

Committee: Budget & Tax

**Testimony on: SB264 - Community Solar Energy Generation** 

**Systems-Exemption From Energy & Property Taxes** 

Organization: Climate Justice Wing of the Maryland Legislative Coalition

Submitting: Diana Younts, Co-Chair

**Position: Favorable** 

Hearing Date: January 25, 2022

## Dear Mr. Chairman and Committee Members:

Thank you for allowing our testimony today in support of SB264. The Maryland Legislative Coalition (MLC) Climate Justice Wing, a statewide coalition of over 50 grassroots and professional organizations, urges you to vote favorably on SB264.

This bill provides an exemption to certain local personal property taxes for community solar projects that provide at least 50% of their energy production to low and moderate income households and that also provide that energy at 20% lower cost than the energy provided by the local utility to those households.

Community solar projects are a critical component to meeting Maryland's climate goals and targets because they provide renewable energy to families and building owners that cannot otherwise install or afford solar energy and because such projects increase the amount of clean, renewable energy on the grid. Anyone who receives an electric bill can benefit from community solar including renters, residents in multi-unit buildings, municipalities, nonprofits and businesses that don't own their roofs.

Incentivizing community solar for low and moderate income families and communities is essential to energy justice for these families who already pay disproportionately higher utility bills than other households. Because energy is a regressive cost, low-income households in Maryland dedicate 13% of their annual incomes to energy costs and pay 550% more as a percent of income than non low-income households. The majority of these (55%) are Black, Hispanic, or Asian households. Providing low cost solar energy to these families helps to redress this problem. Equitable and just deployment of renewable energy is critical to expanding our clean energy economy and addressing environmental injustice.

Energy is also a substantial cost for building owners and managers, so the availability of low cost community solar is an important means of preserving affordable housing.

In short, incentivizing community solar for low and moderate income families is good for the environment and good for families who need help with their energy costs as well.

For these reasons, we urge a favorable report for SB264.

## **MLC Climate Justice Wing:**

**CHEER** 

Assateague Coastal Trust DoTheMostGood Montgomery County

Maryland Legislative Coalition MCPS Clean Energy Campaign

MD Campaign for Environmental Human MoCo DCC

Rights Potomac Conservancy Chesapeake Climate Action Network Casa de Maryland

**WISE** Nuclear Information & Resource Service

Frack Free Frostburg Clean Air Prince Georges

Mountain Maryland Movement Laurel Resist

Clean Water Action Greenbelt Climate Action Network **Howard County Indivisible** Maryland League of Conservation Voters

Howard County Sierra Club Unitarian Universalist Legislative

Columbia Association Climate Change and Ministry of Maryland

Sustainability Advisory Committee Concerned Citizens Against Industrial CAFOs

**HoCo Climate Action** Wicomico NAACP

Chesapeake Physicians for Social

Climate XChange - Maryland Responsibility Mid-Atlantic Field Representative/ Chispa MD

National Parks Conservation Association Climate Law & Policy Project 350 Montgomery County Maryland Poor People's Campaign

Glen Echo Heights Mobilization Labor Network for Sustainability

The Climate Mobilization Montgomery The Nature Conservancy

County Clean Air Prince Georges

Montgomery County Faith Alliance for 350 Baltimore

Climate Solutions Maryland Environmental Health Network Montgomery Countryside Alliance Climate Stewards of Greater Annapolis

Takoma Park Mobilization Environment **Talbot Rising** 

Committee Adat Shalom Climate Action Audubon Naturalist Society Mid-Atlantic Earth Holders

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Maryland NAACP State Conference, Environmental Justice Committee