# Committee Report

## **REGULAR CALENDAR**

March 2, 2021

## **HOUSE OF REPRESENTATIVES**

## **REPORT OF COMMITTEE**

The Majority of the Committee on Commerce and Consumer Affairs to which was referred HB 358,

AN ACT relative to the installation of solar energy systems in condominiums. Having considered the same, report the same with the following resolution: RESOLVED, that it is INEXPEDIENT TO LEGISLATE.

**Rep. Paul Terry** 

### FOR THE MAJORITY OF THE COMMITTEE

Original: House Clerk Cc: Committee Bill File

## MAJORITY COMMITTEE REPORT

Committee:	Commerce and Consumer Affairs
Bill Number:	HB 358
Title:	relative to the installation of solar energy systems in condominiums.
Date:	March 2, 2021
Consent Calendar:	REGULAR
Recommendation:	INEXPEDIENT TO LEGISLATE

#### **STATEMENT OF INTENT**

This bill represents an unwarranted intrusion into the affairs of a voluntary association of condominium owners for which there is no compelling government interest. This bill's intent is to effectively make the government a stakeholder in an association in which it has no membership. It does so by requiring a specific mandatory minimum by which a particular policy must be determined. The issue here is not solar energy systems. Rather, the issue is by whose authority shall a condominium association govern itself and by what rules? Government has no legal basis to impose itself in what is strictly an internal matter that is reserved to those who choose to enter such housing arrangements.

Vote 12-6.

Rep. Paul Terry FOR THE MAJORITY

#### **REGULAR CALENDAR**

#### Commerce and Consumer Affairs

HB 358, relative to the installation of solar energy systems in condominiums. MAJORITY: INEXPEDIENT TO LEGISLATE. MINORITY: OUGHT TO PASS.

Rep. Paul Terry for the **Majority** of Commerce and Consumer Affairs. This bill represents an unwarranted intrusion into the affairs of a voluntary association of condominium owners for which there is no compelling government interest. This bill's intent is to effectively make the government a stakeholder in an association in which it has no membership. It does so by requiring a specific mandatory minimum by which a particular policy must be determined. The issue here is not solar energy systems. Rather, the issue is by whose authority shall a condominium association govern itself and by what rules? Government has no legal basis to impose itself in what is strictly an internal matter that is reserved to those who choose to enter such housing arrangements. **Vote 12-6.** 

## **REGULAR CALENDAR**

March 2, 2021

## **HOUSE OF REPRESENTATIVES**

### **REPORT OF COMMITTEE**

The Minority of the Committee on Commerce and Consumer Affairs to which was referred HB 358,

AN ACT relative to the installation of solar energy systems in condominiums. Having considered the same, and being unable to agree with the Majority, report with the recommendation that the bill OUGHT TO PASS.

## **Rep. Constance Van Houten**

### FOR THE MINORITY OF THE COMMITTEE

Original: House Clerk Cc: Committee Bill File

## MINORITY COMMITTEE REPORT

Committee:	Commerce and Consumer Affairs
Bill Number:	HB 358
Title:	relative to the installation of solar energy systems in condominiums.
Date:	March 2, 2021
Consent Calendar:	REGULAR
Recommendation:	OUGHT TO PASS

#### **STATEMENT OF INTENT**

This bill applies only to condominium instruments and bylaws that are adopted or revised after its effective date. It prohibits new or revised condominium instruments and bylaws from requiring more than a simple majority vote to consent to the installation and use of solar photovoltaic energy systems. The bill enables new associations and associations that change their documents or bylaws, often by a two-thirds majority, to allow condominium unit owners access to solar and its benefits and cost savings with a majority vote.

Rep. Constance Van Houten FOR THE MINORITY

#### **REGULAR CALENDAR**

#### Commerce and Consumer Affairs

**HB 358,** relative to the installation of solar energy systems in condominiums. **OUGHT TO PASS.** Rep. Constance Van Houten for the **Minority** of Commerce and Consumer Affairs. This bill applies only to condominium instruments and bylaws that are adopted or revised after its effective date. It prohibits new or revised condominium instruments and bylaws from requiring more than a simple majority vote to consent to the installation and use of solar photovoltaic energy systems. The bill enables new associations and associations that change their documents or bylaws, often by a twothirds majority, to allow condominium unit owners access to solar and its benefits and cost savings with a majority vote. NH House Commerce and Consumer Affairs Committee

Recommendation to ITL / [Majority Report re: NH HB 358]

Following is the report of committee's majority in recommending this bill as: ITL

From the Bill: "This bill prospectively prohibits condominium instruments and bylaws from requiring greater than a simple majority vote to consent to the installation and use of a solar photovoltaic energy system."

#### Comments and rationale for recommending ITL:

This bill represents an unwarranted intrusion into the affairs of a voluntary association of condominium owners for which there is no compelling government interest. This bill's intent is to effectively make the government a stakeholder in an association in which it has no membership. It does so by requiring a specific mandatory minimum by which a particular policy must be determined. The issue here is not solar. It is by whose authority shall a condominium association govern itself and by what rules. Government has no legal basis to impose itself in what is strictly an internal matter that is reserved to those who choose to enter such housing arrangements.

Report prepared by Rep. Paul A. Terry and submitted on March 3, 2021.

Archived: Thursday, April 22, 2021 1:56:05 PM From: JOHN HUNT Sent: Monday, March 8, 2021 3:15:41 PM To: Carrie Morris Cc: Pam Smarling Subject: Fwd: HB 358 minority report Importance: Normal

OK, JBH

Begin forwarded message:

From: Constance Van Houten <<u>Constance.VanHouten@leg.state.nh.us</u>> Subject: HB 358 minority report Date: March 3, 2021 at 8:39:35 PM EST To: John Hunt <<u>ibhunt@prodigy.net</u>>

HB 358, relative to the installation of solar energy systems in condominiums. MAJORITY: INEXPEDIENT TO LEGISLATE. MINORITY: OUGHT TO PASS.

Rep. Constance Van Houten for the **Minority** of Commerce and Consumer Affairs. This bill applies only to condominium instruments and bylaws that are adopted or revised after its effective date. HB 358 prohibits new or revised condominium instruments and bylaws from requiring more than a simple majority vote to consent to the installation and use of solar photovoltaic energy systems. The bill enables new associations and associations that change their documents or bylaws, often by a two-thirds majority, to allow condominium unit owners access to solar and its benefits and cost savings with a majority vote.

Representative Connie Van Houten Hillsborough District 45 Manchester wards 10, 11, 12 603.622.9701

## Voting Sheets

#### HOUSE COMMITTEE ON COMMERCE AND CONSUMER AFFAIRS

#### **EXECUTIVE SESSION on HB 358**

- **BILL TITLE:** relative to the installation of solar energy systems in condominiums.
- **DATE:** March 2, 2021
- LOB ROOM: Zoom
- **<u>MOTIONS</u>**: INEXPEDIENT TO LEGISLATE

Moved by Rep. Terry

Seconded by Rep. Potucek

Vote: 12-6

#### CONSENT CALENDAR: NO

**Statement of Intent:** 

Refer to Committee Report

Respectfully submitted,

Rep Keith Ammon, Clerk

HOUSE COMMITTEE ON COMMERCE

#### EXECUTIVE SESSION ON HB 358

#### **BILL TITLE:** relative to the installation of solar energy systems in condominiums;

#### DATE: 3/2/2021

#### LOB ROOM: Zoom

MOTION: (Please check one box)				
☐ OTP ✓ ITL	<ul> <li>Retain (1<sup>st</sup> year)</li> <li>Interim Study (2<sup>nd</sup> year)</li> </ul>	Adoption of Amendment # ( <i>if offered</i> )		
Moved by RepTerry Seconded	by RepPotucek	Vote: _12-6		
MOTION: (Please check one box)				
OTP OTP/A ITL	<ul> <li>Retain (1<sup>st</sup> year)</li> <li>Interim Study (2<sup>nd</sup> year)</li> </ul>	Adoption of Amendment # ( <i>if offered</i> )		
Moved by Rep S	econded by Rep	Vote:		
MOTION: (Please check one box)				
OTP OTP/A ITL	<ul> <li>Retain (1<sup>st</sup> year)</li> <li>Interim Study (2<sup>nd</sup> year)</li> </ul>	Adoption of Amendment # (if offered)		
Moved by Rep S	econded by Rep	Vote:		
MOTION: (Please check one box)				
OTP OTP/A ITL	<ul> <li>Retain (1<sup>st</sup> year)</li> <li>Interim Study (2<sup>nd</sup> year)</li> </ul>	Adoption of Amendment # (if offered)		
Moved by Rep S	econded by Rep	Vote:		
CONSENT CA Minority Report?X_Yes		es _X No an Houten Motion: _OTP		
Respectfully submitted, Rep. <u>Ammon</u> , Clerk				

#### STATE OF NEW HAMPSHIRE OFFICE OF THE HOUSE CLERK



1/22/2021 9:55:55 AM Roll Call Committee Registers Report

2021 SESSION

#### **Commerce and Consumer Affairs**

Bill #: Motion:	AM #:	Exec Ses	sion Date:	1
Members		<u>YEAS</u>	<u>Nays</u>	<u>NV</u>
Hunt, John B. Chairman		12		
Potucek, John M. Vice Chairman		1		
Osborne, Jason M.		2		
Ammon, Keith M. Clerk		3		
Abramson, Max		4		
Ham, Bonnie D.		5		
Depalma IV, Joseph		6		
Greeson, Jeffrey		7		
Johnson, Dawn M.		8		
Terry, Paul A.		9		
Bartlett, Christy D.			1	
Abel, Richard M.			2	
Herbert, Christopher J.		10		
Van Houten, Constance			3	
Fargo, Kristina M.		11		
Weston, Joyce			4	
Beaulieu, Jane E.			5	
Burroughs, Anita D.			б	
McAleer, Chris R.				
TOTAL VOTE:		12	6	

# Hearing Minutes

#### HOUSE COMMITTEE ON COMMERCE AND CONSUMER AFFAIRS

#### **PUBLIC HEARING ON HB 358**

BILL TITLE:	relative to the installation of solar energy systems in condominiums.		
DATE:	February 3, 2021		
LOB ROOM:	Hybrid	Time Public Hearing Called to Order:	10:30 a.m.
		Time Adjourned:	11:02 a.m.

<u>Committee Members</u>: Reps. Hunt, Potucek, Ammon, Abramson, Ham, Depalma IV, Greeson, Johnson, Terry, Bartlett, Abel, Herbert, Van Houten, Fargo, Weston, Beaulieu, Burroughs and McAleer

Bill Sponsors:Rep. McWilliamsRep. McGhee

#### TESTIMONY

\* Use asterisk if written testimony and/or amendments are submitted.

#### Rep Rebecca McWilliams, Merrimack 27

Revised from HB562 in 2019 with input from members of this committee. The bill is one paragraph. The goal is to set a date and remove barriers to solar installations on condos in New Hampshire. If a new condo is built after the enacting date of the legislation, they would need a simple majority to allow solar on that condo. If the bylaws are changed after the date of this legislation, then a simple majority would be needed to install solar on that condominium. There's a hodgepodge of bylaws rules across the state.

#### **Rep Van Houten**

Q: Clarity of the language. I am a condo owner. Does this say that if I wanted to put up a solar system I would need 50%+1 vote for my installation and my neighbor would have to do the same thing? Each owner needs to get a vote before installing?

A: It does appear it would require a vote, but large projects would be incentivized.

Q: a vote for each project, tennis court, club house.

A: Yes.

Q: So this has nothing to do with individual units?

A: Scale projects.

#### **Rep Herbert**

Q: One vote for all three buildings to get a solar installation. No one is going to allow one unit to put in solar installation, is that correct?

A: There's no way that an installation would only benefit one unit. The goal here is to benefit all owners.

#### **Rep Kat McGhee**

I partook in the hearings last time around and lot of the questions focused on how condo associations deal with condo. I've been dealing with constituents asking why condos can't install solar panels. It's really about adaptation and transition. Right now it's hard to get a project over a 2/3 or 3/4 vote. It's

about fairness and choice and allowing people the option. We're trying to lower the burden to make it majority rule.

#### **Rep Gary Daddario**

Once again we're looking at an issue that should be governed on an association basis. For many, this already exists in the documents. Existing law, amending the documents requires a 2/3 vote. Terminating an association requires an 80% vote. Requires more than a simple majority because it's important to have people living together agreeing to it. This is similar to ham radio bill. It gives some owners advantages over other owners. What happens with holes being drilled in the roof or walls. I had solar on a house, the snow would crash off the panels and crash to the ground. I would ask the board to consider all of that. In an association, an individual unit owner doesn't own that roof. People choose to live in a condo association. They're not forced to live there. I have suggestions if the bill goes forward. Makes more sense to deal with an association project on an association scale. Present wording allows an individual unit owner to put solar on the roof for their own benefit. It needs to be made clear what the simple majority is of. I'm against simple majority. It's important to define the association as a whole. Snowbirds may not be around for a meeting. If only ten people appear at a meeting and six people vote, then a major project moves forward. I'm concerned with last part of the bill, that applies to associations amending their documents, that makes this a bill of general applicability.

#### **Rep Abramson**

Q: Are there condo associations so large where there are sub-associations governing different parts of the condo?

A: There are. Master and sub set up. Makes applications of this bill more difficult. Sometimes each building has its own sub-association.

Q: Should we break it up based on sub-associations?

A: Best would be to make it apply to the broadest sense. There should be consistency with the association. If one building applies solar and another doesn't it could lead to resentment. It's most appropriate for the decision to be made at the highest level.

#### **Rep Burroughs**

Q: Is a small majority a concern?

A: I don't think this type of measure should be passed by a small majority. This would have a financial impact on everyone. Associations should be able to govern themselves and owners choose where they want to live.

#### Dean Lennon

CAI-NE. Gary did a good job and I have nothing to add.

#### **Rep McWilliams**

Rebut statements by Mr. Daddario. Case by case basis. You need a two-third vote to change the bylaws to allow a simple majority vote. Unwieldy. There's no unfair advantage with solar. The advantage is a decreased electricity costs for the community. There seems to be concern with holes in the roof. Could be installed in a field or installed with sandbags. This is about everyone voting whether solar would happen as a construction project. I would be open to amending to make sure the benefits apply to the whole condo association.

#### **Rep Beaulieu**

Q: If a member owns several units, and has a conflict by owning other

#### **Rep Herbert**

Q: Only members who own their condos are involved in this vote, correct? Renters

Rep Hunt. Just unit owners are voting.

#### **Rep Abramson**

Q: What happens if the property gets subdivided later? Or two condo associations merge?

A: This is a construction improvement. We would address this similar to an associating a new clubhouse.

#### HOUSE COMMITTEE ON COMMERCE & CONSUMER AFFAIRS

PUBLIC HEARING on Bill # \_\_\_\_HB358\_\_\_\_\_

BILL TITLE: DATE: Feb 3, 2021

ROOM: Zoom

Time Public Hearing Called to Order: \_\_\_10:30 AM\_\_\_

Time Adjourned: \_\_11:02 AM\_\_\_\_

(please bold if present)

<u>Committee Members</u>: **Reps. Hunt, Potucek, Ammon,** Osborne, **Abramson, Ham**, Depalma IV, Greeson, Johnson, Terry, Bartlett, Abel, Herbert, Van Houten, Fargo, Weston, Beaulieu, Burroughs and McAleer

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## **House Remote Testify**

## Commerce and Consumer Affairs Committee Testify List for Bill HB358 on 2021-02-03 Support: 14 Oppose: 4 Neutral: 0 Total to Testify: 5

#### Export to Excel

Name	City, State Email Address	Title	Representing	<u>Position</u>	<u>Testifying</u>	<u>Non-Germane</u>	<u>Signed Up</u>
McWilliams, Rebecca	rebecca.mcwilliams@leg.state.nh.us	An Elected Official	Merrimack 27	Support	Yes (6m)	No	1/31/2021 8:56 PM
Dodge, Kathleen	katie.dodge@usi.com	A Member of the Public	Myself	Oppose	Yes (5m)	No	2/3/2021 10:40 AM
Daddario, Gary	gdaddario@meeb.com	A Member of the Public	Community Associations Institute	Oppose	Yes (3m)	No	2/2/2021 5:21 PM
Lennon, Dean	Dlennon@meeb.com	State Agency Staff	CAI-NE	Oppose	Yes (2m)	No	2/2/2021 6:35 PM
McGhee, Kat	Kat.mcghee@leg.state.nh.us	An Elected Official	Hillsborough 27	Support	Yes (0m)	No	2/3/2021 8:21 AM
Pedersen, Michael	PedersenUSA@aim.com	An Elected Official	Hillsborough 32	Support	No	No	2/3/2021 9:56 AM
Meuse, David	david.meuse@leg.state.nh.us	An Elected Official	Rockingham 29	Support	No	No	2/3/2021 10:17 AM
Mineau, Madeleine	madeleine@cleanenergynh.org	A Lobbyist	Clean Energy NH	Support	No	No	2/3/2021 10:27 AM
Mangipudi, Latha	Latha.mangipudi@leg.state.nh.us	An Elected Official	Hills 35	Support	No	No	2/3/2021 7:15 AM
Rathbun, Eric	ericsrathbun@gmail.com	A Member of the Public	Myself	Oppose	No	No	2/3/2021 11:23 AM
Lord, Kit	kitlord@yahoo.com	A Member of the Public	Myself	Support	No	No	2/1/2021 4:13 PM
DeHaven, Heather	hbdehaven@gmail.com	A Member of the Public	Myself	Support	No	No	2/2/2021 2:55 PM
Sharf, Joanna	josharf@gmail.com	A Member of the Public	Myself	Support	No	No	2/2/2021 5:04 PM
Smith-Lopez, Maria	mgsl.21@dartmouth.edu	A Member of the Public	Myself	Support	No	No	1/29/2021 12:12 PM
Glass, Jonathan	Jglass1063@gmail.com	A Member of the Public	Myself	Support	No	No	1/30/2021 4:55 PM
Smith, Jennifer	jaycmd7699@gmail.com	A Member of the Public	Myself	Support	No	No	1/30/2021 10:49 AM
Oxenham, Evan	evan.oxenham@gmail.com	A Member of the Public	Myself	Support	No	No	1/30/2021 4:07 PM
Greenough, Glen	gcgreenough91@gmail.com	A Member of the Public	Myself	Support	No	No	1/30/2021 5:24 PM

## Testimony

# Bill as Introduced

#### HB 358 - AS INTRODUCED

#### 2021 SESSION

#### 21-0154 10/05

HOUSE BILL	358
AN ACT	relative to the installation of solar energy systems in condominiums.
SPONSORS:	Rep. McWilliams, Merr. 27; Rep. McGhee, Hills. 27
COMMITTEE:	Commerce and Consumer Affairs

#### ANALYSIS

This bill prospectively prohibits condominium instruments and bylaws from requiring greater than a simple majority vote to consent to the installation and use of a solar photovoltaic energy system.

\_\_\_\_\_

Explanation:Matter added to current law appears in **bold italics.**Matter removed from current law appears [in brackets and struckthrough.]Matter which is either (a) all new or (b) repealed and reenacted appears in regular type.

#### HB 358 - AS INTRODUCED

#### STATE OF NEW HAMPSHIRE

In the Year of Our Lord Two Thousand Twenty One

AN ACT relative to the installation of solar energy systems in condominiums.

Be it Enacted by the Senate and House of Representatives in General Court convened:

1 1 New Section; Condominium Act. Amend RSA 356-B by inserting after section 19 the following 2 new section:

3 356-B:19-a Installation of Solar Photovoltaic Energy Systems; Majority Vote. No condominium 4 shall require a vote of the unit owners of greater than a simple majority to consent to the installation 5 and operation of a solar photovoltaic energy system in or on a unit, a common area, convertible 6 space, or roof. This shall apply to all condominium instruments and bylaws adopted or revised after 7 the effective date of this section.

8 2 Effective Date. This act shall take effect 60 days after its passage.