

By Mr. Flaherty of Cambridge, petition of Charles F. Flaherty for legislation to regulate the sale of existing public housing developments under certain conditions. Housing and Urban Development.

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**The Commonwealth of Massachusetts**

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In the Year One Thousand Nine Hundred and Eighty-Six.

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**AN ACT TO PROTECT THE RESIDENTS OF EXISTING PUBLIC HOUSING DEVELOPMENTS.**

*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 34 of chapter 121B of the General Laws, as most  
2 recently amended by Section 4 of chapter 490 of the Acts of  
3 1980, is hereby amended by striking out the third paragraph  
4 and inserting the following paragraph in its place: —

5 If the department shall determine that an acute shortage of  
6 housing for veterans constituting a public exigency, emergen-  
7 cy or distress no longer exists and that a shortage of low-rent  
8 housing no longer exists in a particular city or town, any pro-  
9 ject, or a part of any project with the land appurtenant thereto,  
10 constructed under this section may, with the approval of the  
11 department, be sold for the fair market value thereof as deter-  
12 mined by the department, but not less than the total of the  
13 outstanding obligations of the housing authority with respect  
14 to such project if the whole is sold or not less than that percen-  
15 tage of the total outstanding obligations of the authority with  
16 respect to such project which the cost of the part sold bears  
17 to the total cost of the entire project if a part is sold. The Hous-  
18 ing Authority Bonds Sinking Fund is hereby established and  
19 the state treasurer is hereby designated custodian thereof and  
20 he shall administer such fund in accordance with the provi-  
21 sions of chapter twenty-nine. So long as any bonds issued by  
22 a housing authority to finance the cost of a project under this  
23 section or section thirty-five and guaranteed by the com-  
24 monwealth are outstanding, the proceeds of any sale of such  
25 project shall be paid by the housing authority into such fund

26 and shall be expended from time to time by the state treasurer  
 27 to pay interest and principal of any bonds issued by such hous-  
 28 ing authority to finance such project.