

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL
No. 2222 Session of
1995

INTRODUCED BY STEIL, MIHALICH AND PITTS, NOVEMBER 17, 1995

REFERRED TO COMMITTEE ON APPROPRIATIONS, NOVEMBER 17, 1995

AN ACT

1 Appropriating money from the Sunny Day Fund to the Department of
2 Commerce for various projects throughout this Commonwealth
3 for fiscal year 1995-1996.

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

6 Section 1. The sums set forth in this act, or as much
7 thereof as may be necessary, are hereby specifically
8 appropriated from the Sunny Day Fund to the Department of
9 Commerce for the fiscal year July 1, 1995, to June 30, 1996, for
10 the projects listed to enhance economic development and the
11 creation of jobs in this Commonwealth in accordance with the
12 provisions of Chapter 1 of the act of July 1, 1985 (P.L.120,
13 No.32), known as the Sunny Day Fund Act.

14 Section 2. The following amounts are appropriated to the
15 Department of Commerce to induce companies to locate large
16 industrial, manufacturing or research and development
17 enterprises within this Commonwealth:

18 (1) For the purpose of making a loan to Lockheed Martin

Corporation to construct the Center for Communications
Payloads and Power Components in Bucks County. It is
estimated that this project will create 1,500 new jobs within
three years of operation.

State appropriation.....\$15,000,000

(2) For the purpose of making a loan to Sony
Electronics, Inc., to construct a video glass manufacturing
facility in Westmoreland County. It is estimated that this
project will create 500 new jobs within three years of
operation.

State appropriation.....\$3,000,000

(3) For the purpose of making a loan to Genesis Health
Ventures for the purpose of constructing a corporate
headquarters in Chester County. It is estimated that this
project will create 230 new jobs within three years of
operation.

State appropriation.....\$1,500,000

Section 3. It is the intent of the General Assembly that the
appropriations in section 2 shall be loaned at an annual
interest rate that in no case shall be greater than 3%. Private
companies which receive Sunny Day Fund assistance but fail to
make the investment in the enterprise development as specified
in section 2 shall be liable for the repayment of all Sunny Day
Fund moneys, including any accrued interest thereon and any
penalties set by the Secretary of Commerce. Private companies
which receive Sunny Day Fund assistance but fail to create the
number of jobs specified in the approved loan or other
agreements with the Commonwealth shall be liable for a penalty
equal to an increase in the interest charged to 2% greater than
the current prime interest rate for the remainder of the loan,

1 unless the penalty is waived by the Secretary of Commerce
2 because the failure is due to circumstances outside the control
3 of the private company. The Secretary of Commerce shall consult
4 with the chairman of the Appropriations Committee of the Senate
5 and the chairman of the Appropriations Committee of the House of
6 Representatives prior to the establishment of waiver of
7 penalties.

8 Section 4. For a period equal to the term of assistance
9 provided each project approved under this act, the Department of
10 Commerce shall provide a written report on the status of each
11 project to the Secretary of the Senate and the Chief Clerk of
12 the House of Representatives by June 30 of each year. This
13 report shall contain, at a minimum, information pertaining to
14 the specific use of the Sunny Day Fund money, the interest rate
15 and term of the Sunny Day Fund loan, the amount of principal
16 outstanding and interest due on the loan and the number of jobs
17 created by the project. All recipients of funds under this act
18 shall be required to provide any and all information required by
19 the Department of Commerce for the purpose of this act.

20 Section 5. No funds under this act shall be awarded by the
21 Department of Commerce after June 30, 1997. Any funds from this
22 appropriation remaining unexpended or unencumbered on June 30,
23 1997, shall automatically lapse into the Sunny Day Fund.

24 Section 6. This act shall take effect immediately.