

Subject PACE Energy Loan Program

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## Summary

H.F. 2426, the first engrossment, expands the types of commercial loans that can be made under PACE, the Property Assessed Clean Energy program, which allows loan repayments to be made via a property tax surcharge. The bill allows for loans that promote water conservation on an urban or rural property, and for permanent improvements to farmland that improve agricultural productivity, reduce environmental impacts, or increase the ability of farmland to maintain and enhance production under challenging environmental or weather conditions.