

# SENATE . . . . No. 358

---

---

To accompany the petition of William P. White, mayor, and the city council that the city of Lawrence be authorized to refund certain notes and to borrow outside the debt limit. Municipal Finance.

---

---

## The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Thirty-Two.

An Act to refund Outstanding Temporary Loan Notes of the City of Lawrence, and to borrow outside the Debt Limit for the Purpose of Funding Such Sums as the City shall lose, or be for Any Substantial Time deprived of the Use of, through the Default, or in the Event of, or Process of, Liquidation of Any Closed Depository of the City of Lawrence.

*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. The city of Lawrence, for the pur-  
2 pose of paying any or all of the outstanding  
3 temporary loans of the city authorized prior to  
4 January first, nineteen hundred and thirty-two  
5 in anticipation of the revenue of the year nine-  
6 teen hundred and thirty-one, may issue, from  
7 time to time within a period of two years from  
8 the effective date of this act, bonds or notes in  
9 such sum or sums as the city shall lose through

10 the liquidation of any closed depository of the  
11 city of Lawrence, but in no event to exceed the  
12 sum of five hundred thousand dollars, which  
13 shall bear on their face the words "City of  
14 Lawrence Funding Loan Act of 1932". Each  
15 authorized issue shall constitute a separate loan  
16 and such loans shall be paid in not more than ten  
17 years from their dates. Indebtedness incurred  
18 under this act shall be in excess of the statutory  
19 limit but shall, except as herein provided, be  
20 subject to chapter forty-four of the general laws,  
21 exclusive of the limitations contained in the  
22 first paragraph of section seven of said chapter,  
23 as revised by chapter three hundred and twenty-  
24 four of the acts of nineteen hundred and twenty-  
25 eight. The said city may issue, from time to  
26 time, temporary notes of the city in anticipation  
27 of the issue of serial bonds or notes herein author-  
28 ized to the amount of five hundred thousand  
29 dollars, and may renew the same provided that  
30 the period from the date of the issue of the first  
31 of such temporary notes to the date of maturity  
32 of the refunding notes shall not be more than  
33 two years; but the time within which such  
34 serial bonds or notes shall become due and pay-  
35 able shall not, by reason of such temporary  
36 notes, be extended beyond the time fixed by  
37 this section. Any notes issued in anticipation  
38 of serial bonds or notes shall be paid from the  
39 proceeds thereof or from the payments of funds  
40 now on deposit in closed depositories of the city  
41 of Lawrence. Income and corporation taxes

42 otherwise distributable in any year to said city  
43 by the commonwealth shall be set aside by the  
44 state treasurer to the extent of the principal and  
45 interest upon the serial loans authorized under  
46 this section due in said year, and shall be ex-  
47 pended by him, to such extent only, for the  
48 payment thereof unless previously such principal  
49 and interest have been paid or payment thereof  
50 has been adequately provided for; and the  
51 amount of such taxes so set aside which is not  
52 required to be so expended shall be distributed  
53 as provided by law.

1 SECTION 2. The said city may also refund or  
2 extend, from time to time for a period not ex-  
3 ceeding one year from the effective date of this  
4 act, revenue loans issued on account of the  
5 revenue of the year nineteen hundred and  
6 thirty-one and now outstanding to an amount  
7 not exceeding three hundred thousand dollars,  
8 the same to be outside the statutory limit of  
9 indebtedness.

1 SECTION 3. None of the receipts from the  
2 collection of taxes assessed by said city for the  
3 year nineteen hundred and thirty-one and prior  
4 years and outstanding on January first, nineteen  
5 hundred and thirty-two shall be appropriated for  
6 any purpose other than for the payment of  
7 liabilities of said city outstanding on January  
8 first, nineteen hundred and thirty-two, or for  
9 the payment of serial bonds or notes or tempo-



10 rary loans authorized by this act; and none of  
11 the receipts from the funds now on deposit in  
12 closed depositories of the city of Lawrence shall  
13 be appropriated or used for any purpose other  
14 than for the payment of bonds or notes author-  
15 ized by section one of this act, or for restoring  
16 moneys belonging to the sinking and trust funds  
17 of the city and now on deposit in closed deposi-  
18 tories of the city of Lawrence.

1 SECTION 4. This act shall take effect upon its  
2 passage.