THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2740 Session of 2020

INTRODUCED BY MIHALEK, RYAN, MERSKI, SCHLOSSBERG, O'NEAL, LEE, ORTITAY, HILL-EVANS, DAVANZO, T. DAVIS, BROOKS, STRUZZI, CIRESI, KORTZ, KAIL, WARNER, REESE, SNYDER, READSHAW, A. DAVIS, MIZGORSKI, KULIK, INNAMORATO, DEASY, D. MILLER, SCHLEGEL CULVER, TOOHIL AND GAYDOS, AUGUST 6, 2020

REFERRED TO COMMITTEE ON APPROPRIATIONS, AUGUST 6, 2020

AN ACT

Amending the act of April 9, 1929 (P.L.343, No.176), entitled "An act relating to the finances of the State government; 2 providing for cancer control, prevention and research, for 3 ambulatory surgical center data collection, for the Joint Underwriting Association, for entertainment business 4 5 financial management firms, for private dam financial 6 assurance and for reinstatement of item vetoes; providing for the settlement, assessment, collection, and lien of taxes, 8 bonus, and all other accounts due the Commonwealth, the 9 collection and recovery of fees and other money or property 10 due or belonging to the Commonwealth, or any agency thereof, 11 including escheated property and the proceeds of its sale, 12 the custody and disbursement or other disposition of funds 13 and securities belonging to or in the possession of the 14 Commonwealth, and the settlement of claims against the 15 Commonwealth, the resettlement of accounts and appeals to the 16 17 courts, refunds of moneys erroneously paid to the Commonwealth, auditing the accounts of the Commonwealth and 18 all agencies thereof, of all public officers collecting 19 moneys payable to the Commonwealth, or any agency thereof, 20 21 and all receipts of appropriations from the Commonwealth, authorizing the Commonwealth to issue tax anticipation notes 22 to defray current expenses, implementing the provisions of 23 section 7(a) of Article VIII of the Constitution of 24 Pennsylvania authorizing and restricting the incurring of 25 certain debt and imposing penalties; affecting every 26 27 department, board, commission, and officer of the State 28 government, every political subdivision of the State, and 29 certain officers of such subdivisions, every person, association, and corporation required to pay, assess, or 30 collect taxes, or to make returns or reports under the laws 31

- 1 imposing taxes for State purposes, or to pay license fees or
- other moneys to the Commonwealth, or any agency thereof,
- every State depository and every debtor or creditor of the
- Commonwealth, "in emergency COVID-19 response, providing for
- Nonprofit Economic Emergency Delivery System Grants Program.
- 6 The General Assembly of the Commonwealth of Pennsylvania
- 7 hereby enacts as follows:
- 8 Section 1. The act of April 9, 1929 (P.L.343, No.176), known
- 9 as The Fiscal Code, is amended by adding a section to read:
- 10 Section 134-C. Nonprofit Economic Emergency Delivery System
- 11 Grants Program.
- 12 (a) Use of funds. -- From money appropriated for the program,
- 13 \$200,000,000 shall be transferred to the authority and shall be
- 14 <u>used to make grants under this subarticle.</u>
- (b) Establishment of program. -- The authority shall establish
- 16 the program as a Statewide competitive grant program.
- 17 <u>(c) Purpose of program.--The program shall receive</u>
- 18 applications and award grants to eligible community-based
- 19 nonprofit organizations in accordance with this section.
- 20 (d) Application. -- The authority shall develop an application
- 21 for eligible community-based nonprofit organizations to apply
- 22 for grants under this section within 30 days of the effective
- 23 date of this section. The application shall be made available
- 24 and posted on the authority's publicly accessible Internet
- 25 website and shall be in a form that can be completed
- 26 <u>electronically or through the United States mail.</u>
- 27 (e) Deadline.--No application for a grant under this section
- 28 may be submitted after September 30, 2020.
- 29 <u>(f) Guidelines.--The authority shall establish guidelines</u>
- 30 that are consistent with the provisions of this section within
- 31 30 days of the effective date of this section. The guidelines
- 32 shall be:

1	(1) Submitted to the Legislative Reference Bureau for
2	publication as a notice in the Pennsylvania Bulletin.
3	(2) Posted on the authority's publicly accessible
4	<u>Internet website.</u>
5	(g) Program requirements
6	(1) An eligible community-based nonprofit organization
7	must be one of the following categories:
8	(i) Child-care centers, early childhood learning
9	centers and after-out-of-school programs.
10	(ii) Community-based, federally qualified health
11	centers and rural health clinics.
12	(iii) Substance abuse treatment facilities.
13	(iv) Domestic violence centers.
14	(v) Organizations operating transportation and food
15	distribution systems.
16	(vi) Employment and workforce training and
17	educational centers.
18	(vii) Alternative learning and career training
19	<u>institutions.</u>
20	(viii) Organizations serving intellectual or
21	developmental disabilities.
22	(ix) Early intervention service providers.
23	(x) Mental health and substance abuse counseling.
24	(xi) Food banks, food pantries and soup kitchens.
25	(2) An eligible community-based nonprofit organization
26	must provide one or more of the following services:
27	(i) Child care.
28	(ii) Education and safety net services for
29	vulnerable youth, including child welfare, youth
30	development programs and crisis intervention.

Τ	(111) Homelessness and nousing insecurity assistance
2	services, including mortgage and rent relief, emergency
3	quarantine housing, transitional housing, rapid rehousing
4	and warming shelters.
5	(iv) Mental health treatment programs and substance
6	abuse counseling services.
7	(v) Facility and home-based or community-based
8	services for individuals with intellectual or
9	developmental disabilities.
10	(vi) Early intervention services.
11	(vii) Medical treatment for chronic conditions.
12	(viii) Procurement and distribution of personal
13	protective equipment and testing.
14	(ix) Employment readiness, including career
15	readiness, placement and retraining programs.
16	(x) Procurement, distribution or transportation of
17	food.
18	(3) An eligible community-based nonprofit organization
19	that has already received public funding during the COVID-19
20	pandemic must explain in its application why additional
21	funding is necessary above and beyond the public funding
22	already received.
23	(h) Grant limits The authority may award a grant to an
24	eligible community-based nonprofit organization not to exceed
25	<u>\$500,000.</u>
26	(i) Award of grants The authority shall award grants and
27	make grant payments under this section no later than November
28	<u>30, 2020.</u>
29	(j) Expiration This section shall expire after the money
30	transferred to the authority under subsection (a) has been

- 1 exhausted or December 1, 2020, whichever occurs first.
- 2 (k) Definitions. -- As used in this section, the following
- 3 words and phrases shall have the meanings given to them in this
- 4 <u>subsection unless the context clearly indicates otherwise:</u>
- 5 <u>"Authority." The Commonwealth Financing Authority.</u>
- 6 "Eligible community-based nonprofit organization." A tax-
- 7 exempt 501(c)(3) institution that meets the criteria for grants
- 8 <u>under subsection (g) and that was subject to financial strain</u>
- 9 <u>due to closure, increased service delivery or a loss of revenue</u>
- 10 as a result of the COVID-19 pandemic and the proclamation of
- 11 disaster emergency issued by the Governor on March 6, 2020,
- 12 published at 50 Pa.B. 1644 (March 21, 2020), and any renewal of
- 13 <u>the state of disaster emergency.</u>
- 14 "Program." The Nonprofit Economic Emergency Delivery System
- 15 (NEEDS) Grants Program established under this section.
- 16 Section 2. This act shall take effect immediately.