THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1116 Session of 2021

INTRODUCED BY MIHALEK, HILL-EVANS, MIZGORSKI, MERSKI, SCHLEGEL CULVER, GUZMAN, ROZZI, MADDEN, DRISCOLL, CIRESI, R. BROWN, PISCIOTTANO, ZABEL AND O'MARA, APRIL 7, 2021

REFERRED TO COMMITTEE ON APPROPRIATIONS, APRIL 7, 2021

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 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 9 bonus, and all other accounts due the Commonwealth, the 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 courts, refunds of moneys erroneously paid to the 17 Commonwealth, auditing the accounts of the Commonwealth and 18 19 all agencies thereof, of all public officers collecting moneys payable to the Commonwealth, or any agency thereof, 20 and all receipts of appropriations from the Commonwealth, 21 22 authorizing the Commonwealth to issue tax anticipation notes 23 to defray current expenses, implementing the provisions of 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 department, board, commission, and officer of the State 27 government, every political subdivision of the State, and 28 29 certain officers of such subdivisions, every person, 30 association, and corporation required to pay, assess, or collect taxes, or to make returns or reports under the laws 31 imposing taxes for State purposes, or to pay license fees or 32 other moneys to the Commonwealth, or any agency thereof, 33

- every State depository and every debtor or creditor of the 1
- 2
- Commonwealth," in emergency COVID-19 response, providing for appropriations from the account and for Nonprofit Economic 3
- Emergency Delivery System Grants Program. 4
- 5 The General Assembly of the Commonwealth of Pennsylvania
- hereby enacts as follows: 6
- 7 Section 1. Article 1-C of the act of April 9, 1929 (P.L.343,
- 8 No.176), known as The Fiscal Code, is amended by adding a
- 9 subarticle to read:
- 10 SUBARTICLE B.1
- 11 APPROPRIATIONS FROM THE ACCOUNT
- 12 Section 115-C. Definitions.
- The following words and phrases when used in this subarticle 13
- shall have the meanings given to them in this section unless the 14
- 15 context clearly indicates otherwise:
- 16 "Current fiscal year." The fiscal year beginning July 1,
- 17 2020, and ending June 30, 2021.
- 18 Section 116-C. Construction with the General Appropriation Act
- 19 of 2020.
- 20 All appropriations contained in this subarticle from the
- 21 General Fund shall be in addition to any appropriation under the
- 22 act of May 29, 2020 (P.L. , No.1A), known as the General
- 23 Appropriation Act of 2020, and the act of May 29, 2020 (P.L.,
- 24 No.2A), known as the COVID-19 Emergency Supplement to the
- 25 General Appropriation Act of 2019.
- 26 Section 117-C. Appropriations from the account.
- 27 To the Department of Community and Economic Development for
- 28 the current fiscal year, \$200,000,000 of Federal amounts is
- 29 appropriated from the COVID-19 Response Restricted Account for
- COVID Relief Nonprofit Economic Emergency Delivery System 30
- 31 Grants Program under section 135-C.
- 32 Section 2. The act is amended by adding a section to read:

- 1 <u>Section 135-C. Nonprofit Economic Emergency Delivery System</u>
- 2 <u>Grants Program.</u>
- 3 (a) Use of funds. -- From money appropriated to the department
- 4 <u>for COVID Relief Nonprofit Economic Emergency Delivery System</u>
- 5 Grants Program, \$200,000,000 shall be transferred to the
- 6 <u>authority and shall be used to make grants under this section.</u>
- 7 (b) Establishment of program. -- The authority shall establish
- 8 the program as a Statewide competitive grant program.
- 9 (c) Purpose of program. -- The program shall receive
- 10 applications and award grants to eligible community-based
- 11 <u>nonprofit organizations in accordance with this section.</u>
- 12 (d) Application. -- The authority shall develop an application
- 13 for eligible community-based nonprofit organizations to apply
- 14 for grants under this section within 30 days of the effective
- 15 date of this section. The application shall be made available
- 16 and posted on the authority's publicly accessible Internet
- 17 website and shall be in a form that can be completed
- 18 electronically or through the United States mail.
- 19 (e) Deadline. -- No application for a grant under this section
- 20 may be submitted 30 days after the date the authority makes the
- 21 application available and posted on the authority's publicly
- 22 <u>accessible Internet website.</u>
- 23 (f) Guidelines. -- The authority shall establish guidelines
- 24 that are consistent with the provisions of this section within
- 25 30 days of the effective date of this section. The guidelines
- 26 shall be:
- 27 (1) Submitted to the Legislative Reference Bureau for
- 28 <u>publication as a notice in the Pennsylvania Bulletin.</u>
- 29 (2) Posted on the authority's publicly accessible
- 30 Internet website.

1	(g) Program requirements
2	(1) An eligible community-based nonprofit organization
3	must be one of the following categories:
4	(i) Child-care centers, early childhood learning
5	centers and after-school programs.
6	(ii) Community-based, federally qualified health
7	centers and rural health clinics.
8	(iii) Substance abuse treatment facilities.
9	(iv) Domestic violence centers.
10	(v) Organizations operating transportation and food
11	distribution systems.
12	(vi) Employment and workforce training and
13	educational centers.
14	(vii) Alternative learning and career training
15	<u>institutions.</u>
16	(viii) Organizations serving intellectual or
17	developmental disabilities.
18	(ix) Early intervention service providers.
19	(x) Mental health and substance abuse counseling.
20	(xi) Food banks, food pantries and soup kitchens.
21	(2) An eligible community-based nonprofit organization
22	must provide one or more of the following services:
23	(i) Child care.
24	(ii) Education and safety net services for
25	vulnerable youth, including child welfare, youth
26	development programs and crisis intervention.
27	(iii) Homelessness and housing insecurity assistance
28	services, including mortgage and rent relief, emergency
29	quarantine housing, transitional housing, rapid rehousing
30	and warming shelters.

1	<u>(iv) Mental health treatment programs and substance</u>
2	abuse counseling services.
3	(v) Facility and home-based or community-based
4	services for individuals with intellectual or
5	developmental disabilities.
6	(vi) Early intervention services.
7	(vii) Medical treatment for chronic conditions.
8	(viii) Procurement and distribution of personal
9	protective equipment and testing.
10	(ix) Employment readiness, including career
11	readiness, placement and retraining programs.
12	(x) Procurement, distribution or transportation of
13	food.
14	(3) An eligible community-based nonprofit organization
15	that has already received public funding during the COVID-19
16	pandemic must explain in its application why additional
17	funding is necessary above and beyond the public funding
18	already received.
19	(h) Grant limits The authority may award a grant to an
20	eligible community-based nonprofit organization not to exceed
21	\$500,000 <u>.</u>
22	(i) Award of grants The authority shall award grants and
23	make grant payments under this section no later than two months
24	after the deadline for submitting the grant application or 30
25	days prior to any Federal or State imposed deadline established
26	for the use of such funds, whichever is sooner.
27	(j) Expiration This section shall expire after the money
28	transferred to the authority under subsection (a) has been
29	exhausted. The authority shall transmit notice of the date that
30	the money is exhausted to the Legislative Reference Bureau for

- 1 publication in the Pennsylvania Bulletin.
- 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 3. This act shall take effect immediately.