THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 88

Session of 2021

INTRODUCED BY D. MILLER, KINSEY, GALLOWAY, HILL-EVANS, DELLOSO, SANCHEZ, HOHENSTEIN, KENYATTA, SCHLOSSBERG AND CIRESI, JANUARY 11, 2021

REFERRED TO COMMITTEE ON LABOR AND INDUSTRY, JANUARY 11, 2021

AN ACT

Amending Title 15 (Corporations and Unincorporated Associations) of the Pennsylvania Consolidated Statutes, in general 2 provisions, providing for eligibility for receipt of State 3 resources. 5 The General Assembly of the Commonwealth of Pennsylvania 6 hereby enacts as follows: 7 Section 1. Title 15 of the Pennsylvania Consolidated 8 Statutes is amended by adding a section to read: § 5111. Eligibility for receipt of State resources. 10 (a) Conditions. -- A domestic nonprofit corporation or a 11 foreign nonprofit corporation with 200 or more employees in this 12 Commonwealth shall not be eliqible for a State contract, State 13 funding or a State grant if the corporation: 14 (1) has violated the Fair Labor Standards Act of 1938 15 (52 Stat. 1060, 29 U.S.C. § 201 et seq.) within the previous 16 five years; 17 (2) has been found quilty of an unfair labor practice in

this Commonwealth within the previous five years; or

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- 1 (3) fails to submit to the Department of State current
- 2 bylaws of the corporation, which must provide that at least
- 3 20% of the members of the governing board of the corporation
- 4 <u>are current employees of the corporation and are elected by</u>
- 5 <u>the employees of the corporation.</u>
- 6 (b) Applicability.--
- 7 (1) Subsection (a) shall not apply in the case of health
- 8 <u>care-related money payable from the Commonwealth to the</u>
- 9 domestic nonprofit corporation or foreign nonprofit
- 10 corporation, which shall include Medicaid reimbursements.
- 11 (2) This section shall not apply if the condition
- described in subsection (a) (1) or (2) occurred prior to the
- 13 <u>effective date of this section.</u>
- 14 Section 2. This act shall apply to the following:
- 15 (1) A State contract entered into or renewed on or after
- 16 the effective date of this act.
- 17 (2) State funding approved or otherwise made on or after
- 18 the effective date of this act.
- 19 (3) A State grant approved on or after the effective
- 20 date of this act.
- 21 Section 3. This act shall take effect in 60 days.