

Appropriation

LEGISLATIVE HISTORY CHECKLIST

Compiled by the NJ State Law Library

LAWS OF: 2021 **CHAPTER:** 114

NJSA: Appropriation (Appropriates \$50 million from General Fund to EDA to support businesses and nonprofit organizations impacted by COVID-19 pandemic.)

BILL NO: A5707 (Substituted for S3793)

SPONSOR(S) Tully, P. Christopher and others

DATE INTRODUCED: 5/12/2021

COMMITTEE: **ASSEMBLY:** Appropriations

SENATE: --

AMENDED DURING PASSAGE: No

DATE OF PASSAGE: **ASSEMBLY:** 5/20/2021

SENATE: 6/3/2021

DATE OF APPROVAL: 6/22/2021

FOLLOWING ARE ATTACHED IF AVAILABLE:

FINAL TEXT OF BILL (Introduced bill enacted) Yes

A5707

INTRODUCED BILL (INCLUDES SPONSOR'S STATEMENT): Yes

COMMITTEE STATEMENT: **ASSEMBLY:** Yes

SENATE: No

(Audio archived recordings of the committee meetings, corresponding to the date of the committee statement, *may possibly* be found at www.njleg.state.nj.us)

FLOOR AMENDMENT STATEMENT: No

LEGISLATIVE FISCAL ESTIMATE: No

S3793

INTRODUCED BILL (INCLUDES SPONSOR'S STATEMENT): Yes

COMMITTEE STATEMENT: **ASSEMBLY:** No

SENATE: No

(Audio archived recordings of the committee meetings, corresponding to the date of the committee statement, *may possibly* be found at www.njleg.state.nj.us)

FLOOR AMENDMENT STATEMENT: No

LEGISLATIVE FISCAL ESTIMATE: No

VETO MESSAGE: No

GOVERNOR'S PRESS RELEASE ON SIGNING:

Yes

FOLLOWING WERE PRINTED:

To check for circulating copies, contact New Jersey State Government Publications at the State Library (609) 278-2640 ext.103 or <mailto:refdesk@njstatelib.org>

REPORTS:

No

HEARINGS:

No

NEWSPAPER ARTICLES:

No

P.L. 2021, CHAPTER 114, *approved June 22, 2021*
Assembly, No. 5707

1 **A SUPPLEMENT** to the Fiscal Year 2021 appropriations act,
2 P.L.2020, c.97.

3
4 **BE IT ENACTED** by the Senate and the General Assembly of the
5 State of New Jersey:

6
7 1. In addition to the amounts appropriated under P.L.2020,
8 c.97, the annual appropriations act for Fiscal Year 2021, there is
9 appropriated the following sum for the purpose specified:
10

82 DEPARTMENT OF THE TREASURY
50 Economic Planning, Development, and Security
51 Economic Planning and Development

GRANTS-IN-AID

38-2043 Economic Development	\$50,000,000
Total Grants-in-Aid Appropriation, Economic Planning and Development	\$50,000,000

Grants-in-Aid:

38 Assistance to Businesses and Nonprofits, EDA	(\$50,000,000)
--	----------------

11
12 The amount hereinabove appropriated for Assistance to Businesses
13 and Nonprofits, EDA, shall be allocated to the New Jersey
14 Economic Development Authority to provide financial assistance
15 to eligible businesses and nonprofit organizations, pursuant to
16 section 1 of P.L.2021, c.46. The authority may transfer the
17 uncommitted balance of any funds hereinabove appropriated for
18 Assistance to Businesses and Nonprofits, EDA, for the purposes
19 of any program established pursuant to P.L.2021, c.42, P.L.2021,
20 c.43, P.L.2021, c.45, or P.L.2021, c.47, as well as the Sustain
21 and Serve NJ Program and the Startup Business and Nonprofit
22 Assistance Program, established pursuant to P.L. ,
23 c. (pending before the Legislature as Assembly Bill No. 5708
24 of 2021 and Senate Bill No. 3795 of 2021); provided, however,
25 that the authority shall submit notice to the Joint Budget
26 Oversight Committee no less than five calendar days before the
27 date of the transfer. At a minimum, the notice shall indicate the
28 amount of and purpose for the transferred funds.
29

30 The amount hereinabove appropriated for Assistance to Businesses
31 and Nonprofits, EDA, is conditioned upon the submission of a
32 report by the Chief Executive Officer of the New Jersey
33 Economic Development Authority to the Governor and the

A5707

3

- 1 Appropriates \$50 million from General Fund to EDA to support
- 2 businesses and nonprofit organizations impacted by COVID-19
- 3 pandemic.

ASSEMBLY, No. 5707

STATE OF NEW JERSEY 219th LEGISLATURE

INTRODUCED MAY 12, 2021

Sponsored by:

Assemblyman P. CHRISTOPHER TULLY

District 38 (Bergen and Passaic)

Assemblyman ERIC HOUGHTALING

District 11 (Monmouth)

Assemblywoman ANGELA V. MCKNIGHT

District 31 (Hudson)

Senator DAWN MARIE ADDIEGO

District 8 (Atlantic, Burlington and Camden)

Senator VIN GOPAL

District 11 (Monmouth)

Senator JOSEPH A. LAGANA

District 38 (Bergen and Passaic)

Co-Sponsored by:

Assemblyman Benson, Assemblywoman Vainieri Huttle, Assemblymen Johnson, Freiman, Mukherji, Zwicker, Auth, Wirths, Assemblywoman Lopez, Assemblyman Mazzeo, Assemblywomen Jimenez, Downey, Lampitt, Swain, Assemblymen McKeon, Armato, Mejia, Calabrese, Senators A.M.Bucco, Beach, Brown, Codey, Cruz-Perez, Cryan, Cunningham, Diegnan, Gill, Greenstein, Madden, Oroho, Pou, Rice, Ruiz, Sacco, Sarlo, Scutari, Singleton, B.Smith, Stack, Sweeney, Testa, Turner, Vitale and Weinberg

SYNOPSIS

Appropriates \$50 million from General Fund to EDA to support businesses and nonprofit organizations impacted by COVID-19 pandemic.

CURRENT VERSION OF TEXT

As introduced.

(Sponsorship Updated As Of: 6/3/2021)

1 A SUPPLEMENT to the Fiscal Year 2021 appropriations act,
2 P.L.2020, c.97.

3

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

6

7 1. In addition to the amounts appropriated under P.L.2020,
8 c.97, the annual appropriations act for Fiscal Year 2021, there is
9 appropriated the following sum for the purpose specified:

10

82 DEPARTMENT OF THE TREASURY
50 Economic Planning, Development, and Security
51 Economic Planning and Development

GRANTS-IN-AID

38-2043 Economic Development	\$50,000,000
Total Grants-in-Aid Appropriation, Economic Planning and Development	<u>\$50,000,000</u>

Grants-in-Aid:

38 Assistance to Businesses and Nonprofits, EDA	(\$50,000,000)
--	----------------

11

12 The amount hereinabove appropriated for Assistance to Businesses
13 and Nonprofits, EDA, shall be allocated to the New Jersey
14 Economic Development Authority to provide financial assistance
15 to eligible businesses and nonprofit organizations, pursuant to
16 section 1 of P.L.2021, c.46. The authority may transfer the
17 uncommitted balance of any funds hereinabove appropriated for
18 Assistance to Businesses and Nonprofits, EDA, for the purposes
19 of any program established pursuant to P.L.2021, c.42, P.L.2021,
20 c.43, P.L.2021, c.45, or P.L.2021, c.47, as well as the Sustain
21 and Serve NJ Program and the Startup Business and Nonprofit
22 Assistance Program, established pursuant to P.L. ,
23 c. (pending before the Legislature as Assembly Bill No. 5708
24 of 2021 and Senate Bill No. 3795 of 2021); provided, however,
25 that the authority shall submit notice to the Joint Budget
26 Oversight Committee no less than five calendar days before the
27 date of the transfer. At a minimum, the notice shall indicate the
28 amount of and purpose for the transferred funds.

29

30 The amount hereinabove appropriated for Assistance to Businesses
31 and Nonprofits, EDA, is conditioned upon the submission of a
32 report by the Chief Executive Officer of the New Jersey
33 Economic Development Authority to the Governor and the
34 Legislature, pursuant to section 2 of P.L.1991, c.164 (C.52:14-
35 19.1), detailing the expenditure of program funds. At a
36 minimum, the report shall indicate the number of businesses and
37 nonprofit organizations that applied for financial assistance; the

1 number of businesses and nonprofit organizations that received
2 financial assistance; the amount of financial assistance provided
3 to each recipient; and a brief description of each recipient.

4
5 Of the amounts appropriated to the New Jersey Economic
6 Development Authority for Assistance to Food and Beverage
7 Establishments, Assistance to Businesses and Nonprofits,
8 Assistance to Child Care Providers, Assistance to
9 Microbusinesses, the Sustain and Serve NJ Program, and the
10 Startup Business and Nonprofit Assistance Program, the
11 authority may retain not more than \$1,000,000 to defray
12 administrative expenses.

13
14 2. This act shall take effect immediately.

15
16
17 STATEMENT

18
19 This bill appropriates \$50 million from the General Fund to the
20 New Jersey Economic Development Authority (EDA) to support
21 businesses and nonprofit organizations impacted by the COVID-19
22 pandemic.

23 In April 2021, the State enacted P.L.2021, c.46 to provide \$15
24 million in federal funding to the EDA for disbursement to eligible
25 businesses and nonprofit organizations impacted by the COVID-19
26 pandemic. This bill provides \$50 million in additional State
27 funding to support this program. As permitted under P.L.2021,
28 c.46, the bill allows the EDA to transfer uncommitted funds to other
29 programs administered by the authority to address the impact of the
30 COVID-19 pandemic. The bill also allows a portion of these funds
31 to be used for administrative expenses.

32 As a condition of receiving State funds, the bill also requires the
33 EDA to submit a report to the Governor and the Legislature
34 detailing the expenditure of program funds. At a minimum, the
35 report would be required to indicate the number of businesses and
36 nonprofit organizations that applied for financial assistance; the
37 number of businesses and nonprofit organizations that received
38 financial assistance; the amount of financial assistance provided to
39 each recipient; and a brief description of each recipient.

ASSEMBLY APPROPRIATIONS COMMITTEE

STATEMENT TO

ASSEMBLY, No. 5707

STATE OF NEW JERSEY

DATED: MAY 18, 2021

The Assembly Appropriations Committee reports favorably Assembly Bill No. 5707.

This bill appropriates \$50 million from the General Fund to the New Jersey Economic Development Authority (EDA) to support businesses and nonprofit organizations impacted by the COVID-19 pandemic.

In April 2021, the State enacted P.L.2021, c.46 to provide \$15 million in federal funding to the EDA for disbursement to eligible businesses and nonprofit organizations impacted by the COVID-19 pandemic. This bill provides \$50 million in additional State funding to support this program. As permitted under P.L.2021, c.46, the bill allows the EDA to transfer uncommitted funds to other programs administered by the authority to address the impact of the COVID-19 pandemic. The bill also allows a portion of these funds to be used for administrative expenses.

As a condition of receiving State funds, the bill also requires the EDA to submit a report to the Governor and the Legislature detailing the expenditure of program funds. At a minimum, the report would be required to indicate the number of businesses and nonprofit organizations that applied for financial assistance; the number of businesses and nonprofit organizations that received financial assistance; the amount of financial assistance provided to each recipient; and a brief description of each recipient.

FISCAL IMPACT:

This bill is not certified as requiring a fiscal note.

SENATE, No. 3793

STATE OF NEW JERSEY 219th LEGISLATURE

INTRODUCED MAY 13, 2021

Sponsored by:

Senator DAWN MARIE ADDIEGO

District 8 (Atlantic, Burlington and Camden)

Senator VIN GOPAL

District 11 (Monmouth)

Senator JOSEPH A. LAGANA

District 38 (Bergen and Passaic)

Co-Sponsored by:

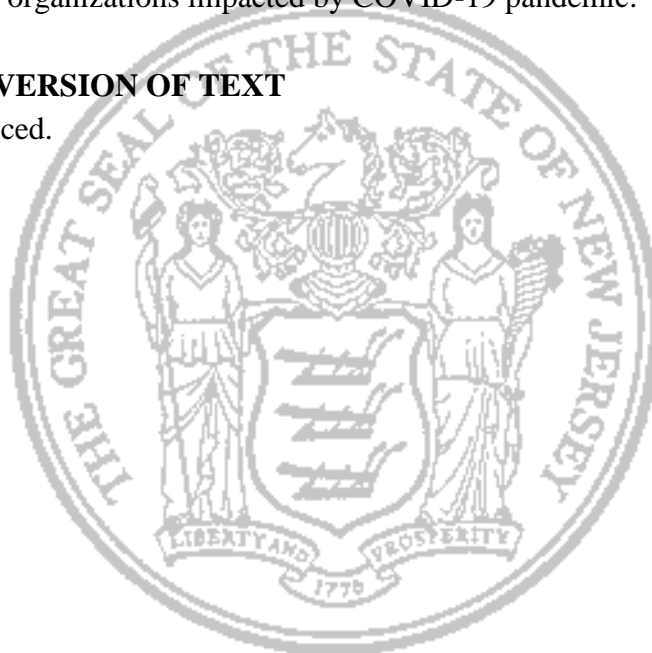
Senators A.M.Bucco, Beach, Brown, Codey, Cruz-Perez, Cryan, Cunningham, Diegnan, Gill, Greenstein, Madden, Oroho, Pou, Rice, Ruiz, Sacco, Sarlo, Scutari, Singleton, B.Smith, Stack, Sweeney, Testa, Turner, Vitale and Weinberg

SYNOPSIS

Appropriates \$50 million from General Fund to EDA to support businesses and nonprofit organizations impacted by COVID-19 pandemic.

CURRENT VERSION OF TEXT

As introduced.



(Sponsorship Updated As Of: 6/3/2021)

1 A SUPPLEMENT to the Fiscal Year 2021 appropriations act,
2 P.L.2020, c.97.

3

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

6

7 1. In addition to the amounts appropriated under P.L.2020,
8 c.97, the annual appropriations act for Fiscal Year 2021, there is
9 appropriated the following sum for the purpose specified:

10

82 DEPARTMENT OF THE TREASURY

50 Economic Planning, Development, and Security

51 Economic Planning and Development

GRANTS-IN-AID

38-2043 Economic Development	\$50,000,000
Total Grants-in-Aid Appropriation, Economic Planning and Development	<u>\$50,000,000</u>

Grants-in-Aid:

38 Assistance to Businesses and Nonprofits, EDA	(\$50,000,000)
--	----------------

11

12 The amount hereinabove appropriated for Assistance to Businesses
13 and Nonprofits, EDA, shall be allocated to the New Jersey
14 Economic Development Authority to provide financial assistance
15 to eligible businesses and nonprofit organizations, pursuant to
16 section 1 of P.L.2021, c.46. The authority may transfer the
17 uncommitted balance of any funds hereinabove appropriated for
18 Assistance to Businesses and Nonprofits, EDA, for the purposes
19 of any program established pursuant to P.L.2021, c.42, P.L.2021,
20 c.43, P.L.2021, c.45, or P.L.2021, c.47, as well as the Sustain
21 and Serve NJ Program and the Startup Business and Nonprofit
22 Assistance Program, established pursuant to P.L. ,
23 c. (pending before the Legislature as Assembly Bill No. 5708
24 of 2021 and Senate Bill No. 3795 of 2021); provided, however,
25 that the authority shall submit notice to the Joint Budget
26 Oversight Committee no less than five calendar days before the
27 date of the transfer. At a minimum, the notice shall indicate the
28 amount of and purpose for the transferred funds.

29

30 The amount hereinabove appropriated for Assistance to Businesses
31 and Nonprofits, EDA, is conditioned upon the submission of a
32 report by the Chief Executive Officer of the New Jersey
33 Economic Development Authority to the Governor and the
34 Legislature, pursuant to section 2 of P.L.1991, c.164 (C.52:14-
35 19.1), detailing the expenditure of program funds. At a
36 minimum, the report shall indicate the number of businesses and
37 nonprofit organizations that applied for financial assistance; the

1 number of businesses and nonprofit organizations that received
2 financial assistance; the amount of financial assistance provided
3 to each recipient; and a brief description of each recipient.

4
5 Of the amounts appropriated to the New Jersey Economic
6 Development Authority for Assistance to Food and Beverage
7 Establishments, Assistance to Businesses and Nonprofits,
8 Assistance to Child Care Providers, Assistance to
9 Microbusinesses, the Sustain and Serve NJ Program, and the
10 Startup Business and Nonprofit Assistance Program, the
11 authority may retain not more than \$1,000,000 to defray
12 administrative expenses.

13
14 2. This act shall take effect immediately.

15
16
17 STATEMENT

18
19 This bill appropriates \$50 million from the General Fund to the
20 New Jersey Economic Development Authority (EDA) to support
21 businesses and nonprofit organizations impacted by the COVID-19
22 pandemic.

23 In April 2021, the State enacted P.L.2021, c.46 to provide \$15
24 million in federal funding to the EDA for disbursement to eligible
25 businesses and nonprofit organizations impacted by the COVID-19
26 pandemic. This bill provides \$50 million in additional State
27 funding to support this program. As permitted under P.L.2021,
28 c.46, the bill allows the EDA to transfer uncommitted funds to other
29 programs administered by the authority to address the impact of the
30 COVID-19 pandemic. The bill also allows a portion of these funds
31 to be used for administrative expenses.

32 As a condition of receiving State funds, the bill also requires the
33 EDA to submit a report to the Governor and the Legislature
34 detailing the expenditure of program funds. At a minimum, the
35 report would be required to indicate the number of businesses and
36 nonprofit organizations that applied for financial assistance; the
37 number of businesses and nonprofit organizations that received
38 financial assistance; the amount of financial assistance provided to
39 each recipient; and a brief description of each recipient.

Governor Murphy Signs Package of Legislation to Provide \$235 Million in Small Business Relief

06/22/2021

Brings Total to More than \$600 Million in Small Business Relief Since the Start of the Pandemic

TRENTON – As New Jersey continues to recover from the ravages of the COVID-19 pandemic, Governor Phil Murphy today signed six bills – A5704, A5705, A5706, A5707, A5708, and A5709 – which provide additional aid to small businesses that continue to suffer from the economic effects of the pandemic. Together, the bill package provides \$235 million to small businesses throughout the state, allowing the New Jersey Economic Development Authority (NJEDA) to fulfill all eligible applications submitted during Phase IV of the EDA's Small Business Emergency Grant Program.

"Throughout the past year, we have focused our relief efforts on supporting New Jersey's small businesses so they can emerge from the pandemic stronger than before," **said Governor Murphy**. "This additional funding will help us add to the more than 60,000 small businesses that have received aid to date."

"As we head into the summer, it's encouraging to see more people out and about, but recovery from the severe economic impact of the pandemic won't happen overnight," said NJEDA CEO Tim Sullivan. "It's clear that businesses are still hurting, and we are grateful for the continued support of Governor Murphy and the legislature, as it will help us to bolster these businesses as they ride out what's hopefully the end of a very turbulent time."

In the Assembly the bills were sponsored by Assembly members Vince Mazzeo, Roy Freiman, Lisa Swain, Andrew Zwicker, John Armato, Chris Tully, Pedro Mejia, Angela McKnight, Adam Taliaferro, Nicholas Chiaravalloti, Linda Carter, Joann Downey, Yvonne Lopez, Stanley Sterley, and Eric Houghtaling. In the Senate, the bills were sponsored by Senators Dawn Marie Addiego, Vin Gopal, and Joseph Lagana

"Small businesses are the backbone of New Jersey's economy and assisting them as we reopen our state is paramount, **the Assembly sponsors said in a joint statement**. "We need to bolster our small business community in every way possible. Giving them the resources they need to survive and thrive is a win-win. As New Jersey returns to normalcy, we must ensure that everyone is well-positioned for our inevitable recovery."

"Our legislation will provide \$235 million in grants to help businesses and non-profits who were hit hard by the pandemic and are now deciding when and how to reopen, rehire and ramp up to full operation in the weeks and months ahead," **said Senator Dawn Addiego, the lead Senate sponsor on the bill package**. "The six-bill package sets aside \$30 million specifically for restaurants, and most important, it includes a \$25 million fund for the new restaurants, retailers and service providers that we need to fill the vacant storefronts in our downtown business districts left empty by businesses that closed."

"The restaurant, hospitality and tourism industries were crippled by the pandemic shutdown last spring and the continuing capacity restrictions that are just now being lifted sufficiently for them to be able to resume somewhat normal operations heading into the summer," **said Senator Vin Gopal**. "These new grants will be a big help."

"Small businesses are not only the backbone of our downtowns, but the biggest generators of job growth, and we are going to need that private sector job growth when all of the federal aid and incentives go away in September," **said Senator Joe Lagana**. "We need to do all we can to keep our existing small businesses afloat and help new businesses emerge."

The funding will be administered by the NJEDA, which has reopened its Phase IV grant pre-application for those businesses that missed the original deadline. To date, the EDA has distributed more than \$420 million in aid to some 63,000 businesses across the state. The breakdown of the \$235 million in proposed today's bill package is as follows:

Microbusinesses: \$120 million

Bars and Restaurants: \$20 million

Child Care Facilities: \$10 million

Other Small Businesses and non-profits: \$50 million

New Businesses and Start-Ups: \$25 million

Sustain and Serve: \$10 million

The bill signing was held at the iconic WindMill restaurant in Long Branch, owned by Rena Levine Levy and her brother Steven Levine.