RESOLUTION #37

RENEWABLE ENERGY AND SOLAR ARRAYS ON FARMS

WHEREAS, energy costs place financial burdens on all New Jersey agricultural
sectors, and using traditional fossil fuels adds to the overall carbon footprint, making
traditional fossil fuels less attractive for on-farm use; and

WHEREAS, in 2021, fossil-fuel energy costs spiked as the world economy entered a rebound phase form the global shutdowns effectuated by the COVID-19 pandemic, sending demand for energy soaring worldwide and resulting in demand-side price spikes; and

WHEREAS, the efforts of agricultural operators to both use and produce alternative energy are consistent with the goals of the Administration to "build a clean energy economy" that has 100 percent of the state's energy coming from renewable sources by 2050; and

WHEREAS, after seeing decades of development pressure from residential developers, and a continuing push by developers to buy up farmland for warehousing space as retailing continues its march away from brick-and-mortar and toward more purchases online, the state's farmers are also experiencing significant interest among developers in placing large solar arrays on open farmland, driven in large part by the state's Energy Master Plan; and

WHEREAS, the State Board of Agriculture has adopted a Policy Statement that state and local officials overseeing the development of solar arrays on farms must strike a balance between preserving prime soils that are absolutely necessary for the types of high-value agricultural products grown and raised in New Jersey while simultaneously allowing an opportunity for farmers to maximize farm equity by selling large parcels, which can also help farmers expand their agricultural operations, maximize the value and equity of their land, and thereby increase their collateral to boost borrowing power for working capital for the farm; and

WHEREAS, the bills passed by the Legislature and signed by the Governor in 2021 to spur solar development throughout the state did, indeed, strike a balance that agricultural groups were able to support in regards to solar arrays on farms that provided an opportunity

to have "dual use" solar development on lands that continue to be used for agriculture and which safeguarded the farmer's ability to participate in and benefit from the increase in solar arrays needed to meet the goals of the State Energy Master Plan; and

WHEREAS, by Board Order dated July 28, 2021, the New Jersey Board of Public Utilities (NJBPU) has established a new Successor Solar Incentive Program, also known as the "SuSI Program", to be a successor to the SREC Registration Program, and which implements the Clean Energy Act of 2018 (L. 2018, c.17) and the Solar Act of 2021 (L. 2021, c. 169) and provides incentives to eligible solar facilities to "enable the continued efficient and orderly development of solar renewable energy generating sources throughout the state"; and

WHEREAS, there has been a historical discrepancy between NJDA and NJBPU definitions of whether five percent of the TOTAL Agricultural Development Area or five percent of WHAT'S LEFT undeveloped of prime and statewide significant soils as the measuring stick for qualifying for eligibility under the SREC program; and

WHEREAS, we strongly support all farmers having the ability to utilize solar, wind and other renewable energy to meet the energy needs of their agricultural operations as cost-effectively as possible, whether their farms are preserved or not; and

WHEREAS, New Jersey's fiscal position requires the State to find innovative ways of creating an inviting business climate for potential alternative-energy producers that do not rely entirely on financial incentives; and

WHEREAS, bio-gas facilities have the potential to remove large amounts of food waste, other refuse, and in some cases manure from the state's overall waste inventory, for the production of bio-gas, lessening the stress on the state's landfills and thereby enhancing the environment and reducing municipal waste-disposal costs; and

WHEREAS, legislation is pending to address the use of Renewable Natural Gas (RNG) for more energy purposes in New Jersey, and one part of the definition of RNG includes references to the types of gases that can be derived from food and agricultural

waste, providing a potential new market for these wastes generated on farms or through food processing operations; and

WHEREAS, bills also have been introduced in the Legislature that would mandate producers of large amounts of food waste to have that waste hauled to facilities employing various methods for its re-use instead of dumping it into a landfill (except as a last-resort option), including, but not limited to, using it for "agricultural purposes" or by taking it to an anaerobic digester to be used in creating electrical power.

NOW, THEREFORE, BE IT RESOLVED, that we, the delegates to the 107th State Agricultural Convention, assembled in Atlantic City, N.J., on February 9-10, 2022, do support the continued development of renewable energy sources in New Jersey and support the New Jersey Department of Agriculture's efforts to maximize farmers' potential roles as both producers and consumers of alternative energy.

BE IT FURTHER RESOLVED, that we commend the actions of Legislature and Governor for addressing the interest among developers in placing large solar arrays on farmland in a manner that provides an opportunity to have "dual use" solar development on lands that continue to be used for agriculture and which sought to accommodate the farmer's ability to participate in and benefit from the increase in solar arrays needed to meet the goals of the State Energy Master Plan.

BE IT FURTHER RESOLVED, that we urge the Legislature and Governor to address the interest among developers to place larger solar arrays on farmland by encouraging and enabling farmland preservation groups, either the SADC or private, non-profit organizations pursuing farmland preservation, to be competitive, both in their offers and in turnaround time for signing contracts, with offers based on the current appraisal process to meet and/or compete with market-driven offers from developers, going beyond the current appraisal process, which also should be re-examined, and legislative measures considered, in light of these rapidly changing market pressures for large tracts of farmland.

BE IT FURTHER RESOLVED, that we urge the Legislature to pass, and the Governor to sign, provisions similar to those in other states where, if a dual use of both a

solar array AND continued agricultural activity are proposed for the same land, that the burden of proof is on the developer to provide substantial evidence of and ensure the economically viable compatibility of both uses, so that the agricultural use is not abandoned, and if solar arrays are constructed on farmland, provisions are considered to protect the soil in accordance with New Jersey soil restoration and soil compaction mitigation standards, so that agricultural production, grassland, or grazing capabilities are not lost.

BE IT FURTHER RESOLVED, that we urge Rutgers NJAES to work expeditiously on the state-funded agri-voltaics research and extension projects being installed at its research farms to better understand the technical and economic dimensions of these technologies, including their compatibility with different crop and livestock systems.

BE IT FURTHER RESOLVED, that due to advances in solar equipment technology and construction, that we urge the Legislature, the Department of Agriculture and the SADC to re-examine the potential removal or modification of the "plus 10-percent" provisions of the 2009 law that encouraged farmers on preserved farms to incorporate solar, wind, and biomass energy generation on their farms, but only to the level of the past year's energy use plus 10 percent, as removing that 10-percent limit, especially when coupled with the integration of more recent technology to create more energy on smaller sites, will increase the power that can be generated on those sites and thus reduce the overall amount of other land needed for solar arrays.

BE IT FURTHER RESOLVED, that we urge the Legislature and all others involved in promoting the goals of the Energy Master Plan, to examine to what extent excess/unused state-owned open-space lands could be alternatives to placing large solar arrays on prime farmland, as well as investigating alternative development arrangements, such as lease-purchase agreements, that would provide for solar development on farms but not involve the outright sale of prime farmlands, so that the land could be returned to farming if the use for the solar array is abandoned at a later date.

BE IT FURTHER RESOLVED, that we urge farmers and others in New Jersey's agricultural and food industries to become involved in projects geared toward turning food

and agricultural wastes into energy, through anaerobic digestion or other methods, as would
be consistent with the current approaches nationwide for using food wastes to create energy.
BE IT FURTHER RESOLVED, that we urge the Legislature to pass and the
Governor to sign a bill to allow dual-use solar in the Highlands and Pinelands preservation
areas and have it be added to the recently passed solar legislation.