HOUSE No. 1317

The Commonwealth of Massachusetts

PRESENTED BY:

David M. Rogers

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act leveraging additional resources for local housing authorities.

PETITION OF:

NAME:	DISTRICT/ADDRESS:	DATE ADDED:
David M. Rogers	24th Middlesex	1/18/2019
Kevin G. Honan	17th Suffolk	1/29/2019
Natalie M. Higgins	4th Worcester	1/29/2019
James B. Eldridge	Middlesex and Worcester	1/29/2019
Kay Khan	11th Middlesex	1/30/2019
RoseLee Vincent	16th Suffolk	1/30/2019
Daniel J. Hunt	13th Suffolk	1/31/2019
Brendan P. Crighton	Third Essex	1/31/2019
Liz Miranda	5th Suffolk	1/31/2019
Mary S. Keefe	15th Worcester	1/31/2019
Patricia D. Jehlen	Second Middlesex	1/31/2019
Diana DiZoglio	First Essex	1/31/2019
Mike Connolly	26th Middlesex	1/31/2019
Marjorie C. Decker	25th Middlesex	2/1/2019
Jack Patrick Lewis	7th Middlesex	2/1/2019
Sean Garballey	23rd Middlesex	2/1/2019
Peter Capano	11th Essex	2/1/2019

HOUSE No. 1317

By Mr. Rogers of Cambridge, a petition (accompanied by bill, House, No. 1317) of David M. Rogers and others for legislation to provide housing authorities with certain powers to secure indebtedness incurred for the preservation, modernization and maintenance of low- rent housing developments. Housing.

The Commonwealth of Alassachusetts

In the One Hundred and Ninety-First General Court (2019-2020)

An Act leveraging additional resources for local housing authorities.

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

SECTION 1. Section 11 of said chapter 121B, as so appearing, is hereby amended by

2 adding the following paragraph:-

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4 "Notwithstanding any general or special law to the contrary, a housing authority, with the

approval of the department, shall have the power to secure indebtedness incurred for the

preservation, modernization and maintenance of one or more of its low- rent housing

7 developments assisted under section 32 or section 34 of chapter 121B by a pledge of a portion of

capital funds awarded to it for improvements to be carried out pursuant to a department-approved

capital improvement plan in accordance with department regulations governing capital projects.

10 The department shall promulgate regulations establishing limitations on the percentage of

awarded capital funds that may be pledged to secure indebtedness, describing permitted terms for

borrowing and repayment, and establishing criteria for housing authorities that will be permitted to incur indebtedness secured by a pledge of capital funds. Any pledge of future year capital funds under this section is subject to the availability of funds under the department's capital spending plan as approved by the governor for that year. All financing documents related to future year capital fund amounts must include a statement that the pledging of funds is subject to the availability of funds under the department's capital spending plan as approved by the governor."

SECTION 2. Section 34 of said chapter 121B, as so appearing, is hereby amended by striking out the fifth paragraph and inserting in place thereof the following paragraph:-

"The proceeds of any sale or other disposition of such project in excess of the total of all obligations of the housing authority with respect to such project shall, after the payment of all bonds issued by the housing authority to finance the cost of such project and payment of the costs of the sale or disposition, be retained by the housing authority for the preservation, modernization and maintenance of its public housing assisted under this chapter as approved by the department, or where the housing authority has no public housing assisted under this chapter, such proceeds shall be paid to the department to fund capital improvements for the preservation, modernization and maintenance of state-aided public housing."

SECTION 3. Said section 34 of said chapter 121B, as so appearing, is hereby further amended by striking out the tenth paragraph and inserting in place thereof the following paragraph:-

"Whenever a housing authority shall determine that land acquired by it under clause (d) of section 11 for the purpose of this section is in excess of or no longer required for such

purposes it may, upon approval by the department, sell or otherwise dispose of such land by deed or instrument approved as to form by the attorney general. If the housing authority is disposing of such land for purposes of housing development, it may do so in accordance with section 26 of this chapter. So long as any bonds issued by a housing authority to finance the cost of a project under this section or section 35 and guaranteed by the commonwealth are outstanding, funds received from a disposition of land as provided in this chapter shall be applied in accordance with the fourth paragraph of this section. After the payment of all bonds issued by the housing authority to finance the cost of such project, funds received shall be applied in accordance with the fifth paragraph of this section.".