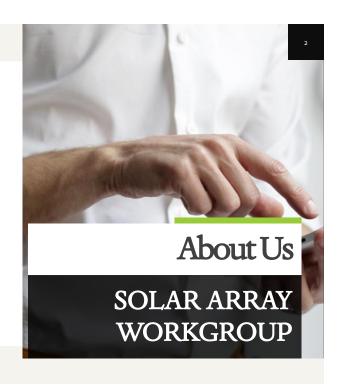


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- · Al Van Huyck
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AGENDA

- Definitions
- Importance
- Benefits
- Concerns
- Questions
- Process
- Next Steps





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DEFINITIONS: Solar "Farm*" vs. "Array"



Figure 1. Utility-scale solar facilities are large-scale uses that can have significant land-use impacts on communities. Photo by Flickr user U.S. Department of Energy/Michael Faria.

USDA Definition of "FARM." Any place from which \$1000 of agricultural products were produced and sold during a given year." Products defined as "crops or head of various livestock species."

Marketing Promotion Definition

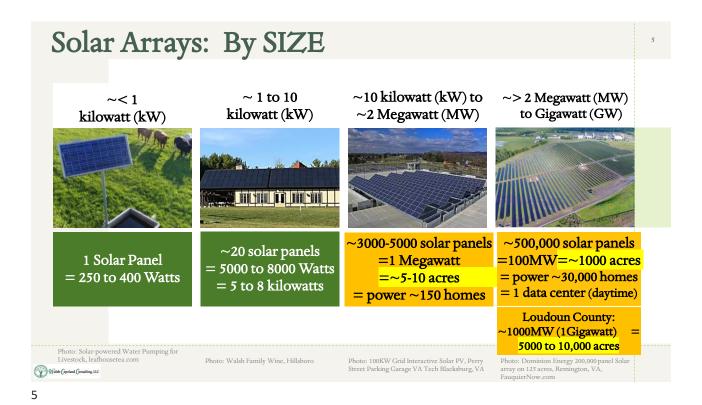
• "Solar Farm*"

Actual Definition/Description

- "Large-Scale Solar Array"
- "Utility-Scale Solar Photovoltaic"
- "Solar Power Station"

"Location of utility-scale solar facilities is the single most important factor in evaluating an application because of the large amount of land required and the extended period that land is dedicated to this singular use."

(American Planning Association, Oct. 2019)





LARGE SCALE SOLAR ARRAYS Are An Important Issue in Loudoun County



Spotsylvania County, Virginia

PROPOSALS:

- Loudoun landowners now getting offers
- 20 acres and larger

POWER:

- Array provides 2 to over 20 Megawatts to electrical grid.
- [Average home uses about 10,000 watts.]

PRICING:

- Offers pay RENT to landowners well over \$1000/acre per year, plus applicable taxes.
- Example:
 - 1 megawatt = 5 to 6 acres
 - \$5,000 rent/megawatt = \$25K for 20 acres

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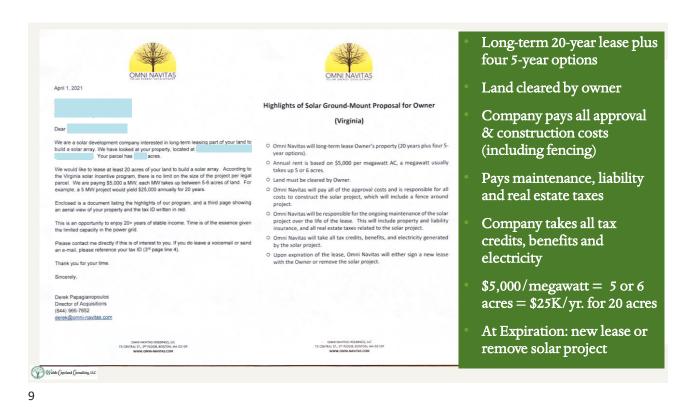
Solar Offers to Loudoun Landowners











Solar Offers to esaSolar Loudoun February 15, 2021 Landowners Dear Landowner I am reaching out about leasing your property in Loudoun County, VA. We are a solar energy development company with relevant experience in developing over 50 solar farms in neighboring North Carolina. We specialize in the development, permitting, engineering, financing, and construction of solar farms across the U.S. I am interested in leasing your land because of its proximity to a Dominion Energy substation and power distribution lines. I would like to speak with you about a long-term lease on your property. Our lease rate starts at \$1,350.00 per acre per year with an annual escalator. We build the solar farms with our own capital at no cost to you, we insure the property, we maintain the solar farm, and we pay any increase in the property taxes. AMERESCO () We Want Your Land! Solar farms create a long-term income for landowners. In this envelope, I have included two informational documents related to leasing your land: Ameresco, Inc. (NYSE: AMRC), a leading energy services company, is seeking real estate in Virginia to buy or lease for the development of solar power.

You may be able to earn income by selling or leasing your land for a solar development pro A Frequently Asked Questions (FAQ)
Our Letter of Intent (LOI) to lease your land In exchange for leasing your property and your permission to build a solar project, Ameresco is prepared to offer you attractive lease payments for 20 years or more. I would be pleased to meet you at your property, adhere to social distancing, and wear a face mask if you would like, so that we can discuss how you can farm the sun! Feel free to give me a call on my cell at 412-874-4667 you can enail me at : nouch@ess.iodal.com In exchange for selling your property, Ameresco is prepared to offer you a competitive market price. · Contact us for more information Contact Info: Call: (508) 598-3088 Call: (306) 596-3066
Email: thealy@ameresco.com
Visit: https://info.ameresco.com/solar-land-lease neil Coul Project Developer email: ncouch@esa-solar.com phone: 412-874-4667

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Solar Array Benefits to Landowners & Community



They can provide economic and clean electricity.



Provide new and useful income to farmers and other property owners.







Allow some limited agricultural use while they are installed.



And can be removed at the end of the lease period with little or no long-term impact.

Photo: Sean Nealon, Oregon State University



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Photo: Sunset Hills Vineyard, Purcellville, VA

But – Solar Arrays Can Raise Concerns

- Uses Impacts on agriculture, equestrian, grazing
- Environment Effect on birds, wildlife, water, biodiversity, soils and forest land
- Historic sites Impacts and areas
- Viewsheds Effect on valuable areas and neighbors
- Tourism Impact
- Glare Effects on aircraft and motorists
- Maintenance requirements and effects of cleaning
- Revenue: TBD tax for Loudoun



Glare viewed from the air traffic control tower at Manchester-Boston Regional Airport that impacted controllers. Rows of PV panels, installed at a cost of \$3.5 million, had to be covered with tarp. Photo courtesy of: Stephen B Barrett







OUR MAJOR QUESTION: How To Guide Toward the Best Outcome for Loudoun?

Should Loudoun:

- Encourage solar arrays on poorer soils, brownfields, industrial and commercial rooftops?
- Encourage arrays near major power users?
- Restrain or prohibit arrays in sensitive locations?
- Set limits on individual property array size and on total amount in Loudoun?
- Set guidelines for acceptable maintenance practices?

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Current Litigation



Solar array in floodplain, limestone overlay, providing electricity expanded beyond "accessory" use.

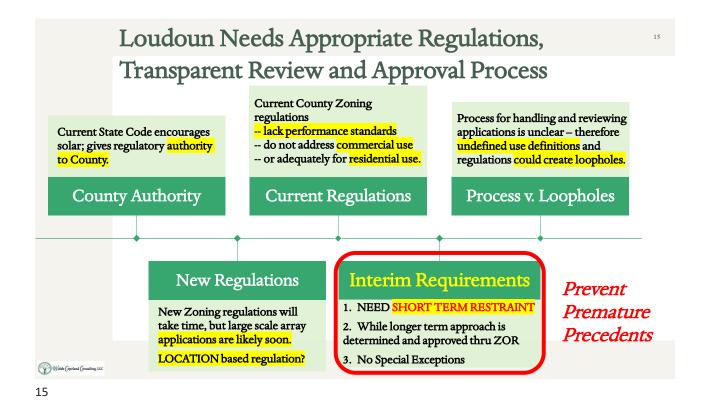
<u>Va. Code § 15.2-2288.7 (2)</u> and 2018 Acts of Assembly Ch. 495 and 496, approved March 29, 2018.

2. That the provisions of this act with respect to ground-mounted solar energy generation facilities shall become effective on January 1, 2019. Unless a locality regulates ground-mounted solar facilities in the provisions of its zoning ordinance as a permitted principal or accessory use, or expressly as a solar facility, a ground-mounted solar energy generation facility existing as of January 1, 2018, shall be deemed a legally existing nonconforming use under § 15.2-2307 of the Code of Virginia and shall not be subject to removal.

Unless a local ordinance provides otherwise, a ground-mounted solar energy generation facility to be located on property zoned agricultural and to be operated under § 56-594 or 56-594.2 shall be permitted, provided that such installation is

- *(a) in compliance with any height and setback requirements in the zoning district where such property is located and
- *(b) in compliance with any provisions pertaining to any local historic, architectural preservation, or corridor protection district adopted pursuant to $\S 15.2-2306$ where such property is located.

Except as otherwise provided herein, any other solar facility proposed on property zoned agricultural, including any solar facility that is designed to serve, or serves, the electricity or thermal needs of any property other than the property where such facilities are located, shall be subject to any applicable zoning regulations of the locality.





- Reviewing solar basics
- Defining sensitive locations and regulatory alternatives
- Examining how other jurisdictions addressing this issue
- Investigating financial/tax
- Meeting with county officials and other experts
- Developing recommendations for the county









ZOR Staff Work In Progress: WSP Code Audit

2019 Comp Plan review of Solar zoning regs *included* in Zoning Ordinance Rewrite (ZOR) Uses & Standards.

Solar Array Workgroup: Assisting Staff with research for Solar BMI.

Sustainable Development Practices

Adopt solar zoning and permitting best practices for accessory use solar development.

arrays Support solar farms with locational criteria to be identified.

Establish zoning regulations and design standards that permit alternative electrical generation such as wind and solar generation by and for individual

Solar power panels are a permitted residential accessory use (Section5-101(A)(16)). The Board of Supervisors recently endorsed national standards for the use of solar panels and battery technologies for solar photovoltaic (electric energy) projects. However, the Zoning Ordinance currently does not define solar uses or include specific standards for such uses.

Regulation of roof-and groundmounted solar facilities serving individual properties, is limited to the height and setback requirements of the underlying zoning district and provisions related to historic, architectural preservation, and corridor protection requirements. (Code of Virginia § 15.2-2288.7. Local regulation of solar facilities).

- Include and define specific use categories for accessory and utility scale solar facilities
- The County can deem a solar facility to be substantially in accord with the comprehensive plan according to specified criteria (Code of Virginia § 15.2-2232.H).
- The County may include in the Zoning Ordinance reasonable regulations and provisions for a special exception for any solar photovoltaic project, pursuant to Code of Virginia §15.2-2288.8
- The County may include in the Zoning Ordinance provisions to incorporate generally accepted national environmental protection and product safety standards for the use of solar panels and battery technologies for solar photovoltaic (electric energy) projects (Code of Virginia §15.2-2286)
- Include standards for solar facilities that are consistent with the Code of Virginia, including both the plan



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DISCUSSION



How do solar arrays fit the vision for Loudoun County?



Loudoun Coalition Solar Workgroup assistance



Other ideas or questions that need addressing?



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Additional Research



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Examples: Solar Parking Canopies







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Code of VA:

§ 67-103. Role of local governments in achieving objectives of the Commonwealth Energy Policy.

In the development of any local ordinance addressing the siting of renewable energy facilities that generate electricity from wind or solar resources, the ordinance shall:

- 1. Be consistent with the provisions of the Commonwealth Energy Policy pursuant to subsection C of § 67-102;
- 2. Provide <mark>reasonable criteria to be addressed in the siting</mark> of any renewable energy facility that generates electricity from wind and solar resources. The criteria shall provide for the protection of the locality in a manner consistent with the goals of the Commonwealth to promote the generation of energy from wind and solar resources; and
- 3. Include provisions establishing reasonable requirements upon the siting of any such renewable energy facility, including provisions limiting noise, requiring buffer areas and setbacks, and addressing generation facility decommissioning.

Any measures required by the ordinance shall be consistent with the locality's existing ordinances. 2011, c. 750.



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Code of VA:

§ 67-701. Covenants regarding solar power.

- A. No community association shall prohibit an owner from installing a solar energy collection device on that owner's property unless the recorded declaration for that community association establishes such a prohibition. However a community association may establish reasonable restrictions concerning the size, place, and manner of placement of such solar energy collection devices on property designated and intended for individual ownership and use. Any resale certificate pursuant to § 55.1-1990 and any disclosure packet pursuant to § 55.1-1809, as applicable, given to a purchaser shall contain a statement setting forth any restriction, limitation, or prohibition on the right of an owner to install or use solar energy collection devices on his property.
- B. A restriction shall be deemed not to be reasonable if application of the restriction to a particular proposal (i) increases the cost of installation of the solar energy collection device by five percent over the projected cost of the initially proposed installation or (ii) reduces the energy production by the solar energy collection device by 10 percent below the projected energy production of the initially proposed installation. The owner shall provide documentation prepared by an independent solar panel design specialist, who is certified by the North American Board of Certified Energy Practitioners and is licensed in Virginia, that is satisfactory to the community association to show that the restriction is not reasonable according to the criteria established in this subsection.
- C. The community association may prohibit or restrict the installation of solar energy collection devices on the common elements or common area within the real estate development served by the community association. <mark>A community</mark> association may establish reasonable restrictions as to the number, size, place, and manner of placement or installation of any solar energy collection device installed on the common elements or common area.

2006, c. 939; 2008, c. 881; 2009, c. 866; 2013, c. 357; 2014, c. 525; 2020, cc. 272, 795.



ZOR Proposed Definitions (in progress):

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Solar Facility, Site-specific

A solar facility that serves only the electricity or thermal needs of the dwelling unit, building, or lot on which it is installed.

"Solar facility" means a "rooftop solar installation" or "solar energy system" as defined in Code of Virginia, § 56-576.

Solar Facility, Commercial

A solar facility (see definition in "solar facility, site specific") that is designed to serve, or serves, the electricity or thermal needs of any property other than the property where the facility is located.

[Note:

"Rooftop solar installation" means a distributed electric generation facility, storage facility, or generation and storage facility utilizing energy derived from sunlight, with a rated capacity of not less than 50 kilowatts, that is installed on the roof structure of an incumbent electric utility's commercial or industrial class customer, including host sites on commercial buildings, multifamily residential buildings, school or university buildings, and buildings of a church or religious body.

"<mark>Solar energy system</mark>" means a system of components that produces heat or electricity, or both, from sunlight.]



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Current Zoning vs. County TAX Policies

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County Planning & Zoning Permitted Uses (recap)

Allowed:

Residential Accessory Use & Structure ("Solar panels")

Not Allowed:

Commercial & Industrial Solar Arrays



Commissioner of Revenue County Tax Subsidy – Solar Arrays

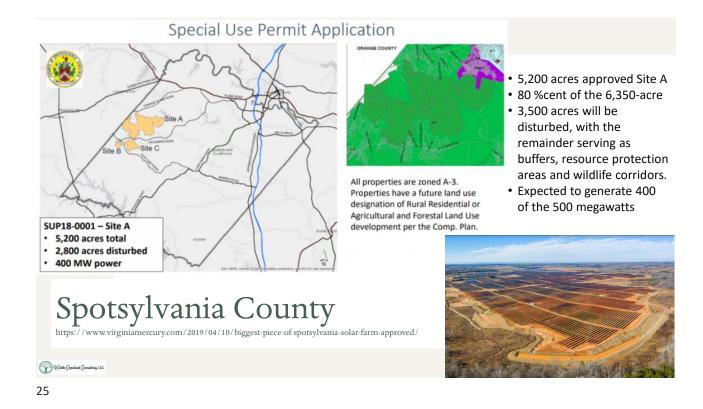
Loudoun recently adopted the state approach for large solar arrays which is Forgive 80% of the normal tax in the first 5 years, 70% in the second 5 years, and 60% thereafter.

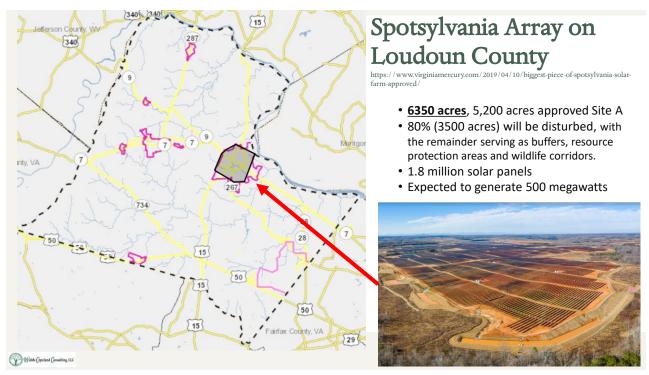


Applicable tax for commercial scale arrays either
Personal property rate (\$4.20/\$100 of assessed value) or
Machinery & tools rate (\$2.75/\$100 assessed value)

Solar Arrays involve millions of dollars of installed equipment – this is a <u>major subsidy to solar companies</u> provided by the county.







Current 1993 Zoning Ordinance – Property Rights

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All buildings & Structures require a Zoning Permit. Permits are only given for defined/permitted uses.

1-103 Application of Ordinance.

(A) Territorial Application. The regulations and restrictions in this Ordinance shall apply to all buildings, structures, land, water and uses within the unincorporated area of Loudoun County, Virginia, excepting those areas determined by law to be under the sovereign control of the United States of America or the Commonwealth of Virginia.

(B) General Application. All buildings and structures erected hereafter, all uses of land, water or buildings established hereafter, all structural alterations or relocations of existing buildings occurring hereafter, and all enlargements of, additions to, changes in and relocations of existing uses occurring hereafter shall be subject to all regulations of this Ordinance which are applicable to the zoning districts in which such buildings, structures, uses or land are located. Existing buildings, structures and uses which comply with the regulations of this Ordinance shall likewise be subject to all regulations of this Ordinance. Existing buildings, structures and uses which do not comply with the regulations of this Ordinance shall be allowed to continue subject to the provisions of Section 1-400 of this Article relating to nonconformities.

(C) General Prohibition. No building or structure; no use of any building, structure or land; and no lot of record now or hereafter existing shall hereafter be established, altered, moved, diminished, divided, eliminated or maintained in any manner except in conformity with the provisions of this Ordinance.

Exemptions do Not include Solar Panels/Arrays

(1) Pursuant to Section 56-46.1 of the Code of Virginia, electrical transmission lines of 150 kV or more, approved by the State Corporation Commission, shall be deemed to have satisfied the requirements of this ordinance. In addition, the following utility uses are exempt from the provisions of this article: poles, wires, cables, conduits, vaults, laterals, pipes, mains, valves or any other similar equipment when used for the purpose of distributing service to individual customers, but not including substations, transmission lines, or trunk lines located on or above the surface of the ground, for the distribution to consumers of telephone, cable television or other communications, electricity, gas or water, or for the collection of sewage or surface water.

(2) The zoning district building height limitations of this Ordinance shall not apply to towers, gables, penthouses, scenery lofts, cupolas, barns, silos, farm buildings residential chimneys, spires, flag poles, monuments or transmission towers and cables, telecommunications or data transfer antennas or other similar structures and necessary mechanical appurtenances; nor to any smokestack, water tank, radio or television antenna or tower not exceeding in height the distance therefrom to the nearest lot line; provided that this height limitation shall not apply to any of the above enumerated structures now or hereafter located on existing public utility easements. (3) Stream Restoration and Wetland Mitigation shall be exempt from the zoning district requirements in Articles 2, 3 and 4 except for the following environmental overlay districts: FOD - Floodplain Overlay District, Section 4-1500; MDOD - Mountainside Development Overlay District, Section 4-1600; LOD - Limestone Overlay Di



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Research: Issues/Considerations

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Storm Water Management

- Solar arrays classified as permeable
 –clearly allow rainwater to reach the
 ground.
- However, Arrays concentrate flow into specific locations - which can cause erosion especially during
- In some cases that erosion has been sufficient enough to actually cause the array structure to tilt.
- Storm water management provisions should be included in regulations for large scale solar and additional limits on locations where such damage could be a problem.

Bankruptcy of Solar Firms

- Solar array leases are lengthy 20 years or more, with no guarantee firm will continue in business for that entire time.
- If firm abandons project -- what happens to the equipment and property?
- Issue is land owners need to insure they are protected from this eventuality; easy reversibility may be part of 20 year contract, but is not assured.
- Financial bond to cover dismantlement at end of lease (or other time) may address concerns.

Uniqueness vs. Commodity Issues

- There is only a certain amount of solar power our regional electrical system can utilize.
- Utility sized solar plants power plants can be located essentially anywhere and, through electrical grid, still provide desired climate, environmental and other benefits.
- But, some landscapes are unique and especially valuable – like much of ours.
- Loudoun Rural Economy is based on factors that irresponsible siting of large scale solar may damage – including its historic authenticity, agricultural economy, appeal to visitors.
- Must ensure that what does get located here is a useful supplement to our economy and lifestyle – not a displacement.

