

**Department of Planning and Budget  
2026 General Assembly Session  
State Fiscal Impact Statement**

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**ORIGINAL**

**Bill Number:** SB340

**Patron:** Perry

**Bill Title:** Small renewable energy projects; agrivoltaics definition; advisory panel.

**Bill Summary:** Defines under the provisions relating to small renewable energy projects the term "agrivoltaics" to mean the intentional co-location of agricultural production and solar energy generation on the same land that (i) is designed to prioritize and sustain agricultural productivity while integrating renewable energy; (ii) allows the ongoing production and sale of agricultural products throughout the solar array's life; (iii) is a part of an existing farm business; and (iv) ensures flexibility for farmers to adapt to market conditions and support operational needs. The bill also directs the Virginia Cooperative Extension, in consultation with the Department of Energy, to convene a stakeholder advisory panel to develop recommendations to (i) establish criteria to determine qualifying agrivoltaic projects that are eligible for grant funding through the Virginia Power Innovation Fund and Program, (ii) identify how to monitor and sustain the integrity of agrivoltaic projects, and (iii) consider permitting or provide other incentives that may be effective in promoting agrivoltaic projects in the Commonwealth. The bill directs the stakeholder advisory panel to submit a report on its recommendations to the Secretaries of Agriculture and Forestry and Natural and Historic Resources by November 1, 2026.

**Budget Amendment Necessary:** Yes

**Items Impacted:** Item 219

**Explanation:** The Virginia Cooperative Extension (VCE) cannot meet the requirements of this bill with existing resources.

**Fiscal Summary:** VCE estimates that a one-time general fund appropriation increase of \$50,000 would be required to meet coordination, travel, and hosting costs. The Department of Energy can absorb the impacts of this bill with existing resources.

**General Fund Expenditure Impact:**

<u>Agency</u>	<u>FY2026</u>	<u>FY2027</u>	<u>FY2028</u>	<u>FY2029</u>	<u>FY2030</u>	<u>FY2031</u>
VCE	-	\$50,000	-	-	-	-
<b>TOTAL</b>	<b>-</b>	<b>\$50,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Other:** This bill is identical to HB899 as introduced and similar to HB508 as introduced.