

By Mr. Natsios of Holliston, petition of Andrew S. Natsios, Mary L. Padula, Royall H. Switzler and others relative to temporary loans by cities, towns and districts. Local Affairs.

The Commonwealth of Massachusetts

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

AN ACT RELATING TO TEMPORARY LOANS BY CITIES, TOWNS AND DISTRICTS.

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. Section 8 of chapter 44 of the General Laws is
2 hereby amended by striking out clause (1) and inserting in place
3 thereof the following clause: —

4 (1) For temporary loans under sections four, six, six A and
5 seventeen the periods authorized by those sections.

1 SECTION 2. Section 17 of said chapter 44 is hereby amended
2 by striking out said section and inserting in place thereof the
3 following section: —

4 *Section 17.* If a city, town or district votes to issue bonds, notes
5 or certificates of indebtedness in accordance with law, the officers
6 authorized to issue the same may, in the name of such city, town or
7 district, make a temporary loan for a period of not more than two
8 years in anticipation of the money to be derived from the sale of
9 such bonds, notes or certificates of indebtedness, and may issue
10 notes therefor; but the time within which such securities shall
11 become due and payable shall not be extended by reason of the
12 making of such temporary loan beyond the time fixed in the vote
13 authorizing the issue of such bonds, notes or certificates of
14 indebtedness. If a balance remains in the proceeds of a loan issued
15 in anticipation of a serial loan at the time when the serial loan is
16 issued, such balance shall be applied to the payment of such

17 temporary loan. Notes issued under this section and sections four,
 18 six and six A for a shorter period than is permitted by said
 19 sections may be refunded by the issue of other notes maturing
 20 within the required period; provided, that the period from the date
 21 of issue of the original loan to the date of maturity of the refunding
 22 loan shall be not more than the statutory authorization; and
 23 provided, further, that no notes shall be refunded under this sec-
 24 tion except under authority of such vote, if any, as is required for
 25 the original borrowing.

1 SECTION 3. Chapter 44 of the General Laws is hereby further
 2 amended by striking out section 17A.