

## Energy Storage System Tax Credit Legislation

- Presently NM has 50,000 solar systems on homes and business, only 1% with energy storage. National attachment rates are much higher. CA over 50%.
- Storage can capture energy at one time for use at a later time. This is very important as we transition to renewable energy.
- Lack of energy storage with solar systems underutilizes investments in solar energy system. Energy storage value stack includes resiliency, peak shaving and new technology enables dispatch of energy on-demand.
- This legislation provides an incentive to jump start this part of the renewable energy industry.
- Would be complimentary legislation possible Virtual Power Plant Legislation that networks solar+storage for dispatch.
- Legislation provides a 40% tax credit, \$6 million annual funding. 5 year sunset.