## VILLAGE OF KINDERHOOK

ESTABLISHED IN 1669

JAMES C. DUNHAM MAYOR

NICOLE H. HEEDER CLERK-TREASURER 6 CHATHAM STREET PO BOX 325 KINDERHOOK, NY 12106 (518)758-9882 (518)758-9869 TRUSTEES
RICHARD A. PHILLIPS
DALE R. LEISER
ROBERT BAUMEISTER
DAVID FLAHERTY

July 16, 2019

Re: Carbon Fee & Dividend resolution

Dear Mr. Michael O'Hara:

At the village's July 10, 2019 regular monthly meeting the Village Board adopted a Resolution Urging United States Congress to Pass the Energy Innovation and Carbon Dividend Act (H.R. 763)

Please find enclosed a certified copy of the adopted Resolution.

Sincerely yours,

Nicole H. Heeder

Village Clerk/Treasurer

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VILLAGE OF KINDERHOOK **COLUMBIA COUNTY, NEW YORK** 

**Urging United States Congress to Pass the Energy Innovation** 

and Carbon Dividend Act (H.R. 763)

At a regular meeting of the Village Board of Trustees for the Village of

Kinderhook, Columbia County, New York, duly held on the 10<sup>th</sup> day of July 2019 at the

Village Hall, 6 Chatham Street, Kinderhook, New York, the following Resolution was

proposed and seconded:

Resolution by: Trustee David Flaherty;

Seconded by: Trustee Robert Baumeister.

WHEREAS, climate scientists worldwide are in near-unanimous agreement that

the planet Earth is warming rapidly and to a degree that is perilous to human civilization,

to numerous species, and to the global ecosystem, and

WHEREAS, human activity is a significant contributor to global warming,

especially through the accelerating combustion of fossil fuels that create carbon dioxide

and other greenhouse gases as a byproduct, and

WHEREAS, the Village of Kinderhook has a record of acknowledging the reality

of climate change as well as the Village's responsibility to reduce its contribution to the

causes of global warming, as evidenced by enrollment in the Climate Smart Communities

program, and

WHEREAS, a prompt and major shift away from fossil fuels is a necessary

cornerstone to any meaningful response to climate change, and

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WHEREAS, the recently published Intergovernmental Panel on Climate Change SR1.5 Report states that, "Policies reflecting a high price on emissions are necessary" as a key component of any effort to limit global temperatures increases to 1.5 degree centigrade, and

WHEREAS, this IPCC report also suggests that any carbon pricing policy should be designed to "balance between incentivizing low-carbon behavior and mitigating the adverse distributional consequences of higher energy prices", and

WHEREAS, the Energy Innovation and Carbon Dividend Act (H.R. 763) has been introduced in Congress and would establish a steadily increasing fee on fossil fuels at the point of their entry into the economy; such a fee would be straightforward and make effective use of free-market mechanisms to promote the transition to greater energy conservation and renewable sources of energy, and

WHEREAS, the act would return all revenues (minus 3% for administration) to each American as a monthly dividend, to offset expected higher prices for goods and services, and

WHEREAS, this revenue-neutral carbon fee and dividend is an effective method to reduce carbon emissions for the following reasons:

- 1. The fee would motivate everyone to conserve and adopt renewable energy without the need for extensive governmental regulatory controls or infrastructure, encouraging consumers and the market to replace consumption of carbon-based energy with innovative, sustainable energy sources, whether by being more efficient or choosing other, less carbon intensive energy sources;
- The fee would employ a market approach to encourage innovative processes, not only in energy production, but also in every field in which energy is consumed, e.g. electric cars, mass transportation, architectural planning and construction, water heating, lighting, and air conditioning in residential and commercial buildings;

- 3. Levying the fee at the point of production would be more efficient, less expensive and provide more accurate signals than would doing so at the point of consumption;
- 4. The fee would incentivize the development and use of alternative energies and attendant technologies, eliminating the need for government subsidies that attempt to forecast alternative energy winners and losers;
- 5. Because the fee is levied on the same basis on all businesses, it is fairer to every business and easier to administer than alternatives, such as a cap and trade system;
- 6. A border adjustment would assess a fee on goods traded with countries without a comparable carbon price, thereby maintaining the competitiveness of US businesses and discouraging relocation to such countries and also encouraging other countries to price carbon.

WHEREAS, such a policy would protect lower and middle-income households, as the dividend would allow more than 70% of American households to benefit financially, break even, or have only minimal increased costs (<0.2% income) from this policy; the policy would also create jobs, as the dividend puts money back into local economies, and

WHEREAS, further delay in responding to this crisis increases the risk of catastrophic climate change, imminently threatens low-lying coastal areas and land and sea species, threatens water supplies, increases the frequency of severe weather events, increases the cost of undertaking adequate responses, and increases risks to the global economy.

NOW THEREFORE, BE IT RESOLVED by Village Board of Trustees endorses a carbon fee and dividend and urges our representatives in the United States Congress to enact it into law, and be it further

RESOLVED, further, that copies of the resolution be sent to President Donald Trump, Vice-President Michael Pence, Governor Andrew Cuomo, Representative Antonio Delgado, and Senators Kirsten Gillibrand and Charles Schumer, New York State Senator Daphne Jordan, and New York State Assemblyman Jake Ashby.

Upon question of the foregoing Resolution, the following Board members voted "Aye" in favor of the Resolution:

N	fayor James Dunham;	
Т	rustee Richard Phillips;	
Т	rustee Dale Leiser;	
Т	rustee Robert Baumeister; and	
Т	rustee David Flaherty.	
The follo	wing Board members voted "No" in opposition	
thereto:		•
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The Resolution having been approved by a majority of the Village Board, the same was declared duly adopted by the Mayor of the Village of Kinderhook.

Dated: July 10, 2019

Nicole H. Heeder, Village Clerk Village of Kinderhook