMENT PLANS FOR ENERGY STORAGE DEVICES THAT MEET THE REQUIREMENTS OF SUBSECTION (E) OF THIS SECTION. 18 19 (2) A LOCAL JURISDICTION SHALL: 20**(I)** EXPEDITE THE REVIEW AND APPROVAL OF SITE 21DEVELOPMENT PLANS FOR ENERGY STORAGE DEVICES IF THOSE PLANS MEET THE 22**REQUIREMENTS OF THIS SECTION; AND** 23**(II)** ADOPT STANDARD PROCESSES FOR THE REVIEW AND 24APPROVAL OF SITE DEVELOPMENT PLANS FOR THE CONSTRUCTION OF ENERGY 25STORAGE DEVICES. 267 - 306.2. 27(a) (1)In this section the following words have the meanings indicated. 28"Agrivoltaics" means the simultaneous use of areas of land for both (2)29solar power generation and:

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1 raising grains, fruits, herbs, melons, mushrooms, nuts, seeds, (i)  $\mathbf{2}$ tobacco, or vegetables; 3 (ii) raising poultry, including chickens and turkeys, for meat or egg 4 production;  $\mathbf{5}$ (iii) dairy production, such as the raising of milking cows; 6 raising livestock, including cattle, sheep, goats, or pigs; (iv) 7 (v) horse boarding, breeding, or training; turf farming; 8 (vi) 9 (vii) raising ornamental shrubs, plants, or flowers, including aquatic 10 plants; 11 (viii) aquaculture; 12(ix) silviculture; or 13any other activity recognized by the Department of Agriculture (x) 14as an agricultural activity. "AUTOMATIC ENROLLMENT PROJECT" MEANS A COMMUNITY 15(3)16 SOLAR ENERGY GENERATING SYSTEM: 17**(I)** IN WHICH ALL OR A PORTION OF THE SUBSCRIBERS ARE 18 **AUTOMATICALLY ENROLLED; AND** 19 **(II)** 1. THAT IS OWNED AND OPERATED BY A LOCAL 20**GOVERNMENT; OR** 212. FOR WHICH A LOCAL GOVERNMENT OR ITS DESIGNEE 22SERVES AS THE SUBSCRIPTION COORDINATOR. 23(4) "Baseline annual usage" means: 24a subscriber's accumulated electricity use in kilowatt-hours for (i) the 12 months before the subscriber's most recent subscription; or 2526for a subscriber that does not have a record of 12 months of (ii) 27electricity use at the time of the subscriber's most recent subscription, an estimate of the subscriber's accumulated 12 months of electricity use in kilowatt-hours, determined in a 28

29 manner the Commission approves.

$\frac{1}{2}$	[(4)] <b>(5)</b> energy system that:	"Community solar energy generating system" means a solar
$\frac{3}{4}$	(i) the State;	is connected to the electric distribution [grid] SYSTEM serving
5	(ii	) is located in the same electric service territory as its subscribers;
$6 \\ 7$	(ii facility with its own e	,
8 9 10	(iv electricity, to the bi metering;	v) credits its generated electricity, or the value of its generated lls of the subscribers to that system through virtual net energy
$\begin{array}{c} 11 \\ 12 \end{array}$	(v of subscribers;	) has at least two subscribers but no limit to the maximum number
13 14	(v constituting more tha	i) does not have subscriptions larger than 200 kilowatts in 60% of its kilowatt—hour output;
$\begin{array}{c} 15\\ 16 \end{array}$	``	ii) has a generating capacity that does not exceed 5 megawatts as mating current rating of the system's inverter;
17	(v	iii) may be owned by any person; and
18 19 20 21		x) with respect to community solar energy generating systems e Program, serves at least 40% of its kilowatt–hour output to LMI e solar energy system is wholly owned by the subscribers to the solar
$22 \\ 23 \\ 24$	[(5)] (6) requires an electric co coordinator:	"Consolidated billing" means a payment mechanism that ompany to, at the request of a subscriber organization or subscription
$25 \\ 26 \\ 27$	_	include the monthly subscription charge of a subscriber cription coordinator on the monthly bills rendered by the electric service and supply to subscribers; and
$\begin{array}{c} 28\\ 29 \end{array}$	(ii or subscription coordi	
30 31	[(6)] <b>(7)</b> Resources Article.	"Critical area" has the meaning stated in § 8–1802 of the Natural
32	<b>[</b> (7) <b>] (8)</b>	"LMI subscriber" means a subscriber that:

	14		HOUSE BILL 1036
1		(i)	is low–income;
2		(ii)	is moderate–income; or
3		(iii)	resides in a census tract that is [an]:
4			1. <b>AN</b> overburdened community; and
5			2. <b>AN</b> underserved community.
6	(9)	"Loc	CAL GOVERNMENT" MEANS:
7		<b>(</b> I <b>)</b>	A COUNTY; OR
8		(II)	A MUNICIPAL CORPORATION.
9	[(8)]	(10)	"Low–income" means:
10 11	the federal poverty	(i) v level;	having an annual household income that is at or below 200% of or
$12 \\ 13 \\ 14$	assistance program 200% of the federa		being certified as eligible for any federal, State, or local limits participation to households whose income is at or below rty level.
$\begin{array}{c} 15\\ 16\end{array}$	[(9)] that is at or below		"Moderate–income" means having an annual household income f the median income for Maryland.
17 18	[(10)] of the Environmen	. ,	"Overburdened community" has the meaning stated in § $1-701$ de.
19 20 21	_ , , _	1, 202	"Pilot program" means the program established under this 23, and effective until the start of the Program established under section.
$\begin{array}{c} 22\\ 23 \end{array}$	[(12)] Systems Program.	(14)	"Program" means the Community Solar Energy Generating
24	[(13)]	(15)	"Queue" means:
$\begin{array}{c} 25\\ 26\end{array}$	maintain under CO	(i) DMAR	the pilot program queue an electric company is required to 20.62.03.04; and
$\begin{array}{c} 27\\ 28\end{array}$	the Program.	(ii)	a queue an electric company may be required to maintain under

1	<b>[</b> (14) <b>] (16)</b>	"Subscriber" means a retail customer of an electric company that:
$\frac{2}{3}$	(i) system; and	holds a subscription to a community solar energy generating
45	(ii) the subscription shall be	has identified one or more individual meters or accounts to which attributed.
6	<b>[</b> (15) <b>] (17)</b>	"Subscriber organization" means:
7 8	(i) generating system; or	a person that owns or operates a community solar energy
9 10	(ii) generating system.	the collective group of subscribers of a community solar energy
$\begin{array}{c} 11 \\ 12 \end{array}$	- / / /	"Subscription" means the portion of the electricity generated by any generating system that is credited to a subscriber.
13	<b>[</b> (17) <b>] (19)</b>	"Subscription coordinator" means a person that:
$\begin{array}{c} 14\\ 15\\ 16\end{array}$	(i) otherwise provides servi its own brand name;	markets community solar energy generating systems or ces related to community solar energy generating systems under
17 18 19	(ii) connect subscribers with in the Program; or	performs any administrative action to allocate subscriptions, community solar energy generating systems, or enroll customers
$\begin{array}{c} 20\\ 21 \end{array}$	(iii) electric company or elect	manages interactions between a subscriber organization and an ricity supplier relating to subscribers.
$\begin{array}{c} 22\\ 23 \end{array}$	[(18)] <b>(20)</b> the Environment Article	"Underserved community" has the meaning stated in § 1–701 of .
$\begin{array}{c} 24 \\ 25 \end{array}$		"Unsubscribed energy" means any community solar energy at in kilowatt–hours that is not allocated to any subscriber.
26 27 28 29 30 31	difference between the k company and the kilowa community solar energy	"Virtual net energy metering" means measurement of the ilowatt-hours or value of electricity that is supplied by an electric tt-hours or value of electricity attributable to a subscription to a generating system and fed back to the electric grid over the od, as calculated under the tariffs established under subsections this section.

1 (c) A community solar energy generating system, subscriber, subscriber 2 organization, or subscription coordinator is not:

- 3 (1) an electric company;
- 4 (2) an electricity supplier; or
- 5 (3) a generating station if:

6 (I) the generating capacity of the community solar energy 7 generating system does not exceed 2 megawatts; OR

## 8 (II) THE COMMUNITY SOLAR ENERGY GENERATING SYSTEM IS 9 LOCATED ON THE ROOFTOP OF A BUILDING.

10 (d) (7)**(I)** Any unsubscribed energy generated by a community solar energy 11 generating system that is not owned by an electric company shall CREATE BANKED BILL 12CREDITS TRACKED BY THE ELECTRIC COMPANY THAT, WITHIN 1 YEAR AFTER THE DATE THAT THE BANKED BILL CREDIT WAS CREATED, MAY BE ALLOCATED TO ONE 13 OR MORE SUBSCRIBERS BY THE SUBSCRIBER ORGANIZATION OR SUBSCRIPTION 14 COORDINATOR ASSOCIATED WITH THE COMMUNITY SOLAR ENERGY GENERATING 1516 SYSTEM.

(II) THE GENERATION ASSOCIATED WITH A BANKED BILL
 CREDIT NOT ALLOCATED TO A SUBSCRIBER WITHIN 1 YEAR AFTER THE DATE THAT
 THE BANKED BILL CREDIT WAS CREATED SHALL be purchased under the electric
 company's process for purchasing the output from qualifying facilities at the amount it
 would have cost the electric company to procure the energy.

## 22 (O) (1) A LOCAL GOVERNMENT MAY ESTABLISH A COMMUNITY SOLAR 23 AUTOMATIC ENROLLMENT PROGRAM BY SUBMITTING TO THE COMMISSION A LOCAL 24 LAW, A CONTRACT, OR AN ADMINISTRATIVE APPROVAL THAT:

- 25
- (I) STATES WHETHER:

261. THE LOCAL GOVERNMENT WILL OWN AND OPERATE27ONE OR MORE AUTOMATIC ENROLLMENT PROJECTS; OR

28 **2.** THE LOCAL GOVERNMENT OR ITS DESIGNEE WILL 29 SERVE AS THE SUBSCRIPTION COORDINATOR FOR ONE OR MORE AUTOMATIC 30 ENROLLMENT PROJECTS OWNED BY A THIRD PARTY; AND

31(II) DESCRIBES THE MECHANISM BY WHICH THE LOCAL32GOVERNMENT INTENDS TO ENROLL CUSTOMERS.

1 (2) AN AUTOMATIC ENROLLMENT PROJECT SHALL UTILIZE 2 CONSOLIDATED BILLING AND PROVIDE A GUARANTEED BILL CREDIT DISCOUNT TO 3 AUTOMATIC ENROLLMENT SUBSCRIBERS.

4 (3) A LOCAL GOVERNMENT MAY CONTRACT WITH A DESIGNEE TO 5 IDENTIFY AND MANAGE THE SUBSCRIPTIONS TO AN AUTOMATIC ENROLLMENT 6 PROJECT.

7 (4) A LOCAL GOVERNMENT OR ITS DESIGNEE SHALL BE RESPONSIBLE 8 FOR IDENTIFYING THE CUSTOMERS THAT WILL BE AUTOMATICALLY ENROLLED FOR 9 A SUBSCRIPTION TO THE AUTOMATIC ENROLLMENT PROJECT, SUBJECT TO THE 10 FOLLOWING CONDITIONS:

11(I) AUTOMATIC ENROLLMENT SUBSCRIBERS MUST BE12RESIDENTIAL CUSTOMERS, INCLUDING CUSTOMERS RESIDING IN MULTIFAMILY13DWELLING UNITS;

14(II) AT LEAST 51% OF AUTOMATIC ENROLLMENT SUBSCRIBERS15MUST BE LMI SUBSCRIBERS;

16 (III) ALL CUSTOMERS SELECTED TO BE AUTOMATICALLY 17 ENROLLED AS SUBSCRIBERS TO THE AUTOMATIC ENROLLMENT PROJECT MUST BE 18 WITHIN THE SERVICE TERRITORY OF THE ELECTRIC COMPANY WHERE THE 19 AUTOMATIC ENROLLMENT PROJECT IS LOCATED;

20(IV) SUBSCRIBERS MAY DECLINE OR OPT OUT FROM A21SUBSCRIPTION TO THE AUTOMATIC ENROLLMENT PROJECT AT ANY TIME;

(V) AUTOMATIC ENROLLMENT SUBSCRIBERS MAY SUBMIT A
 REQUEST TO OPT OUT OF A SUBSCRIPTION BY PHONE, IN WRITING, OR ONLINE
 THROUGH A WEBSITE MAINTAINED BY THE LOCAL GOVERNMENT OR ITS DESIGNEE;
 AND

26(VI) A LOCAL GOVERNMENT MAY NOT CHARGE A FEE OR27PENALTY FOR ENROLLMENT IN OR EXITING FROM AN AUTOMATIC ENROLLMENT28PROJECT.

29 (5) A LOCAL GOVERNMENT OR ITS DESIGNEE MAY VERIFY THE 30 INCOME OF A PROSPECTIVE SUBSCRIBER FOR ELIGIBILITY AS AN LMI SUBSCRIBER 31 USING ONE OF THE FOLLOWING METHODS:

1 THE LOCATION OF THE PROSPECTIVE SUBSCRIBER IN AN **(I)**  $\mathbf{2}$ **OVERBURDENED COMMUNITY OR UNDERSERVED COMMUNITY;** 3 (II) A FORM OF VERIFICATION AUTHORIZED **UNDER** SUBSECTION (F)(1)(IV) OF THIS SECTION; OR 4  $\mathbf{5}$ (III) ANY OTHER METHOD SELECTED BY THE LOCAL 6 GOVERNMENT. 7 AT LEAST 90 DAYS BEFORE SUBSCRIBERS BEGIN RECEIVING (6) THEIR FIRST BILL CREDITS, A LOCAL GOVERNMENT OR ITS DESIGNEE SHALL 8 9 PROVIDE WRITTEN NOTICE OF THE AUTOMATIC ENROLLMENT TO ALL SELECTED

10 SUBSCRIBERS VIA DELIVERY BY THE U.S. POSTAL SERVICE.

11 (7) THE NOTICE REQUIRED IN PARAGRAPH (6) OF THIS SUBSECTION 12 SHALL INCLUDE:

13(I) A STATEMENT THAT THE LOCAL GOVERNMENT HAS14ESTABLISHED AN AUTOMATIC ENROLLMENT PROJECT;

(II) A STATEMENT THAT THE PROSPECTIVE SUBSCRIBER HAS
THE RIGHT TO OPT OUT OF THE AUTOMATIC ENROLLMENT PROJECT AT ANY TIME,
BUT IF NO OPT-OUT REQUEST IS RECEIVED, THE PROSPECTIVE SUBSCRIBER WILL
BE AUTOMATICALLY ENROLLED IN THE AUTOMATIC ENROLLMENT PROJECT;

19(III) AN EXPLANATION OF THE CONSOLIDATED BILLING20PROCEDURES OF THE AUTOMATIC ENROLLMENT PROJECT;

21(IV) DETAILED INSTRUCTIONS ON HOW TO SUBMIT AN OPT-OUT22REQUEST; AND

23(V)A CONTACT NAME, PHONE NUMBER, AND E-MAIL ADDRESS24FOR SUBSCRIBER INQUIRIES AND COMPLAINTS.

(8) AN ELECTRIC COMPANY SHALL FACILITATE THE ESTABLISHMENT
OF AN AUTOMATIC ENROLLMENT PROJECT FOR WHICH A LOCAL GOVERNMENT HAS
SUBMITTED THE INFORMATION REQUIRED UNDER PARAGRAPH (1) OF THIS
SUBSECTION BY:

29 (I) PROVIDING ACCESS TO:

301.THE HISTORIC BILLING USAGE OF CUSTOMERS THAT31MAY BE AUTOMATICALLY ENROLLED IN THE AUTOMATIC ENROLLMENT PROJECT;

2. 1 POINT-OF-SERVICE DELIVERY FOR CUSTOMERS  $\mathbf{2}$ THAT MAY BE AUTOMATICALLY ENROLLED IN THE AUTOMATIC ENROLLMENT 3 **PROJECT;** 3. 4 **PARTICIPATION IN ENERGY ASSISTANCE PROGRAMS;**  $\mathbf{5}$ 4. SUBSCRIPTIONS TO COMMUNITY SOLAR ENERGY 6 **GENERATING SYSTEMS;** 7 5. ACCOUNT NUMBERS FOR CUSTOMERS THAT MAY BE AUTOMATICALLY ENROLLED IN THE AUTOMATIC ENROLLMENT PROJECT, IF 8 9 **APPLICABLE; AND** 10 **6**. ANY OTHER REASONABLE INFORMATION REQUIRED 11 BY THE LOCAL GOVERNMENT OF ITS DESIGNEE TO ENROLL CUSTOMERS IN AN 12AUTOMATIC ENROLLMENT PROJECT; AND 13 ENROLLING THE CUSTOMERS IDENTIFIED BY THE LOCAL **(II)** GOVERNMENT OR ITS DESIGNEE AS SUBSCRIBERS TO AN AUTOMATIC ENROLLMENT 1415PROJECT AT THE SUBSCRIPTION SIZE IDENTIFIED BY THE LOCAL GOVERNMENT OR 16 **ITS DESIGNEE.** 17THE ENROLLMENT AND MANAGEMENT (9) OF AUTOMATIC ENROLLMENT SUBSCRIBERS TO AN AUTOMATIC ENROLLMENT PROJECT IS NOT 18 **SUBJECT TO COMAR 20.62.05.** 19 207-320. 21(A) THIS SECTION APPLIES ONLY TO RESIDENTIAL ROOFTOP SOLAR 22ENERGY GENERATING SYSTEMS. 23A SELLER OR LESSOR OF RESIDENTIAL ROOFTOP SOLAR ENERGY **(B)** 24**GENERATING SYSTEMS SHALL:** 25(1) PROVIDE TO THE BUYER OR LESSEE A 5-YEAR FULL WARRANTY ON THE INSTALLATION AND COMPONENT PARTS OF THE SYSTEM; 2627(2) INCLUDE ANY MANUFACTURER'S WARRANTIES FOR ANY OF THE 28**PRODUCTS OR COMPONENTS OF THE SYSTEM;** 

1 (3) INFORM THE BUYER OR LESSEE OF THE MINIMUM LEVEL OF 2 WEATHER-ADJUSTED ENERGY PRODUCTION THE BUYER OR LESSEE MAY EXPECT 3 FROM THE SYSTEM; AND

4 (4) CERTIFY, IN WRITING, THAT INSTALLATION OF THE SYSTEM IS 5 COMPLIANT WITH ALL FEDERAL, STATE, AND LOCAL LAWS REGARDING 6 WORKMANSHIP AND THAT THE SOLAR PANELS, INVERTERS, RACKING SYSTEMS, AND 7 ALL OTHER COMPONENTS MEET THE MINIMUM STANDARDS FOR PRODUCT DESIGN.

8 (C) THE COMMISSION AND THE MARYLAND ENERGY ADMINISTRATION 9 SHALL:

10(1) DEVELOP TECHNICAL SAFETY STANDARDS FOR THE11INSTALLATION AND MAINTENANCE OF RESIDENTIAL ROOFTOP SOLAR ENERGY12GENERATING SYSTEMS; AND

13(2) QUALIFICATIONS ESTABLISH MINIMUM FOR **INDIVIDUALS** 14INSTALLING AND MAINTAINING RESIDENTIAL ROOFTOP SOLAR **ENERGY** 15GENERATING SYSTEMS.

16 (D) A SELLER OR LESSOR WHO VIOLATES THE REQUIREMENTS OF THIS 17 SECTION SHALL PAY A FINE NOT EXCEEDING **\$1,000** FOR EACH VIOLATION.

18 SECTION 2. AND BE IT FURTHER ENACTED, That:

19 (a) The Public Service Commission shall conduct a study to establish a process by 20 which the Commission may establish partnerships between electric companies and 21 electricity suppliers for electricity generation projects.

22 (b) The process established under subsection (a) of this section shall:

(1) include a method for determining whether a partnership for a
 generating station will contribute to resource adequacy by increasing by 100 megawatts or
 more the electricity supply in the State that is accredited by PJM Interconnection, LLC;

26 (2) require that a generating station constructed by a partnership be 27 connected to the electric distribution system in the State;

28 (3) require that the electricity supplier in a partnership construct the 29 generating station;

30 (4) require that the electricity supplier and electric company in a 31 partnership jointly seek and receive a positive credit rating assessment from a credit rating 32 agency;

1 (5) require that the Public Service Commission expedite all proceedings for 2 the review and approval of a certificate of public convenience and necessity for a generating 3 station proposed by a partnership and prioritize these proceedings, if necessary, over other 4 matters;

5 (6) require that the Public Service Commission take final action on a 6 certificate of public convenience and necessity for a generating station proposed by a 7 partnership not later than 180 days after the Public Service Commission determines that 8 the generating station qualifies as a partnership to provide resource adequacy;

9 (7) require a State agency or other person to submit any filing to intervene 10 in an application for a certificate of public convenience and necessity for a generating 11 station proposed by a partnership no later than 90 days after the Public Service 12 Commission determines that the proposed generating station qualifies as a partnership to 13 provide resource adequacy;

14 (8) require the Public Service Commission, the Department of the 15 Environment, the Department of Natural Resources, and any other impacted State agency 16 to expedite any regulatory requirements or decisions;

17 (9) require an electric company to expedite any processes needed to connect 18 a generating station proposed by a partnership to the electric transmission system; and

19 (10) identify the potential rate impact and prioritize potential partnerships 20 that have little or no impact on customer rates.

(c) On or before December 1, 2026, the Public Service Commission shall report to
the Governor and, in accordance with § 2–1257 of the State Government Article, the
General Assembly on the results of the study.

SECTION 3. AND BE IT FURTHER ENACTED, That a presently existing obligation
 or contract right may not be impaired in any way by this Act.

26 SECTION 4. AND BE IT FURTHER ENACTED, That this Act shall take effect 27 October 1, 2025.