THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. $2472^{Session of}_{2006}$

- INTRODUCED BY HERSHEY, DALEY, BAKER, BASTIAN, BEBKO-JONES, BELFANTI, BEYER, BLACKWELL, BOYD, BUNT, CALTAGIRONE, CAPPELLI, CRAHALLA, DELUCA, DENLINGER, DEWEESE, FABRIZIO, FAIRCHILD, FLEAGLE, FRANKEL, FREEMAN, GEIST, GINGRICH, GOODMAN, GRUCELA, HARHART, HARPER, HARRIS, HERMAN, HESS, HICKERNELL, JAMES, JOSEPHS, W. KELLER, MAJOR, MANDERINO, MANN, MARKOSEK, MCILHATTAN, MCILHINNEY, MILLARD, S. MILLER, MUNDY, MYERS, O'NEILL, PETRARCA, PHILLIPS, PICKETT, PYLE, RAPP, READSHAW, ROEBUCK, RUBLEY, SANTONI, SATHER, SCHRODER, SEMMEL, B. SMITH, SOLOBAY, SONNEY, STAIRS, STERN, R. STEVENSON, E. Z. TAYLOR, THOMAS, TIGUE, TRUE, TURZAI, WALKO, WATERS, WILT, YOUNGBLOOD, LEDERER, PARKER AND CREIGHTON, FEBRUARY 27, 2006
- AS AMENDED ON THIRD CONSIDERATION, HOUSE OF REPRESENTATIVES, MAY 3, 2006

AN ACT

Establishing a farmers' market development grant program to
 develop or expand farmers' markets; conferring powers and
 duties on the Department of Agriculture; and providing for
 funding.

- 5 The General Assembly of the Commonwealth of Pennsylvania
- 6 hereby enacts as follows:
- 7 Section 1. Short title.
- 8 This act shall be known and may be cited as the Farmers'
- 9 Market Development Act.
- 10 Section 2. Definitions.

11 The following words and phrases when used in this act shall

12 have the meanings given to them in this section unless the

13 context clearly indicates otherwise:

"Department." The Department of Agriculture of the
 Commonwealth.

3 "Farmer." A person engaged in the production of agricultural4 commodities.

5 "Farmers' market." Any building, structure or place owned, 6 leased or otherwise in possession of a person, municipal 7 corporation or public or private organization, used or intended 8 to be used by two or more farmers or an association of farmers 9 for the purpose of selling agricultural commodities directly to 10 consumers and which is physically located within this 11 Commonwealth.

12 "Grant." A grant awarded under this act.

"Program participant." An individual or household which is in need of food assistance to supplement the diet of economically depressed persons to prevent hunger or undernutrition and which is eligible for Federal or State food assistance programs.

18 "Secretary." The Secretary of Agriculture of the19 Commonwealth.

20 "Underserved area." Any of the following:

21 (1) A low-income or moderate-income census tract.

22 (2) An area of below average supermarket density.

(3) An area having a supermarket customer base with more than 50% of the customer base living in a low-income census tract or other area demonstrated to have a significant access limitation due to travel distance, as determined by the

27 Department of Agriculture.

28 Section 3. Farmers' Market Development Grant Program.
29 (a) Authorization.--The department is authorized to
30 establish a program to award grants for the purpose of
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1 developing or expanding farmers' markets.

2 (b) Eligibility.--Eligible applicants shall be located
3 within this Commonwealth and may include any of the following:
4 (1) Farmers.

4 (I) Faimers

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(2) Nonprofit organizations.

6 (3) Businesses or associations that manage or operate 7 farmers' markets.

8 (4) Local government units.

9 (c) Usage of grants.--Grants may be used for any of the 10 following:

11 (1) The cost of developing a business plan for a new 12 farmers' market.

13 (2) Predevelopment costs associated with opening a new
14 farmers' market, including site selection, demographic
15 research, farmer recruitment and sales potential analysis.

16 (3) Promotion of an existing farmers' market through
 17 marketing materials, media outreach and advertising.

18 (4) Staffing costs to manage and operate a farmers'19 market.

20 (5) The purchase of tables, stands and other display
21 materials for use in a farmers' market.

(6) The provision of nutrition education materials or
educational materials about Pennsylvania farm products to
program participants.

(7) The conduct of outreach to program participants to
increase participation in existing food assistance programs.
Section 4. Limitations on grants.

(a) Limit.--The maximum amount of a grant per a farmers'
 market location shall be \$10,000. Grants in lesser amounts may
 be approved until the cumulative total maximum grant amount is
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1 awarded.

4 (1) EXCEPT AS SET FORTH IN PARAGRAPH (2), EACH APPLICANT
5 SHALL PROVIDE AT LEAST 10% of the grant amount in matching
6 funds or in-kind goods or services.

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7 (2) THE REQUIREMENT OF PARAGRAPH (1) MAY BE WAIVED BY
8 THE SECRETARY FOR A PROJECT TO SERVE AN UNDERSERVED AREA IF
9 THE SECRETARY DETERMINES THAT THE WAIVER WILL FURTHER THE
10 PURPOSES OF THIS ACT.

11 (c) Conditions.--The secretary may approve a grant in an 12 amount less than that requested and may impose restrictions or 13 special conditions upon issuance of a grant.

14 Section 5. Applications and review of applications.

15 (a) Submittal.--Applications for grants shall be submitted16 in a form and manner as determined by the secretary.

17 (b) Factors.--In determining whether or not an applicant is
18 eligible for a grant, the secretary shall evaluate the
19 application on the basis of all of the following factors:

(1) The potential to increase consumption of
 Pennsylvania-grown agricultural commodities, preserve
 farmland and promote Pennsylvania agriculture.

23 (2) The ability of the applicant to complete the24 project.

25 (3) The potential of the farmers' market to help26 revitalize a community.

27 (4) The location of the farmers' market in an28 underserved area.

29 (5) The potential to provide increased access to
30 farmers' markets by program participants.

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(6) The number of people who will be served by the
 project.

3 (7) The overall performance of the project if the
4 project received a grant in a previous fiscal year.
5 Section 6. Grant agreement.

6 Upon approval by the secretary, the applicant shall execute a 7 written agreement which describes the terms and conditions 8 governing the grant, including a date by which the project shall 9 be completed.

10 Section 7. Verification of use of grant funds.

(a) Verification.--Within 90 days of the project completion date, the applicant shall submit to the department written receipts or other documentation to verify the total amount of the project costs.

(b) Forfeiture.--If any of the following occur, the secretary may demand, at the secretary's sole discretion, the return of all or a portion of the grant:

18 (1) The failure to submit receipts or documentation19 required under subsection (a).

20 (2) A determination by the secretary that grant funds
21 are not being spent in accordance with the terms and
22 conditions of the agreement under section 6.

(3) The failure to properly account for grant moneys.
(d) Repayment.--The grant recipient shall repay the sum
demanded by the secretary within 60 days of receipt of a written
demand.

27 Section 20. Regulations.

28 The department shall promulgate regulations as it deems 29 necessary to carry out the purposes of this act.

30 Section 21. Funding.

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1 Grants shall be awarded to the extent that funds are

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2 appropriated by the General Assembly.

3 Section 21 30. Effective date.

4 This act shall take effect in 60 days.

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