

Subject Property Assessed Clean Energy (PACE) Loans

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Summary

House File 2624, as amended by the H2624DE1 amendment, makes changes to the Property Assessed Clean Energy (PACE) loan program for commercial properties, a program that allows a property owner to finance the up-front cost of energy or other eligible improvements on a property and then pay the costs back over time through an assessment on the property tax.

The bill expands the type of loans made under PACE to include projects that reduce water consumption or enable more efficient water management, and agricultural projects that make permanent improvements to farmland that enhance agricultural productivity or resiliency. It also requires consent of any mortgage lender of the commercial property prior to financing under PACE.