## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL No. 157 Session of 2015

INTRODUCED BY TEPLITZ, ARGALL, BREWSTER, FONTANA, COSTA, FARNESE, GREENLEAF, SMITH, BOSCOLA, SCHWANK, TARTAGLIONE, YUDICHAK, BROWNE AND RAFFERTY, JANUARY 29, 2015

REFERRED TO COMMUNITY, ECONOMIC AND RECREATIONAL DEVELOPMENT, JANUARY 29, 2015

## AN ACT

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

1 in section 8.

2 "Licensee." A qualified entity that is subject to a current 3 Made in PA trademark license agreement with the department. "Made in PA trademark." One or more trademarks that: 4 5 (1) consist of the phrase "Made in PA" or "Made in 6 Pennsylvania"; and 7 (2) may include specific graphic designs or artwork as 8 part of the trademark registration. 9 "Pennsylvania-made commodity." Tangible products produced or 10 manufactured in this Commonwealth by a business and that are transported or intended to be transported in commerce. 11 12 "Person." An individual, partnership, corporation, association or another legal entity. 13 "Qualified entity." A person that produces, manufactures, 14 15 sells, offers for sale, markets or promotes Pennsylvania-made commodities. 16 Section 3. Made in PA trademark. 17 18 The department shall take the actions necessary and 19 appropriate to acquire, create, establish, register, maintain, 20 license, promote and protect a Made in PA trademark for use on 21 or in connection with the sale, marketing or promotion of a Pennsylvania-made commodity. 22 23 Section 4. Licensee qualification. 24 To become a licensee a qualified entity must be: 25 (1) a person that produces or manufactures a 26 Pennsylvania-made commodity in whole or in part at a facility 27 located within this Commonwealth; 28 (2) a person that promotes or markets a Pennsylvania-29 made commodity from a person that satisfies the provisions of 30 paragraph (1); or

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(3) a person approved by the department to use and
 promote the use of the Made in PA trademark to constituencies
 in furthering the purposes of this act.

4 Section 5. Duties and authority of department.

5 (a) Authority to enter into trademark license agreements.--6 The department:

7 (1) May enter into a trademark license agreement with a8 qualified entity.

9 (2) Shall establish the terms and conditions under which 10 a person may be licensed to use the Made in PA trademark. 11 Terms and conditions must require a licensee to produce, 12 process, promote or market a Pennsylvania-made commodity in a 13 manner acceptable to the department that protects the 14 reputation of the Made in PA trademark.

15 (3) May periodically review a licensing agreement to16 determine if the terms are being met.

(b) Cooperative activities.--The department may engage in cooperative activities to implement and advance the purposes of this act.

20 (c) Public information Internet website.--

(1) The department shall compile a list of the qualified
entities who become licensees under this act. The list shall
be made available to the public on the department's Internet
website and for other public distribution as the department
approves.

26 (2) The list shall be updated every three months and27 include:

(i) the Pennsylvania-made commodity produced,
manufactured or promoted by the licensee;

30 (ii) contact information for the licensee that may

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1	include an Internet website link; and
2	(iii) one or more locations where the Pennsylvania-
3	made commodity may be purchased.
4	Section 6. Trademark license agreement, application and
5	licensure process.
6	(a) General rules
7	(1) A qualified entity may apply to be licensed to use
8	the Made in PA trademark.
9	(2) An application must:
10	(i) be on a form prepared by the department; and
11	(ii) require identification information and other
12	information the department deems necessary to determine
13	if an applicant is a qualified entity.
14	(3) The application form shall be provided by the
15	department upon request.
16	(4) The department may determine whether a person is a
17	qualified entity for purposes of this act.
18	(5) If the department determines that an applicant is a
19	qualified entity, it shall offer that qualified entity a
20	trademark license agreement.
21	(6) A trademark license agreement under this act is
22	effective for one year from the date upon which an agreement
23	is executed and may be renewed. An agreement must contain
24	provisions allowing for the termination of the license
25	agreement by the department or a licensee upon 60 days'
26	advance written notice to the other party.
27	(b) Preexisting trademark license agreementsA trademark
28	license agreement that is in effect prior to the effective date
29	of this section and authorizes the use of a Made in PA trademark
30	remains in effect until it is terminated or until the end of the

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1 current contract year, whichever occurs first.

2 Section 7. Costs.

3 Reimbursement of costs are as follows:

4 (1)The department may charge a licensee for costs incurred by the department in connection with the licensee's 5 6 participation in an activity, trade show, exhibition or other promotional event conducted or facilitated by the department. 7 A charge must reasonably reflect the costs incurred by the 8 9 department in facilitating the licensee's participation and may include the costs as proportional shares of event 10 11 registration fees, equipment rental fees, display area rental fees and related costs. 12

13 (2) The department may charge a licensee for costs of
14 Made in PA promotional materials provided by the department
15 at the request of the licensee.

16 Section 8. Made in PA Trademark Licensing Fund.

(a) Establishment.--There is established in the State Treasury a special fund to be known as the Made in PA Trademark Licensing Fund. The fund shall be an interest-bearing restricted revenue account. The following money shall be deposited into the fund:

(1) Money as is appropriated, given, granted or donated
for the purpose established under this act by the Federal
Government, the Commonwealth or another government or private
agency or person.

26 (2) Funds derived from the costs established under27 section 7.

(3) Funds derived from civil penalties collected by thedepartment under section 9.

30 (b) Appropriation.--Money in the fund is appropriated on a

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continuing basis to the department for the purpose of 1 administering this act. The interest and earnings received from 2 investment or deposit of the money in the fund shall be paid 3 4 into the account for the purpose authorized by this section. Unexpended money and interest or earnings on the money in the 5 6 fund may not be transferred or revert to the General Fund, but shall remain in the account to be used by the department for the 7 8 purpose specified under this section.

9 (c) Use.--Money deposited in the fund shall be used to:
10 (1) promote the licensure and use of the Made in PA
11 trademark with respect to Pennsylvania-made commodities;

12 (2) promote the Made in PA trademark as an13 identification of origin and quality;

14 (3) promote Pennsylvania-made commodities with respect15 to which the Made in PA trademark is licensed;

16 (4) pay costs associated with monitoring the use of the 17 Made in PA trademark to prohibit the unlawful or unauthorized 18 use of the trademark and enforcing rights of the trademark; 19 and

20 (5) otherwise fund the department's costs in21 administering and enforcing this act.

22 Section 9. Civil penalties.

In addition to any other remedy available at law or in equity 23 for a violation of a provision of this act or a trademark 24 25 license agreement established under this act, the department may 26 assess a civil penalty upon the person responsible for the 27 violation. The civil penalty assessed may not exceed \$10,000 and is payable to the Commonwealth and collectible in a manner 28 29 provided under law for the collection of debt. 30 Section 10. Injunctive relief.

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1 In addition to the other remedies provided under this act, 2 the Attorney General, at the request of the department, may initiate, in Commonwealth Court or the court of common pleas of 3 4 the county in which the defendant resides or has his place of business, an action in equity for an injunction to restrain 5 6 violations of this act or a trademark license agreement. In the proceeding, the court shall, upon motion of the Commonwealth, 7 issue a preliminary injunction if it finds the defendant is 8 engaging in unlawful conduct under this act or is engaging in 9 10 conduct that is causing immediate or irreparable harm to the 11 public. The Commonwealth may not be required to furnish bond or 12 other security in connection with the proceedings. In addition 13 to an injunction, the court, in equity proceedings, may levy 14 civil penalties as provided under section 9.

15 Section 11. Rules and regulations.

The department shall promulgate rules and regulations 16 17 necessary to promote the efficient, uniform and Statewide 18 administration of this act. For two years from the effective date of this section, the department may promulgate, adopt and 19 20 use guidelines to implement the provisions of this act. The 21 guidelines must be published in the Pennsylvania Bulletin but not be subject to review under section 205 of the act of July 22 31, 1968 (P.L.769, No.240), referred to as the Commonwealth 23 24 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 25 26 Act, or the act of June 25, 1982 (P.L.633, No.181), known as the 27 Regulatory Review Act. The guidelines expire no later than 28 December 31, 2015, and must be replaced by regulations that have been promulgated, adopted and published as provided under law. 29 Section 12. Effective date. 30

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1 This act shall take effect in 60 days.