

Wes Moore Governor Aruna Miller Lieutenant Governor Paul J. Wiedefeld Secretary

March 7, 2024

The Honorable C.T. Wilson Chair, House Economic Matters Committee 231 House Office Building Annapolis MD 21401

RE: Letter of Support – House Bill 1435 – Renewable Energy – Net Energy Metering Aggregation, Solar Renewable Energy Credits, and Taxes on Solar Energy Generating Systems (Brighter Tomorrow Act)

Dear Chair Wilson and Committee members:

The Maryland Department of Transportation (MDOT) supports House Bill 1435, as it supports the State's Renewable Energy Portfolio Standard (RPS) targets, increases the total capacity of a net metered facility that is meter aggregating, and creates a small solar energy generating system incentive program, where a "certified" system is eligible to receive additional solar renewable energy credits (SRECs) for the life of the project.

When a solar array becomes certified, the small solar energy generating system incentive program would allow MDOT to receive a multiplier attached to any SRECs that may be generated from that system. The increased number of credits received would help MDOT or its contractor to receive an increased revenue potential, all while incentivizing an increase in the State's RPS participation, which is not currently close to the target.

MDOT has developed a renewable energy development Request for Proposals, which qualified six master solar contractors. The contract is being used by MDOT, and other counties in the State, such as Howard County. Other State agencies, counties, municipalities, quasi-State agencies, and non-profits are also able to use this contract. This contract helps to transition MDOT's electricity use, from a potential non-renewable package from the utility to clean and renewable solar energy.

Additionally, House Bill 1435 would allow MDOT to net meter a greater amount of renewable energy instead of being restricted to 2 Megawatts. This can be incredibly advantageous as multiple sites can generate solar energy and transmit it to another meter in the same service territory. This added flexibility will provide help MDOT and other State agencies in meeting ambitious net zero carbon emission, and other State climate goals.

For these reasons, the Maryland Department of Transportation respectfully requests the Committee grant House Bill 1435 a favorable report.

Respectfully submitted,

Pilar Helm Director of Government Affairs Maryland Department of Transportation 410-865-1090