



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

HOUSE BILL NO. 2265

PRINTERS NO. 2628

PRIME SPONSOR: James

COST / (SAVINGS)

FUND	FY 2021/22	FY 2022/23
General Fund	\$0	\$0
Pennsylvania Industrial Development Authority	\$0	\$0

SUMMARY: Amends Title 64 (Public Authorities and Quasi-Public Corporations) to provide for training and certification of certified economic development organizations (CEDOs). This legislation would take effect in 60 days.

ANALYSIS: This legislation amends Title 64 (Public Authorities and Quasi-Public Corporations) to establish annual training, certification, and annual reports for CEDOs through the PA Industrial Development Authority (PIDA).

Annual Training: A CEDO must provide no less than six hours of annual training in financing per year for the organization's professional staff. PIDA may establish additional training and professional development requirements.

Performance review standards shall evaluate, at the minimum, the quality of applications underwritten, packaged, and submitted to PIDA by the CEDO in the prior year and performance of the CEDO's loan portfolio.

Decertification/Annual Review: If PIDA determines that a CEDO no longer meets the requirements of the guidelines or this section, PIDA shall decertify the CEDO.

PIDA shall conduct a performance review for each CEDO each year. If funds are available, PIDA may incentivize payments to CEDOs based on the performance review.

Annual Report: No later than October 1, 2022, and each October 1 thereafter, PIDA must publish an annual report that includes the following information for CEDOs:

- A list of each CEDO that held a certification for the past fiscal year.
- A list of each organization which received certification as a CEDO during the past fiscal year.
- A list of each organization which failed to retain certification as a CEDO during the past fiscal year.

The Department of Community and Economic Development shall publish the annual report on the department's publicly accessible Internet website and shall submit the annual report to the chairs of the Community, Economic and Recreational Development Committee of the Senate and the chairs of the Commerce Committee of the House of Representatives.

FISCAL IMPACT: This legislation would have no adverse fiscal impact on Commonwealth funds.

PREPARED BY: Tim Rodrigo
House Appropriations Committee (R)

DATE: May 24, 2022

Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.