## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

## No. 2751 Session of 2020

INTRODUCED BY MASSER, MURT, MADDEN, SCHMITT, PICKETT, JAMES, ROWE, DRISCOLL, YOUNGBLOOD, BARRAR, STAATS, SCHLEGEL CULVER, ROZZI, HILL-EVANS, OWLETT, NEILSON AND HEFFLEY, AUGUST 6, 2020

REFERRED TO COMMITTEE ON COMMERCE, AUGUST 6, 2020

## AN ACT

- 1 Providing for community assistance grants for restaurants;
- establishing the Community Cornerstone Grant Program;
- providing for fines; and making an appropriation.
- 4 The General Assembly of the Commonwealth of Pennsylvania
- 5 hereby enacts as follows:
- 6 Section 1. Short title.
- 7 This act shall be known and may be cited as the Community
- 8 Cornerstone Assistance Act.
- 9 Section 2. Definitions.
- 10 The following words and phrases when used in this act shall
- 11 have the meanings given to them in this section unless the
- 12 context clearly indicates otherwise:
- 13 "Department." The Department of Community and Economic
- 14 Development of the Commonwealth.
- 15 "Grant." A grant awarded under the Community Cornerstone
- 16 Grant Program established under this act.
- 17 "NAICS." A classification within the North American Industry

- 1 Classification System developed for use by Federal statistical
- 2 agencies for the collection, analysis and publication of
- 3 statistical data related to the United States economy.
- 4 "Program." The Community Cornerstone Grant Program
- 5 established under section 3.
- 6 "Restaurant." A place within this Commonwealth that receives
- 7 a NAICS designation of 72241 or 72251 from the United States
- 8 Census Bureau and where food or drink is served to or provided
- 9 for the public, with or without charge. The term does not
- 10 include dining cars operated by a railroad company in interstate
- 11 commerce or a bed and breakfast homestead or inn.
- 12 Section 3. Community Cornerstone Grant Program.
- 13 (a) Establishment.--The Community Cornerstone Grant Program
- 14 is established under the department in this Commonwealth for the
- 15 purposes of providing financial assistance to Pennsylvania
- 16 restaurants adversely impacted by the novel coronavirus
- 17 identified in the proclamation of disaster emergency issued by
- 18 the Governor on March 6, 2020.
- 19 (b) Eligibility. -- To be considered eligible for a grant, a
- 20 restaurant must meet all of the following:
- 21 (1) Operate no more than 10 restaurant locations under
- an identical name within this Commonwealth.
- 23 (2) Employ no more than 75 full-time equivalent
- 24 employees per restaurant location.
- 25 (3) Demonstrate one of the following:
- 26 (i) A loss of revenue of 50% or more for the period
- beginning after March 31, 2020, and ending before June 1,
- 28 2020, in comparison to the period beginning after March
- 29 31, 2019, and ending before June 1, 2019.
- 30 (ii) If the restaurant was not in operation in

- 1 calendar year 2019, a loss of revenue of 50% or more for
- 2 the period beginning after March 31, 2020, and ending
- 3 before June 1, 2020, in comparison to the period
- 4 beginning after January 31, 2020, and ending before April
- 5 1, 2020.
- 6 (c) Application. -- A restaurant may submit an application to
- 7 the department on a form and in a manner prescribed by the
- 8 department. In addition to the application, the department may
- 9 require information as necessary to determine the eliqibility of
- 10 a restaurant for a grant under this act.
- 11 (d) Review and approval. -- The following shall apply:
- 12 (1) Within 30 days of the effective date of this act,
- 13 the department shall establish a time period of not less than
- 30 days for restaurants to submit application for a grant.
- 15 (2) Upon closure of the time period established in
- paragraph (1), the department shall distribute all money made
- available to the department for the purpose making grants to
- 18 restaurants considered eligible in an amount equal to the
- 19 quotient resulting from dividing the total amount of money
- 20 made available for grants under this act by the total number
- 21 of eligible restaurants.
- 22 (3) The department shall not award a grant under this
- program that exceeds \$50,000 to an eligible restaurant.
- 24 (4) The following shall apply:
- 25 (i) Each eligible restaurant and the department
- shall enter into an agreement of the use of an awarded
- grant. The agreement shall state that the grant shall be
- used for costs incurred and payments made for any of the
- 29 following:
- 30 (A) Payroll costs.

- 1 (B) Payment of interest on mortgage obligation,
- 2 which shall not include any prepayment of or payment
- of principal on a covered mortgage obligation.
- 4 (C) Payment on a rent obligation.
- 5 (D) Payment for utilities.
- 6 (E) Other costs incurred by the restaurant for
- 7 the acquisition of raw materials to sustain the
- 8 operations of the restaurant.
- 9 (ii) A restaurant that receives a grant and fails to
- 10 comply with subparagraph (i) shall repay the amount of
- 11 the grant in addition to the department, in addition to a
- 12 fee that amounts to 10% of the grant amount.
- 13 (e) Program guidelines. -- The department shall develop and
- 14 issue guidelines for the Community Cornerstone Grant Program.
- 15 Section 4. Funding.
- The sum of \$150,000,000 shall be appropriated from money
- 17 received by the Commonwealth under the Coronavirus Aid, Relief,
- 18 and Economic Security Act (Public Law 116-136, 134 Stat. 281)
- 19 for the purpose of making grants under this act.
- 20 Section 5. Prohibition on issuance.
- No grants may be awarded under this section five years after
- 22 the effective date of this section.
- 23 Section 6. Report.
- 24 Prior to December 31, 2020, and each December 31 in which an
- 25 appropriation is made for the purposes of this act, the
- 26 department shall submit a report to the chairperson and minority
- 27 chairperson of the Appropriations Committee of the Senate, the
- 28 chairperson and minority chairperson of the Community, Economic
- 29 and Recreational Development Committee of the Senate, the
- 30 chairperson and minority chairperson of the Appropriations

- 1 Committee of the House of Representatives and the chairperson
- 2 and minority chairperson of the Commerce Committee of the House
- 3 of Representatives. The report shall include, but not be limited
- 4 to, the total amount of money granted and the name and county of
- 5 residence of each restaurant that receives a grant.
- 6 Section 7. Effective date.
- 7 This act shall take effect immediately.