

# SENATE . . . . . No. 391

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## The Commonwealth of Massachusetts

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In the Year Two Thousand Nine  
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An Act establishing a 0% interest program for the state revolving loan fund for water and sewer projects and establishing 3:1 leveraging for such projects..

*Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:*

1           SECTION 1. Chapter 159 of the Acts of 2000 is hereby amended by striking out section  
2   57, section 58, section 371 and section 372.

3           SECTION 2. Chapter 29C of the general laws as appearing in the 2004 Official Edition,  
4   is hereby amended by inserting after section 18 the following section: -

5           Section 19. The water pollution abatement trust shall leverage funds in the trust for  
6   disbursement to finance projects authorized pursuant to this chapter on the basis of a three-to-one  
7   ratio. If in the opinion of the state treasurer, such increased leveraging is not feasible, the  
8   provisions of this section shall not apply.

9           SECTION 3. Section 6 of Chapter 29C of the general laws as appearing in the 2004  
10   Official Edition, is hereby amended in the second paragraph by deleting the third sentence and  
11   inserting in place thereof the following sentence: -

12           “Notwithstanding the forgoing but subject to the limit on contract assistance provided in  
13 this section, all permanent loans and other forms of financial assistance made by the trust to  
14 finance the costs of water pollution abatement projects on the departments intended use plan for  
15 calendar year 2011 and any subsequent calendar year shall provide for a subsidy or other  
16 assistance on the payment of debt service thereon such that such loans and other forms of  
17 financial assistance shall be the financial equivalent of a loan made at an interest equal to zero  
18 per cent.”

19           SECTION 4. Subsection (g) of section 18 of said Chapter 29C of the general laws as  
20 appearing in the 2004 Official Edition, is hereby amended by deleting the second sentence and  
21 inserting in place thereof the following sentence: -

22           “Notwithstanding the forgoing but subject to the limit on contract assistance provided in  
23 this section, all permanent loans and other forms of financial assistance made by the trust to  
24 finance the costs of drinking water projects on the departments intended use plan for calendar  
25 year 2011 and any subsequent calendar year shall provide for a subsidy or other assistance on the  
26 payment of debt service thereon such that such loans and other forms of financial assistance shall  
27 be the financial equivalent of a loan made at an interest rate equal to zero per cent.”