

By Mr. Flaherty of Cambridge, petition of the Board of Directors of the Massachusetts Bay Transportation Authority and Charles F. Flaherty, Jr., that said authority be authorized to refund certain state bonds issued for the purchase and improvement of the Cambridge subway and providing for state aid on bond anticipation notes. Transportation.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Sixty-Nine.

AN ACT AUTHORIZING THE MASSACHUSETTS BAY TRANSPORTATION AUTHORITY TO REFUND CERTAIN BONDS OF THE COMMONWEALTH ISSUED FOR THE PURCHASE AND IMPROVEMENT OF THE CAMBRIDGE SUBWAY AND PROVIDING FOR STATE AID ON BOND ANTICIPATION NOTES OF THE AUTHORITY.

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

1 *Whereas*, the deferred operation of this act would tend to
2 defeat its purpose, which is, in part, to provide for the payment
3 and refunding by the Massachusetts Bay Transportation Au-
4 thority of bonds of the commonwealth coming due on May
5 first of the current year, therefore it is hereby declared to be
6 an emergency law, necessary for the immediate preservation
7 of the public convenience.

1 SECTION 1. The property conveyed to the commonwealth
2 under the provisions of chapter three hundred and sixty nine
3 of the general acts of nineteen hundred and nineteen and the
4 property acquired or constructed by the commonwealth under
5 chapter four hundred and eighty-three of the acts of nineteen
6 hundred and twenty-two as amended by chapter three hun-
7 dred and twenty-three and under chapter four hundred and
8 forty-four of the acts of nineteen hundred and twenty-four, so
9 far as said property is still owned by the commonwealth on
10 the effective date of this act, is hereby transferred to the
11 Massachusetts Bay Transportation Authority.

1 SECTION 2. Notwithstanding the foregoing transfer, the
2 Authority shall pay rent to the commonwealth on or before
3 May first of the current calendar year in the amount pre-
4 scribed for the current calendar year by said chapter three
5 hundred and sixty-nine and shall also continue to pay rent
6 to the commonwealth equal to the interest and principal com-
7 ing due on the bonds issued under said chapters four hundred
8 and eighty-three and four hundred and forty-four until the
9 final maturity of such bonds.

1 SECTION 3. The Authority shall also pay to the common-
2 wealth the sum of one million eight hundred and sixty-five
3 thousand dollars and shall make arrangements satisfactory
4 to the state treasurer for the payment thereof at such time
5 and place as will permit the commonwealth to apply the same
6 on May first of the current year to the payment of bonds
7 issued by the commonwealth under said chapter three hun-
8 dred and sixty-nine. This payment shall be deemed indebted-
9 ness assumed by the authority for which refunding bonds and
10 bond anticipation notes may be issued under chapter one
11 hundred and sixty-one A of the general laws, provided that
12 said refunding bonds shall mature not later than nineteen hun-
13 dred and eighty-one. The debt service on said refunding bonds
14 and the interest on said bond anticipation notes, together
15 with any principal thereof which is not funded by the issue
16 of bonds or renewal notes, shall be deemed eligible for con-
17 tract assistance under clause (C) of section twenty-eight of
18 said chapter one hundred sixty-one A and under the contract
19 for financial assistance dated December thirty-first, nineteen
20 hundred and sixty-four between the commonwealth and the
21 authority.

1 SECTION 4. Section eight B of chapter five hundred and
2 forty-four of the acts of nineteen hundred and forty-seven as
3 inserted by section three of chapter five hundred and seventy-
4 two of the acts of nineteen hundred and forty-nine is repealed.

1 SECTION 5. Section 28 of chapter 161A of the General Laws
2 is amended by adding the following paragraph at the end:—
3 Pursuant to any such contract, the executive office for ad-

4 ministration and finance may provide for financial assistance
5 by the commonwealth to the authority with respect to interest
6 on bond anticipation notes, provided that the bonds antici-
7 pated are eligible as to purpose and amount for contract as-
8 sistance under clause (A) above and provided further that
9 the percentage limitations applicable to the bonds under
10 clause (A) shall also apply to the notes. Notwithstanding any
11 contrary provision of this chapter, an amount paid by the
12 commonwealth under this paragraph shall not be treated as
13 part of the net cost of service.

