

HOUSE BILL 366

N1

4lr1150
CF SB 49

By: **Delegate Smith**

Introduced and read first time: January 17, 2024

Assigned to: Environment and Transportation

Committee Report: Favorable

House action: Adopted

Read second time: February 23, 2024

CHAPTER _____

1 AN ACT concerning

2 **Restrictions on Use – Solar Collector Systems – Alteration**

3 FOR the purpose of prohibiting a restriction on use regarding land use that increases the
4 cost of installing a solar collector system by at least a certain percentage over a
5 certain cost or that reduces the efficiency of the solar collector system by at least a
6 certain percentage under a certain level of energy generation; authorizing a
7 community association to prohibit the installation of a solar collector system in the
8 common area or common elements within the real estate development served by the
9 community association; authorizing a community association to impose reasonable
10 restrictions on the installation of a solar collector system in the common area or
11 common elements; authorizing a community association to install a solar collector
12 system in the common area or common elements provided the installation is not
13 otherwise prohibited by applicable law; and generally relating to regulation of solar
14 collector systems.

15 BY repealing and reenacting, with amendments,

16 Article – Real Property

17 Section 2–119

18 Annotated Code of Maryland

19 (2023 Replacement Volume)

20 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
21 That the Laws of Maryland read as follows:

22 **Article – Real Property**

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



2-119.

(a) (1) In this section the following words have the meanings indicated.

(2) "Restriction on use" includes any covenant, restriction, or condition contained in:

(i) A deed;

(ii) A declaration;

(iii) A contract;

(iv) The bylaws or rules of a condominium or homeowners association;

(v) A security instrument; or

(vi) Any other instrument affecting:

1. The transfer or sale of real property; or

2. Any other interest in real property.

(3) "Solar collector system" means a solar collector or other solar energy device, the primary purpose of which is to provide for the collection, storage, and distribution of solar energy for electricity generation, space heating, space cooling, or water heating.

(4) "Solar easement" means an interest in land that:

(i) Is conveyed or assigned in perpetuity; and

(ii) Limits the use of the land to preserve the receipt of sunlight across the land for the use of a property owner's solar collector system.

(b) (1) A restriction on use regarding land use may not impose or act to impose unreasonable limitations on the installation of a solar collector system on the roof or exterior walls of improvements, provided that the property owner owns or has the right to exclusive use of the roof or exterior walls.

(2) For purposes of paragraph (1) of this subsection, [an unreasonable limitation includes a limitation that:

(i) Significantly increases the cost of the solar collector system; or

1 (ii) Significantly decreases the efficiency of the solar collector
2 system] A RESTRICTION ON USE IS UNREASONABLE IF APPLICATION OF THE
3 RESTRICTION ON USE TO A PARTICULAR PROPOSAL:

4 (I) INCREASES THE INSTALLATION COST OF THE SOLAR
5 COLLECTOR SYSTEM BY AT LEAST 5% OVER THE PROJECTED COST OF THE INITIALLY
6 PROPOSED INSTALLATION; OR

7 (II) REDUCES THE ENERGY GENERATED BY THE SOLAR
8 COLLECTOR SYSTEM BY AT LEAST 10% BELOW THE PROJECTED ENERGY
9 GENERATION OF THE INITIALLY PROPOSED INSTALLATION.

10 (3) (I) THE OWNER SHALL PROVIDE DOCUMENTATION THAT IS
11 SATISFACTORY TO THE COMMUNITY ASSOCIATION TO SHOW THAT THE RESTRICTION
12 IS UNREASONABLE UNDER PARAGRAPH (2) OF THIS SUBSECTION.

13 (II) THE DOCUMENTATION REQUIRED UNDER SUBPARAGRAPH
14 (I) OF THIS PARAGRAPH SHALL BE PREPARED BY AN INDEPENDENT SOLAR PANEL
15 DESIGN SPECIALIST WHO:

16 1. IS CERTIFIED BY THE NORTH AMERICAN BOARD OF
17 CERTIFIED ENERGY PRACTITIONERS; OR

18 2. HAS ATTESTED BY AFFIDAVIT TO DESIGNING AT
19 LEAST 30 SOLAR COLLECTOR SYSTEMS IN THE COURSE OF TRADE WITHIN THE PRIOR
20 3 YEARS.

21 (4) (I) A COMMUNITY ASSOCIATION MAY PROHIBIT OR RESTRICT
22 THE INSTALLATION OF A SOLAR COLLECTOR SYSTEM IN THE COMMON AREA OR
23 COMMON ELEMENTS WITHIN THE REAL ESTATE DEVELOPMENT SERVED BY THE
24 ASSOCIATION.

25 (II) A COMMUNITY ASSOCIATION MAY ESTABLISH REASONABLE
26 RESTRICTIONS AS TO THE NUMBER, SIZE, PLACE, OR MANNER OF PLACEMENT OR
27 INSTALLATION OF A SOLAR COLLECTOR SYSTEM INSTALLED IN THE COMMON AREA
28 OR COMMON ELEMENTS.

29 (III) NOTWITHSTANDING THE PROVISIONS OF THE GOVERNING
30 DOCUMENTS AND PROVIDED THAT THE INSTALLATION IS NOT OTHERWISE
31 PROHIBITED BY APPLICABLE LAW, THE BOARD OF DIRECTORS FOR A COMMUNITY
32 ASSOCIATION SHALL HAVE DISCRETION TO INSTALL A SOLAR COLLECTOR SYSTEM
33 IN THE COMMON AREA OR COMMON ELEMENTS WITHIN THE REAL ESTATE
34 DEVELOPMENT SERVED BY THE COMMUNITY ASSOCIATION.

(c) (1) A property owner who has installed or intends to install a solar collector system may negotiate to obtain a solar easement in writing.

(2) Any written instrument creating a solar easement shall include:

(i) A description of the dimensions of the solar easement expressed in measurable terms, including vertical or horizontal angles measured in degrees or the hours of the day on specified dates when direct sunlight to a specified surface of a solar collector system may not be obstructed;

(ii) The restrictions placed on vegetation, structures, and other objects that would impair the passage of sunlight through the solar easement; and

(iii) The terms under which the solar easement may be revised or terminated.

(3) A written instrument creating a solar easement shall be recorded in the land records of the county where the property is located.

(d) This section does not apply to a restriction on use on historic property that is listed in, or determined by the Director of the Maryland Historical Trust to be eligible for inclusion in, the Maryland Register of Historic Properties.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2024.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.