

THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 756 Session of 2015

INTRODUCED BY SCHWANK, VOGEL, ARGALL, COSTA, RAFFERTY, FONTANA, BREWSTER, BLAKE, GORDNER, STEFANO, BARTOLOTTA, HUTCHINSON, BROOKS, YUDICHAK AND HUGHES, APRIL 23, 2015

SENATOR WARD, COMMUNITY, ECONOMIC AND RECREATIONAL DEVELOPMENT, AS AMENDED, JUNE 3, 2015

AN ACT

1 Amending Title 64 (Public Authorities and Quasi-Public
2 Corporations) of the Pennsylvania Consolidated Statutes, in
3 Commonwealth Financing Authority, further providing for First
4 Industries Program expiration provision.

5 The General Assembly of the Commonwealth of Pennsylvania
6 hereby enacts as follows:

7 Section 1. Section 1552(e.2) of Title 64 of the Pennsylvania <--
8 Consolidated Statutes is amended to read:

9 SECTION 1. SECTION 1552 (E) (2) AND (3.1) AND (E.2) OF TITLE <--
10 64 OF THE PENNSYLVANIA CONSOLIDATED STATUTES ARE AMENDED TO
11 READ:

12 § 1552. First Industries Program.

13 * * *

14 (E) LOAN GUARANTEES.-- <--

15 * * *

16 (2) THE BOARD SHALL REVIEW THE APPLICATION TO DETERMINE
17 ALL OF THE FOLLOWING:

18 (I) [(A) EXCEPT AS SET FORTH IN CLAUSE (B), THAT

1 THE PROJECT HAS BEEN AWARDED A PLANNING GRANT UNDER
2 THIS SECTION OR THAT AT LEAST \$1,000,000 OF PRIVATE
3 FUNDS ARE BEING INVESTED IN THE PROJECT.

4 (B) BEGINNING ON THE EFFECTIVE DATE OF THIS
5 PARAGRAPH THROUGH JULY 15, 2015, THAT] THAT THE
6 PROJECT HAS BEEN AWARDED A PLANNING GRANT UNDER THIS
7 SECTION OR THAT AT LEAST \$500,000 OF PRIVATE FUNDS
8 ARE BEING INVESTED IN THE PROJECT.

9 (II) THAT THE VALUE OF THE PROPOSED COLLATERAL IS
10 SUFFICIENT TO COVER THE FULL AMOUNT OF THE LOAN.

11 (III) THAT THE APPLICANT COMPLIED WITH ALL OTHER
12 CRITERIA ESTABLISHED BY THE BOARD.

13 * * *

14 (3.1) [BEGINNING ON THE EFFECTIVE DATE OF THIS PARAGRAPH
15 THROUGH JULY 15, 2015, A] A GUARANTEE OF 51% TO 90% OF THE
16 PRINCIPAL AMOUNT OF THE LOAN TO ASSIST WITH THE FINANCING OF
17 A PROJECT RELATED TO AGRICULTURE MAY BE AWARDED BY THE BOARD.
18 THE GUARANTEE SHALL BE SUBJECT TO A ONE-TIME FEE OF 2% OF THE
19 AMOUNT OF THE LOAN MULTIPLIED BY THE PERCENTAGE OF THE
20 GUARANTEE.

21 * * *

22 [(e.2) Sunset.--After July 15, 2015, no Farm Credit
23 Institution under the Farm Credit Act of 1971 shall be eligible
24 for any loan guarantees under this chapter.]

25 * * *

26 Section 2. This act shall take effect immediately.