

# SENATE, No. 1576

## STATE OF NEW JERSEY 218th LEGISLATURE

INTRODUCED FEBRUARY 5, 2018

**Sponsored by:**

**Senator NILSA CRUZ-PEREZ**

**District 5 (Camden and Gloucester)**

**Senator TROY SINGLETON**

**District 7 (Burlington)**

**SYNOPSIS**

Prohibits awarding of economic development subsidy to business if payment of principal and interest on previously awarded loan or loan guarantee is greater than 24 months overdue.

**CURRENT VERSION OF TEXT**

As introduced.



**(Sponsorship Updated As Of: 2/6/2018)**

S1576 CRUZ-PEREZ, SINGLETON

2

1 AN ACT concerning certain economic development subsidies and  
2 amending P.L.2015, c.167.

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4 **BE IT ENACTED** by the Senate and General Assembly of the State  
5 of New Jersey:

6

7 1. Section 2 of P.L.2015, c.167 (C.52:18-52) is amended to  
8 read as follows:

9 2. A State public body shall not award an economic  
10 development subsidy to a recipient business that previously  
11 received an economic development subsidy that was a loan or loan  
12 guarantee if the recipient business is in default, or the payment of  
13 principal and interest is greater than 24 months overdue, on that  
14 previously awarded loan or loan guarantee.  
15 (cf: P.L.2015, c.167, s.2)

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17 2. This act shall take effect immediately but shall remain  
18 inoperative for 60 days following the date of enactment.

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STATEMENT

22

23 This bill prohibits a State public body from awarding an  
24 economic development subsidy to a business that previously  
25 received an economic development subsidy that was a loan or loan  
26 guarantee if the payment of principal and interest on that previously  
27 awarded loan or loan guarantee is greater than 24 months overdue.

**EXPLANATION** – Matter enclosed in bold-faced brackets **[thus]** in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined thus is new matter.