Lorig Charkoudian

Legislative District 20

Montgomery County

Economic Matters Committee

Subcommittees

Public Utilities

Workers' Compensation



Annapolis Office
The Maryland House of Delegates
6 Bladen Street, Room 226
Annapolis, Maryland 21401
410-841-3423 · 301-858-3423
800-492-7122 Ext. 3423
Lorig.Charkoudian@house.state.md.us

## THE MARYLAND HOUSE OF DELEGATES Annapolis, Maryland 21401

## HB 531 - UTILITY REGULATION - CONSIDERATION OF CLIMATE AND LABOR

## TESTIMONY OF DELEGATE LORIG CHARKOUDIAN FEBUARY 27<sup>TH</sup>, 2020

Chair Davis, Vice Chair Dumais, Members of the Economic Matters Committee

The U.N. Intergovernmental Panel on Climate Change (IPCC) has warned the global community that policymakers have less than a decade to embrace sustainability before further calamity ensues, and this would mean reducing global emissions by 60% before 2030. The reality of climate change requires a tangible and universal response from every stakeholder, including our state agencies.

The Public Service Commission has regulatory authority over electricity and gas supply in Maryland, making them a critical stakeholder in key environmental issues in our state. Despite its crucial role in the Maryland energy sector, the PSC is not currently required to consider the state's greenhouse gas reduction commitments in its decision-making. This legislation will require the Commission to make decisions with consideration of short term and long-term warming. In order to stay consistent with Maryland's commitment to addressing climate change, the Commission must be required to use recent and reliable published information by UN/IPCC recognized sources.

In a 2019 order, the PSC found that there was no explicit direction in the current law to consider the impact of climate change when reviewing power plant modifications. This decision highlighted the need to include this requirement explicitly in PSC statute.

Another key element of this legislation is aimed at protecting workers that are affected by the areas regulated by the PSC. Decisions made by the PSC related to mergers, rate-setting, and the regulation of generators can have impacts on workers in Maryland. This bill will ensure that those impacts are considered.

By explicitly directing the PSC to consider climate change and labor in their decision-making, we will have an enhanced ability to meet the goals set forth by the Greenhouse Gas Reduction Act and ensure strong protections for workers in the energy related industries.

I respectfully request a favorable report on HB0531.