THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 180 Session of 2019

INTRODUCED BY GOODMAN, BERNSTINE, CALTAGIRONE, CIRESI, CONKLIN, A. DAVIS, DEASY, DRISCOLL, FREEMAN, HILL-EVANS, JAMES, KORTZ, KRUEGER, LONGIETTI, MACKENZIE, MARKOSEK, McNEILL, D. MILLER, MULLERY, MURT, NEILSON, OBERLANDER, OTTEN, RAVENSTAHL, READSHAW, SCHLOSSBERG, SCHWEYER, SIMMONS, SOLOMON, STAATS, WARREN, YOUNGBLOOD AND ZIMMERMAN, JANUARY 28, 2019

REFERRED TO COMMITTEE ON COMMERCE, JANUARY 28, 2019

AN ACT

| 1 2 3 | Providing for the Made in PA Program, for duties and authority of Department of Community and Economic Development, for application process and for costs; establishing the Made in |
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| 4 5 | PA Fund; and providing for civil penalties, for injunctive relief and for rules and regulations. |
| 6 | The General Assembly of the Commonwealth of Pennsylvania |
| 7 | hereby enacts as follows: |
| 8 | Section 1. Short title. |
| 9 | This act shall be known and may be cited as the Made in PA |
| 10 | Act. |
| 11 | Section 2. Definitions. |
| 12 | The following words and phrases when used in this act shall |
| 13 | have the meanings given to them in this section unless the |
| 14 | context clearly indicates otherwise: |
| 15 | "Department." The Department of Community and Economic |
| 16 | Development of the Commonwealth. |
| 17 | "Fund." The Made in PA Fund established in section 8. |
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"Made in PA logo." One or more logos developed by the
 department that:

3 (1) consist of the phrase "Made in PA" or "Made in
4 Pennsylvania"; and

5 (2) may include specific graphic designs or artwork as
6 part of the program.

7 "Member." A qualified entity that is subject to a current8 Made in PA membership agreement with the department.

9 "Pennsylvania-made commodity." Tangible products that are 10 produced, manufactured or assembled in this Commonwealth by a 11 business and are transported or intended to be transported in 12 commerce.

13 "Program." The Made in PA Program.

14 "Qualified entity." A business that:

15 (1) offers a Pennsylvania-made commodity that has been
produced, manufactured or assembled by the business;

17 (2) has a physical business location within this18 Commonwealth; and

19 (3) is in good standing with the Department of Revenue20 and is current on all State taxes.

21 Section 3. Made in PA program.

(a) Established.--The Made in PA Program is established in
 the department. The department shall administer the program in
 accordance with this act.

(b) Made in PA logo trademark.--The department shall take the actions necessary and appropriate to create, register, maintain, license, promote and protect a Made in PA logo trademark. The trademarked logo may be used in connection with the sale, marketing and promotion of a member's Pennsylvaniamade commodity under the member's membership agreement with the

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1 department. Section 4. Member gualification. 2 3 To become a member, a business must: submit an application on a form provided by the 4 (1)5 department; (2) receive certification from the department that it is 6 7 a qualified entity; 8 (3) meet any other qualifications deemed necessary by 9 the department; and 10 (4) enter into a membership agreement with the 11 department. 12 Section 5. Duties and authority of department. 13 (a) Authority to enter into Made in PA membership 14 agreements. -- The department: 15 Shall enter into a membership agreement with a (1)16 business which qualifies for membership under section 4. 17 May periodically review a membership agreement to (2) 18 determine if the terms are being met. 19 May unilaterally terminate any membership agreement (3) 20 upon a determination that the membership agreement has been 21 violated by the member. 22 (b) Cooperative activities.--23 (1)The department may engage in cooperative activities 24 to implement and advance the purposes of this act. The 25 department and the Department of Agriculture shall coordinate 26 the administration of the programs authorized by this act and 27 3 Pa.C.S. Ch. 46 (relating to Pennsylvania Preferred® 28 Trademark) and shall work jointly in the furtherance of the 29 interests of manufacturing and agriculture in this 30 Commonwealth.

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(2) Nothing contained in this act may be construed to
 supersede or restrict the provisions of 3 Pa.C.S. Ch. 46 and
 the duties and operations of the Department of Agriculture.
 (c) Public information Internet website.--The following
 shall apply:

6 (1) The department shall compile a list of the qualified 7 entities who become members under this act. The list shall be 8 made available to the public on the department's publicly 9 accessible Internet website and for other public distribution 10 as the department approves.

11 (2) The list compiled under paragraph (1) shall be 12 updated every three months and include:

13 (i) the Pennsylvania-made commodity offered;
14 (ii) contact information for the member that may
15 include an Internet website link; and

16 (iii) one or more methods through which the17 Pennsylvania-made commodity may be purchased.

18 Section 6. Member agreements process.

A membership agreement under this act shall be effective for one year from the date upon which the agreement is executed and may be renewed. The agreement shall contain provisions allowing a member to terminate the membership agreement upon 60 days' advance written notice to the department.

24 Section 7. Costs and fees.

(a) Membership fee.--The department may charge an annual feeto businesses that are members in the program.

(b) Charge for costs.--The department may charge a member for costs incurred by the department in connection with the member's participation in an activity, trade show, exhibition or other promotional event conducted or facilitated by the

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department. The charge shall reasonably reflect the costs
 incurred by the department in facilitating the member's
 participation and may include the costs as proportional shares
 of event registration fees, equipment rental fees, display area
 rental fees and related costs.

6 (c) Cost of promotional materials.--The department may
7 charge a member for costs of Made in PA promotional materials
8 provided by the department at the request of the member.
9 Section 8. Made in PA Fund.

10 (a) Establishment.--The Made in PA Fund is established in 11 the State Treasury. The fund shall be an interest-bearing 12 restricted revenue account. The following money shall be 13 deposited into the fund:

14 (1) Money appropriated or given for the purpose
15 established under this act by the Federal Government, the
16 Commonwealth, any other government agency or any private or
17 public entity or person.

18 (2) Funds derived from the costs and fees established19 under section 7.

20 (3) Funds derived from civil penalties collected by the21 department under section 9.

(4) Interest and earnings received from investment ordeposit of money in the fund.

(b) Appropriation.--Money in the fund is hereby appropriated to the department on a continuing basis for the purpose of this act. The interest and earnings received from investment or deposit of the money in the fund shall be paid into the account for the purpose authorized by this section. Unexpended money and interest or earnings on the money in the fund may not be transferred or revert to the General Fund, but shall remain in

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1 the account to be used by the department for the purpose
2 specified under this section.

3 (c) Use.--Money deposited in the fund shall be used to:
4 (1) promote Pennsylvania-made commodities;
5 (2) promote Made in PA as an identification of origin

6 and quality;

7 (3) promote Pennsylvania-made commodities with respect
8 to which the Made in PA logo is licensed;

9 (4) pay costs associated with monitoring the use of the 10 Made in PA logo to prohibit the unlawful or unauthorized use 11 of the Made in PA logo and enforcing rights of the Made in PA 12 logo; and

13 (5) otherwise fund the department's costs in14 administering and enforcing this act.

15 (d) Program suspension.--The duty of the department to 16 administer this act shall be suspended if and so long as the 17 fund no longer contains sufficient revenues to administer the 18 program.

19 Section 9. Civil penalties.

In addition to any other remedy available at law or in equity for a violation of a provision of this act or a membership agreement established under this act, the department may assess a civil penalty upon the person or entity responsible for the violation. The civil penalty assessed may not exceed \$10,000 and shall be payable to the Commonwealth and collectible in a manner provided under law for the collection of debt.

27 Section 10. Injunctive relief.

(a) Action in equity.--In addition to the other remedies
provided under this act, the Attorney General, at the request of
the department, may initiate, in Commonwealth Court or the court

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1 of common pleas of the county in which the defendant resides or 2 has his place of business, an action in equity for an injunction 3 to restrain violations of this act or a membership agreement.

4 (b) Preliminary injunction.--

5 (1) In the proceeding, the court shall, upon motion of 6 the Commonwealth, issue a preliminary injunction if the court 7 finds the defendant is engaging in unlawful conduct under 8 this act or is engaging in conduct that is causing immediate 9 or irreparable harm to the public.

10 (2) The court may not require the Commonwealth to 11 furnish bond or other security in connection with the 12 proceedings.

13 (c) Other relief.--In addition to an injunction, the court, 14 in the proceeding, may levy civil penalties as provided under 15 section 9.

16 Section 11. Rules and regulations.

17 The department may promulgate rules and regulations necessary to promote the efficient, uniform and Statewide administration 18 19 of this act. Every two years from the effective date of this 20 section, the department shall promulgate, adopt and use quidelines to implement the provisions of this act. The 21 guidelines must be published in the Pennsylvania Bulletin but 22 23 shall not be subject to review under section 205 of the act of 24 July 31, 1968 (P.L.769, No.240), referred to as the Commonwealth 25 Documents Law, sections 204(b) and 301(10) of the act of October 15, 1980 (P.L.950, No.164), known as the Commonwealth Attorneys 26 Act, or the act of June 25, 1982 (P.L.633, No.181), known as the 27 28 Regulatory Review Act.

29 Section 12. Reports.

30 One year after the effective date of this section and each 20190HB0180PN0152 - 7 - 1 year on that date, the department shall issue a report to the 2 Governor and the General Assembly on the general operation of 3 the program, how the program has impacted this Commonwealth and 4 other information the department deems necessary and

5 appropriate.

6 Section 13. Effective date.

7 This act shall take effect July 1, 2019, or immediately,8 whichever is later.