ASSEMBLY, No. 492

STATE OF NEW JERSEY

219th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2020 SESSION

Sponsored by:
Assemblyman JAY WEBBER
District 26 (Essex, Morris and Passaic)
Assemblyman ERIC HOUGHTALING
District 11 (Monmouth)
Assemblyman CLINTON CALABRESE
District 36 (Bergen and Passaic)

Co-Sponsored by:
Assemblyman Coughlin, Assemblywoman Pinkin, Assemblyman DiMaio, Assemblywoman Dunn, Assemblymen Space, Wirths and Scharfenberger

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 reported by the Assembly Commerce and Economic Development Committee with technical review.

(Sponsorship Updated As Of: 2/24/2020)

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

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

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

2. A State public body shall not award an economic development subsidy to a recipient business that previously received an economic development subsidy that was a loan or loan guarantee if the recipient business is in default<u>, or the payment of principal and interest is greater than 24 months overdue,</u> on that previously awarded loan or loan guarantee.

(cf: P.L.2015, c.167, s.2)

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

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 <u>thus</u> is new matter.