#### SEPA United States Environmental Protection Agency

# **State Incentives for Achieving Clean and Renewable Energy Development on Contaminated Lands**



The development of clean and renewable energy on formerly used land offers many economic and environmental benefits. Combining clean and renewable energy and contaminated land cleanup incentives can allow investors and communities to create economically viable clean and renewable energy redevelopment projects. This document provides information about incentives in your state that can be leveraged for clean and renewable energy and development of contaminated land.

# Incentives for Clean and Renewable Energy

# **Technical Assistance and Other Incentives**

#### Missouri Department of Natural Resources Energy Center www.dnr.mo.gov/energy/index.html

Provides information on energy efficiency and renewable energy resources and technologies, and reports current information on energy policy and resources throughout the state.

# Clean Air Interstate Rule (CAIR) – Cap and Trade Program's Set Aside for Renewable Energy Projects

www.dnr.mo.gov/energy/financial/cairsetaside.htm

Provides rewards in the form of NOx allowances (up to 300 annually) under the state cap and trade system for renewable energy projects that generate electricity. Eligible in-state projects may qualify to receive awards for up to seven years, and eligible projects located outside the state may qualify for up to five years.

# Tax Incentives (abatements, credits, deductions, etc.)

## Wood Energy Tax Credit

#### www.dnr.mo.gov/energy/deprograms.htm

Allows individuals or businesses processing Missouri forestry industry residues into fuels an income tax credit of \$5 per ton of processed material. The credit may be claimed for a period of five years and is to be a credit against the tax otherwise due. The Energy Center evaluates the tax credit applications and certifies to the Department of Revenue each applicant that qualifies as a wood energy-producing facility. To be considered an eligible fuel, forestry industry residues must have undergone some thermal, chemical or mechanical process(es) sufficient to alter the residues into a fuel product.

# **Net Metering**

#### www.dnr.mo.gov/pubs/pub2238.pdf

Offers net metering to customers with systems up to 100 kW in capacity that generate electricity using wind energy, solar-thermal energy, hydroelectric energy, photovoltaics (PV), fuel cells using hydrogen produced by one of the aforementioned resources, and bio-fuels.

Quick Facts				
Public Benefit Fund (PBF) Renewable Portfolio Standard 11% by 2020			s □ No ☑ s ☑ No □	
Net Metering Interconnection Standards			Yes ☑ No □ Yes ☑ No □	
Electric Power Industry Generation by Primary Energy Source (EIA, 2006)				
Petroleum-Fired	0.1%	Hydroelectric	0.2%	
Natural Gas-Fired	4.1%	Other Renewables	; -	
Coal-Fired	84.5%	Pumped Storage	0.1%	
Nuclear	11.0%	Other	0.1%	

# Points of Contact

# Missouri Department of Natural Resources

www.dnr.mo.gov Missouri Department of Natural Resources Energy Center, CAIR Cap and Trade Program's Set Aside for Renewable Energy Projects energy@dnr.mo.gov, (573) 751-2254 Wood Energy Tax Credit Roger Korenberg, roger.korenberg@dnr.mo.gov, (573) 526-1723

#### Net Metering

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Public Service Commission www.psc.mo.gov Dan Beck, dan.beck@psc.mo.gov, (573) 751-7522



# Incentives for Development of Contaminated Land

## Funding (grants, loans, bonds, etc.)

## Missouri Brownfields Cleanup Revolving Loan Fund

www.dnr.mo.gov/eiera/brownfieldsRLF.htm

Provides loans or subgrants to public or private property owners for cleanup activities for hazardous substances or petroleum contaminated sites. No maximum principal amount for loans, and maximum interest rate for loans will not exceed 3%.

## Tax Incentives (abatements, credits, deductions, etc.)

## Urban Redevelopment Corporations Law (Chapter 353)

www.moga.state.mo.us/statutes/chapters/chap353.htm

Provides local tax abatement for up to 25 years and needs to be coordinated with the local municipality. First period of abatement not to exceed 10 years and 100% of the incremental increase in real property taxes on the land may be abated, and 100% of real property taxes on improvements may be abated.

#### **Brownfields Remediation State Tax Credit**

www.go.missouridevelopment.org/brownfield

Reimburses up to 100% of cleanup costs for projects enrolled in the BVCP and requires a Certification of Completion.

#### **Brownfields Demolition State Tax Credit**

www.go.missouridevelopment.org/brownfield

Reimburses up to 100% of the demolition costs for structures and properties on or adjacent to a contaminated site which need to be demolished.

#### Tax Increment Financing (TIF)

www.mda.mo.gov/AgBusiness/tif/tif.htm

Provides local tax increment financing to pay all reasonable or necessary costs incurred or incidental to a redevelopment project. Projects must obtain the permission of the city's governing body. State TIF opportunities are available once a local TIF is established.

# **Technical Assistance and Other Incentives**

#### Site Specific Assessments (SSA)

www.dnr.mo.gov/env/hwp/bvcp/hwpvcp.htm

Provides site specific assessments to local governments or nonprofits. Organizations do not need to own the property and can request an assessment for a third party.

# Limitations on Liability

#### Voluntary Cleanup Program – Certificate of Completion

www.dnr.mo.gov/env/hwp/bvcp/hwpvcp.htm

Provides a measure of protection for the property against future environmental liability related to the property and protects both current and future owners of the property.

Quick Facts			
Limitations on Liability Ye	es 🗹 No 🗆		
Number of State-Tracked Contaminated Properties: Includes Brownfields/Voluntary Cleanup Program sites	842		
Number of EPA CERCLIS Sites: 401 Sites identified for potential investigation under the federal Superfund Program			
Number of EPA Brownfields Properties: Properties being funded or addressed under the EPA Brownfields Program			
There may be some overlap among the categories listed and sites listed may not represent all potentially contaminated sites in Missouri.			

## Points of Contact

#### **Department of Natural Resources**

www.dnr.mo.gov

Brownfields Revolving Loan Fund, SSA, Limitations on Liability Jim Gilstrap, jim.gilstrap@dnr.mo.gov, (573) 522-8139

#### Department of Economic Development

www.ded.mo.gov

Urban Redevelopment Corporations Law, Brownfields Remediation State Tax Credit, Brownfields Demolition State Tax Credit, TIF dedfin@ded.mo.gov, (573) 522-8004