

HOUSE No. 2953

The Commonwealth of Massachusetts

PRESENTED BY:

Antonio F. D. Cabral

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 creating the Massachusetts Rail Transit Fund.

PETITION OF:

NAME:	DISTRICT/ADDRESS:
<i>Antonio F. D. Cabral</i>	<i>13th Bristol</i>
<i>Mary S. Keefe</i>	<i>15th Worcester</i>
<i>Paul A. Schmid, III</i>	<i>8th Bristol</i>
<i>Jose F. Tosado</i>	<i>9th Hampden</i>
<i>Tom Sannicandro</i>	<i>7th Middlesex</i>
<i>Marc R. Pacheco</i>	<i>First Plymouth and Bristol</i>
<i>Alan Silvia</i>	<i>7th Bristol</i>
<i>Benjamin Swan</i>	<i>11th Hampden</i>
<i>Joseph W. McGonagle, Jr.</i>	<i>28th Middlesex</i>
<i>Chris Walsh</i>	<i>6th Middlesex</i>
<i>Paul R. Heroux</i>	<i>2nd Bristol</i>

HOUSE No. 2953

By Mr. Cabral of New Bedford, a petition (accompanied by bill, House, No. 2953) of Antonio F. D. Cabral and others for legislation to establish the Massachusetts rail transit fund.
Transportation.

The Commonwealth of Massachusetts

In the One Hundred and Eighty-Ninth General Court
(2015-2016)

An Act creating the Massachusetts Rail Transit Fund.

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. Chapter 90 of the General Laws, as appearing in the 2012 Official Edition,
2 is hereby amended by adding the following subsections:—

3 Section 7Z1/2. Station Reporting Requirement.

4 The registrar shall maintain a database containing the mileage of every motor vehicle
5 registered pursuant to this chapter. Every facility licensed to conduct vehicle inspections
6 pursuant to this chapter, shall, as part of said inspection, record the make, model, owner’s name,
7 license plate number and mileage of each vehicle inspected and shall report said information to
8 the registrar and the commissioner. Said reports shall be made electronically and said facilities
9 shall have electronic access to the database pursuant to procedures established by the registrar.

10 Section 34S. Vehicle Classification.

11 For purposes of sections 34T and 34U only, the registrar shall issue rules and regulations
12 to classify all vehicles required to be registered by this chapter into the following categories: zero
13 emission vehicle, motorcycle, automobile, hybrid automobile, light truck, heavy truck, hybrid
14 truck, sports utility vehicle, hybrid sports utility vehicle, van, luxury vehicle, motor home, trailer,
15 other emission producing vehicle and rental vehicle, which shall include all vehicles intended as
16 of the date of registration to be used as a rental vehicle. Said categories shall be known
17 collectively as registration classes. When any such vehicle is first registered pursuant to this
18 chapter, the registrar shall identify said vehicle as a member of one such registration class.

19 Section 34T. Green Fee.

20 (a) The registrar or his authorized agents shall collect the following fees, to be called
21 green fees, each time a vehicle is registered or the vehicle registration is renewed for any reason,
22 in the following amounts:

23 (1) For every automobile, hybrid truck and hybrid sports utility vehicle the fee shall be
24 \$30 for a new or transfer registration and two year renewals, \$15 for vehicles renewing annually.

25 (2) For every hybrid automobile and motorcycle the fee shall be \$15 for a new or transfer
26 registration and for two year renewals, \$7.50 for vehicles renewing annually.

27 (3) For every light truck, van, luxury vehicle and sports utility vehicle the fee shall be \$60
28 for a new or transfer registration and for two year renewals, \$30 for vehicles renewing annually.

29 (4) For every heavy truck, motor home and bus the fee shall be \$85 for a new or transfer
30 registration and for two year renewals, \$42.50 for vehicles renewing annually.

31 (5) For every other emission producing vehicle the fee shall be \$60 for a new or transfer
32 registration and for two year renewals, \$30 for vehicles renewing annually.

33 (6) Zero emission vehicles and any vehicle owned by any subdivision of the
34 commonwealth and used solely for official business and any vehicle identified in subsections 29,
35 30 and 33 of section 33 of chapter 90 shall be exempt from the green fee.

36 Section 34U. Emissions Fee.

37 (a) At the time of each inspection required by section 7V, the inspector shall collect and
38 remit to the registrar the following fee, to be called an emissions fee. Said fee shall equal \$.0025
39 per mile for each mile driven by the vehicle since the vehicle's last inspection, calculated using
40 the mileage reports recorded in the database maintained by the registrar pursuant to section
41 7Z1/1, or, if the vehicle has not yet had two required inspections, equal to the vehicle's mileage
42 at the inspection.

43 Section 34V. Car Rental Fee.

44 There shall be a surcharge of 5 percent of the total cost of each vehicular rental
45 transaction contract in the commonwealth, which shall be administered by the commissioner of
46 revenue. Each vendor shall collect the surcharge and remit it to the department of revenue on a
47 monthly basis. All provisions of chapter 62C of the general laws relative to assessment,
48 collection, payment, abatement, verification and administration, including penalties and interest,
49 shall, so far as pertinent, apply to this surcharge as though it were a tax enumerated in section 2
50 of said chapter 62C.

51 Section 34W. Parking Rental Fee.

52 There shall be a surcharge of 5 percent of the total cost charged to park a vehicle in the
53 commonwealth, which shall be administered by the commissioner of revenue. Each vendor shall
54 collect the surcharge and remit it to the department of revenue on a monthly basis. All provisions
55 of chapter 62C of the general laws relative to assessment, collection, payment, abatement,
56 verification and administration, including penalties and interest, shall, so far as pertinent, apply
57 to this surcharge as though it were a tax enumerated in section 2 of said chapter 62C. Said
58 surcharge shall not apply to parking owned by the commonwealth or a subdivision or authority
59 thereof.

60 SECTION 2. The general laws are hereby amended by creating the following new
61 chapter.

62 Chapter 161E. Massachusetts Rail Transit Fund

63 Section 1. As used in this chapter 161E, the following words shall have the following
64 meanings:

65 “Authority”, the Massachusetts Bay Transportation Authority, established by section 2 of
66 chapter 161A, or its successor.

67 “Car Rental Fee,” the fee established pursuant to section 34V of chapter 90.

68 "Cost", as applied to a project and the site thereof, all costs, whenever incurred, of
69 acquiring land and of acquiring, developing, constructing, improving, furnishing, equipping,
70 finishing and carrying out a project and placing the same in operation, including without limiting
71 the generality of the foregoing, the cost of all lands, property, rights, easements and interests
72 acquired pursuant hereto and all labor, materials, machinery and equipment necessary to carry

73 out a project and place the same in operation, financing charges, interest prior to and during
74 construction and for a period not exceeding two years after completion of construction, the cost
75 of environmental investigation, analyses and remediation, the cost of demolition and removal of
76 any buildings or structures on lands acquired and removal or relocation of any public utilities and
77 other facilities, relocation payments as defined in, and any other costs of relocation assistance
78 required under chapter 79A of the General Laws and this act, the costs of architectural,
79 engineering and legal services, plans, specifications, surveys, estimates of cost and of revenues,
80 other expenses necessary or incident to determining the feasibility or practicability of the project,
81 administrative, marketing and promotion expenses, reserves for debt service, and other capital
82 and current expenses and such other expenses as may be necessary or incident to the construction
83 of a project and the acquisition of land therefore.

84 “Emissions Fee,” the fee established pursuant to section 34U of chapter 90.

85 “Green Fee,” the fee established pursuant to section 34T of chapter 90.

86 “MassDOT,” the department of transportation, established pursuant to chapter 6A, or its
87 successor.

88 “Fund,” the Massachusetts Rail Transit Fund created pursuant to section 2.

89 “Operating costs,” all direct costs, whenever incurred, of operating a rail project that
90 received funding from the Fund pursuant to this chapter.

91 “Parking Rental Fee,” the fee established pursuant to section 34W of chapter 90.

92 "Rail Project", the planning, design, acquisition, development, construction, expansion,
93 rehabilitation, improvement, furnishing, equipping and finishing or any combination of the

94 foregoing, necessary to provide subway or commuter rail service to a municipality which does
95 not have such service or to increase the frequency or speed of such service to a community that
96 the secretary determines is underserved by its existing subway or commuter rail service, together
97 with all necessary and related furnishings, machinery, equipment, facilities, approaches,
98 driveways, walkways, parking facilities, roadways, public transportation and landscaping, and
99 including without limitation the acquisition of lands or other property, or rights, easements, and
100 interests acquired for or in respect of any such lands or property for a project, the demolition or
101 removal of any buildings or structures on lands so acquired or in or with respect to which
102 interests are so acquired, relocation payments and other assistance therefore, and site preparation
103 and environmental remediation. Notwithstanding the foregoing, rail project may not include
104 funds for routine maintenance to existing subway or commuter rail facilities or for capital
105 projects to improve the accessibility of existing infrastructure for passengers with disabilities or
106 to improve access to existing service, such as parking expansion, installation of bicycle racks or
107 improvements to pedestrian approaches.

108 “Registrar”, the registrar of motor vehicles, established pursuant to chapter 90.

109 "Secretary", the secretary of MassDOT.

110 Section 2. There shall be established and set up on the books of the commonwealth a
111 separate fund, to be known as the Massachusetts Rail Transit Fund, consisting of amounts
112 credited to the fund in accordance with section 3. The fund shall be administered in accordance
113 with the provisions of this act by the state treasurer and shall be held in trust exclusively for the
114 purposes and the beneficiaries described herein. The state treasurer shall be treasurer-custodian
115 of the fund and shall have the custody of its monies and securities.

116 Section 3. Commencing on the first day of the first full calendar month following 30 days
117 after the effective date of this act, the following receipts shall be credited to, and deposited by the
118 state treasurer in the Fund and used in accordance with this section: (i) the proceeds from two
119 cents per gallon of the fee collected in the previous fiscal year pursuant to chapter 21J; (ii) the
120 green fee; (iii) the emissions fee; (iv) the car rental fee; (iv) the parking rental fee . In addition, in
121 accordance with section 7, the local project receipts shall be credited to, and deposited by the
122 state treasurer in the Fund and shall be kept in segregated accounts for each rail project to be
123 used in accordance with this chapter.

124 Section 4. Notwithstanding any general or special law to the contrary, the secretary shall
125 annually rank all of the rail projects contained in MassDOT's capital investment program. The
126 secretary shall group said rail projects into two groups. Group 1 shall include those of said rail
127 projects that would provide new rail service to a city or town in the commonwealth that does not
128 have a commuter rail or rapid transit stop within its borders or, if a rail project would establish
129 new stations in more than one city or town, those rail projects that would provide new rail
130 service to cities or towns in the commonwealth half or more of whom do not have a commuter
131 rail or rapid transit stop within their borders. Group 2 shall include all rail projects contained in
132 said capital investment program that are not included in group 1. The secretary shall rank the rail
133 projects within each group based on each rail project's performance relative to the other rail
134 projects in that group on the following evaluation criteria: the cost effectiveness of air quality
135 improvements which the capital investment program predicts a rail project would achieve, the
136 rail project's projected cost per rider and cost per new mass transit rider, whether a rail project
137 constitutes a transit commitment made in connection to the central artery project or is otherwise
138 required by law, the likely economic benefits of a rail project, the likelihood that a rail project

139 will result in smart growth development, rather than sprawl, and whether a rail project would
140 serve any environmental justice target, all as defined and described in the capital investment
141 program. The secretary shall report said ranking of rail projects along with his reasons therefore
142 to the clerk of the senate and the clerk of the house and the house and senate chairmen of the
143 Joint Committee on Transportation no later than January 31 of each year.

144 Section 5. (a) The authority shall notify the secretary, the state treasurer and the clerks of
145 the senate and of the house in writing when it determines: 1) that the Fund contains and is likely
146 to continue to contain funds, minus those funds already committed to other rail projects but
147 including those local project revenues dedicated to a rail project pursuant to this chapter,
148 necessary to cover: a) the cost of the rail project ranked first in group 1 by the secretary pursuant
149 to section 4 minus all other funds available to the authority to cover such cost, calculated based
150 on not less than 105 per cent of the debt service on all special obligation bonds to be issued
151 pursuant to section 17 that are required to cover the cost of such rail project and b) the amount of
152 any projected annual operating deficit determined by the authority, calculated as the average of
153 the projected operating deficits of the first ten years of the rail project's operation; and 2) that all
154 plans, approvals, licenses and permits necessary to begin construction of said rail project are in
155 the authority's possession. Upon the sale of bonds by the state treasurer for a rail project
156 described herein, that rail project shall be removed from the secretary's group rankings made
157 pursuant to section 4.

158 (b) Subsequent to the first rail project having been removed from the secretary's group
159 rankings pursuant to subsection (a), the authority shall notify the secretary, the state treasurer and
160 the clerks of the senate and of the house in writing when it determines: 1) that the Fund contains
161 and is likely to continue to contain funds, minus those funds already committed to other rail

162 projects but including those local project revenues dedicated to a rail project pursuant to this
163 chapter, necessary to cover: a) the cost of either or both, if available funds exist, of the rail
164 projects ranked first in either group 1 or group 2 by the secretary pursuant to section 4 minus all
165 other funds available to the authority to cover such cost, calculated based on not less than 105
166 per cent of the debt service on all special obligation bonds to be issued pursuant hereto that are
167 required to cover the cost of such rail project and b) the amount of any projected annual
168 operating deficit determined by the authority, calculated as the average of the projected operating
169 deficits of the first ten years of the rail project's operation; and 2) that all plans, approvals,
170 licenses and permits necessary to begin construction of said rail project are in the authority's
171 possession. Upon the sale of bonds by the state treasurer for a rail project pursuant hereto, that
172 rail project shall be removed from the secretary's group rankings made pursuant to section 4. No
173 later than ninety days after receiving said determination, the secretary shall certify to the state
174 treasurer that he has received said determination and that said determination meets the
175 requirements of this chapter and shall name the next project to be funded. In making his choice,
176 the secretary shall continue to give preference, in his discretion, to projects listed in group 1.

177 (c) Determinations described in subsections (a) and (b), shall include: (1) project plans
178 sufficiently complete to indicate the project's boundaries, such land acquisition, demolition and
179 removal of structures, and such redevelopment and general public improvements, as may be
180 proposed to be carried out and proposed land uses including preliminary project designs and a
181 description of the project programs; (2) the proposed method for relocation of persons and
182 organizations to be displaced by the project, if any; (3) cost estimates of the project, including
183 acquisition, and identification of parcels to be acquired and the estimated cost thereof; (4)
184 proposals for informing and communicating with the affected communities; and (5) a description

185 of measures to mitigate environmental and neighborhood impacts of the project and such other
186 planning and urban design issues as the authority shall determine are presented by the project.

187 (d) In connection with the preparation of the plans described in subsection (c) and the
188 exercise by the authority of its powers under this act, the authority and its authorized agents and
189 contractors are hereby authorized, whenever the authority deems it necessary or convenient, to
190 enter onto any properties and the improvements thereon and to undertake appraisals, surveys,
191 environmental analyses and investigations, including subsurface investigations, permitting
192 analyses and investigations, and other investigations and analyses, for the purpose of determining
193 the value and condition of such properties. The authority shall provide 20 days written notice by
194 certified mail to the owners of properties, as such owners are recorded in the office of the city
195 assessor, prior to any such entry. Such entry, appraisals, surveys, analyses and investigations
196 shall not be deemed a trespass, a taking by eminent domain or an entry under any eminent
197 domain or condemnation proceedings. The authority shall make reimbursement for any actual
198 injury or actual damage resulting to such properties and any improvements thereon from the
199 entry, appraisals, surveys, analyses and investigations authorized hereunder, and the authority
200 shall, as far as possible, restore such properties and the improvements thereon to their condition
201 prior to such entry, appraisals, surveys, analyses and investigations. Without derogating from the
202 foregoing, the authority is hereby authorized to exercise the power of eminent domain as
203 provided in clause (d) of section 11 of chapter 121B of the General Laws in order to temporarily
204 obtain access to properties and the improvements thereon for the authority and its agents and
205 contractors for the purpose of conducting the appraisals, surveys, analyses and investigations
206 authorized by this act. If the authority restores the properties and improvements as required

207 hereunder, the damages for the temporary taking hereby authorized shall be nominal in the
208 absence of extraordinary circumstances unique to particular properties.

209 Section 6. In order to provide for a portion of the costs of each rail project and the
210 payment of the principal of and interest on special obligation bonds of the commonwealth issued
211 pursuant hereto, there is hereby established on the first day of the first full calendar year
212 following the receipt by the secretary of the determination of the authority described in section 5
213 district improvement financing districts in the city or town or any portion thereof that will
214 receive one or more new stations or enhanced service as part of said rail project and any portion
215 of any other city or town designated by the governor that is adjacent to a city or town that will
216 receive one or more new stations or enhanced service as part of said rail project, which shall
217 operate in accordance with the provisions of section 1 of chapter 40Q.

218 Section 7. Commencing on the first day of the first full calendar year following the
219 receipt by the secretary of the determination of the authority described in section 5, the receipts
220 collected pursuant to section 6, together with investment earnings thereon, shall be credited to,
221 and deposited by the state treasurer in the segregated account within the Fund created by the state
222 treasurer for each rail project pursuant to section 3. Notwithstanding anything in section 35J of
223 chapter 10 of the general laws to the contrary, amounts described in this section shall not be
224 included in the computation of the amount to be deposited in the Massachusetts Tourism Fund
225 pursuant to said section 35J.

226 Section 8. For all rail projects constructed pursuant to this chapter all construction
227 employees employed in the construction of said project shall be paid no less than the wage rate
228 established for such work pursuant to a project labor agreement with the appropriate labor

229 organization or labor organizations, which includes (1) a uniform grievance and arbitration
230 procedure for the resolution of work-related disputes on job sites; (2) mutually agreeable uniform
231 work rules and schedules for the project; and (3) an obligation for any such labor organization
232 and its constituent members not to strike with respect to work on such project, provided that it
233 shall not be a precondition to the award of a contract that a bidder have previously entered into a
234 collective bargaining agreement with a labor organization, but only that the bidder be willing to
235 execute and comply with said project labor agreement for the project if it is awarded a contract.

236 Section 9. Expenditures from Fund funds not segregated pursuant to section 3 shall be
237 made for the following purposes only if and when the amounts available in each rail project's
238 segregated fund, created pursuant to section 3, are inadequate to the meet the cost or operating
239 costs of that rail project: (i) for the payment of the principal, including sinking fund payments
240 and premium, if any, and interest on special obligation bonds of the commonwealth issued
241 pursuant hereto and on notes issued in anticipation of such bonds for the relevant project; (ii) for
242 the maintenance of, or provision for, any reserves for debt service and other capital and current
243 expenses, including without limitation any capital reserve fund created for such purpose, and for
244 any additional security, insurance or other form of credit enhancement required or provided for
245 in any trust or other security agreement entered into pursuant to this chapter to secure such
246 bonds; and (iii) for direct expenditure for any cost of a rail project funded pursuant to this
247 chapter and for the operation, promotion and marketing thereof incurred by the authority.

248 Should the secretary determine that amounts contained in the Fund exceed those
249 necessary to fund rail project costs, the state treasurer shall transfer at the direction of the
250 secretary up to \$25,000,000 annually into the regional transit authorities forward funding trust
251 fund, created by section 63A of chapter 10 of the general laws. After any such transfer, the

252 secretary may direct some or all of the balance of the Fund to the authority to cover costs
253 incurred by the authority for any purposes.

254 Section 10. (a) The authority is hereby authorized and directed to acquire all lands,
255 properties, rights, air rights, sub-surface rights, easements and other interests necessary to
256 complete the projects. To carry out and effectuate the foregoing purposes, the authority may take
257 by eminent domain under chapter 79 or chapter 80A of the general laws, or acquire by purchase,
258 lease, gift, bequest, grant or otherwise from any party, public or private, and hold, clear, repair,
259 operate and, after having taken or acquired the same, convey as provided in this chapter, any
260 lands and other property, real or personal, improved or unimproved, tangible or intangible, and
261 any interest therein, including, to the extent not inconsistent with federal law, railroad properties,
262 necessary to complete the projects, as stipulated in the reports to be produced pursuant to section
263 5, after a public hearing of which the land owners of record have been notified by certified mail
264 and of which at least 20 days' notice has been given by publication in a newspaper having
265 general circulation in the city in which the land is located; provided, however, that no such
266 taking or acquisition shall be effected until 30 days after the authority has notified the land owner
267 of record by certified mail and has caused a notice of such determination to be published in a
268 newspaper having general circulation in the city in which the land is located. The value of any
269 lands or real property acquired by the authority by eminent domain shall be reduced by the costs
270 necessary to remediate the environment of said site. To the extent not inconsistent with federal
271 law, the taking or other acquisition by the authority of railroad rights of way or related facilities
272 from any department, authority, agency or political subdivision of the commonwealth, from any
273 railroad company, or from any other party, shall be exempt from the procedures, findings and
274 requirements of section 7 of chapter 161C of the general laws.

275 It is hereby declared that, for purposes of any constitutional entitlement to damages in the
276 event of a taking, all properties and interests taken by the authority by eminent domain by any
277 subdivision of the commonwealth are being held by the authority in a governmental and not a
278 proprietary capacity and it is not the intent of this act to confer on the authority any rights to
279 damages for such taking. Any such taking of property shall be effective notwithstanding any
280 inconsistent prior public use. The authority may make relocation payments to persons and
281 businesses displaced as a result of carrying out a project and shall otherwise provide relocation
282 assistance as provided in chapter 79A and chapter 121B of the general laws.

283 To the extent not inconsistent with federal law, if there is a taking or other acquisition of
284 railroad lines, rights of way, easements or related facilities from any party, the authority is
285 hereby authorized and directed to relocate such railroad lines.

286 (b) The authority shall have all the powers necessary and convenient to carry out the
287 purposes of this act. Without limiting the generality of the foregoing, the authority may exercise
288 with respect to the projects and any property acquired in accordance with this section all powers,
289 and shall have all immunities, consistent with this chapter, granted to operating agencies, as
290 defined in chapter 121B of the general laws or otherwise granted to the authority under any
291 general or special law.

292 (c) The authority is hereby authorized and directed to prepare or cause to be prepared a
293 report in accordance with section 62B of chapter 30 of the general laws for those of the projects
294 for which such a report has not yet been prepared or is no longer valid at the time required by
295 law. Notwithstanding the provisions of sections 62 to 62H, inclusive, of said chapter 30, the
296 authority may commence and undertake research, planning, design and other work necessary for

297 the projects and may engage an owner's representative, architects and engineers and a
298 construction manager therefore for each rail project individually, and the authority may take all
299 actions necessary or appropriate or required for acquisition of lands, air rights, sub-surface rights
300 or other property interests prior to the publication of a final environmental impact report pursuant
301 to this section and section 62C of said chapter 30; provided, however, that the Authority shall not
302 record a notice of taking with respect to any lands or other property by eminent domain as
303 provided in this section until the secretary of energy and environmental affairs has issued a
304 notice of availability of a report submitted to said secretary in accordance with said section 62C
305 which demonstrates to the satisfaction of said secretary that a project may be carried out with
306 appropriate mitigation measures as may be necessary to minimize and prevent damage to the
307 environment.

308 (d) The authority shall be excluded from the definition of an owner or operator of a
309 project with respect to releases of hazardous materials that occur before the authority acquires
310 ownership of any portion of a site pursuant to this act upon or from which such a release may
311 occur as if the authority were a city or town that has purchased or taken such land for the
312 nonpayment of taxes, in accordance with paragraph (d) of the definition of "Owner" or
313 "Operator" of section 2 of chapter 21E of the general laws; provided, however, that the authority
314 complies with all of the requirements set forth in subparagraphs (2) and (3) of said paragraph (d),
315 except that the authority shall have no obligation to comply with clause (F) of subparagraph (3)
316 of said subsection (d).

317 Section 11. (a) No person shall be precluded by chapter 7 or chapter 268A of the general
318 laws from participating by contract or otherwise in the activities of the commonwealth or the
319 authority with regard to the planning, acquisition, construction and operation of a rail project

320 contained in this act solely by reason of a financial interest, direct or indirect, in any contract or
321 extension thereof for services with respect to the project report or otherwise with respect to the
322 development of the rail project executed by such person with the commonwealth or the authority
323 prior to the effective date hereof. For purposes of the foregoing, the authority shall have all of the
324 powers granted to it by general or special law not inconsistent with this chapter. Each rail project
325 shall be exempt from compliance with applicable zoning codes and any regulations promulgated
326 thereunder.

327 (b) The authority shall prepare quarterly reports for each rail project described by this
328 chapter which shall include, but not be limited to: (i) the total dollars expended on the project to
329 date, (ii) the number of contracts entered into to date; (iii) the number of contracts entered into
330 with minority businesses; (iv) the number of contracts entered into with women-owned
331 businesses; (v) the dollar value of contracts entered into with minority businesses; (vi) the dollar
332 value of contracts entered into with women-owned businesses; (vii) the total number of
333 employees working on the project; and (viii) the total number of employees working on the
334 project, broken down by race, ethnicity and gender. Said quarterly reports shall be submitted to
335 the secretary of the executive office for administration and finance, the house ways and means
336 committee, the senate ways and means committee, the clerk of the house and the clerk of the
337 senate and posted on line on the MassDOT website.

338 Section 12. Upon the certification by the secretary of his receipt of a determination made
339 pursuant to section 6, the state treasurer shall issue bonds in such amounts and at such time as he
340 determines, after consultation with the secretary and the authority, necessary to meet the
341 expenditures required for the rail project which is the subject of said determination. Any such
342 bonds shall be special obligations of the commonwealth payable first from the project funds

343 created pursuant to section 7 to the extent available and second from the unsegregated funds
344 described in section 3.

345 Section 13. The administration of the fees imposed under section 6 is hereby vested in the
346 commissioner of revenue. Said fees shall be collected by the municipal tax officials and remitted
347 to the department of revenue on a quarterly basis. All provisions of this act relative to
348 assessment, collection, payment, abatement, verification and administration, including penalties
349 and interest, shall, so far as pertinent, be applicable to the fees imposed by this act as though they
350 were taxes enumerated in section 2 of chapter 62C.

351 Section 14. The authority or its successor is hereby authorized and directed to take
352 whatever actions are necessary to pursue any federal funds for which the projects or any portions
353 thereof are eligible and to seek or coordinate with partners where warranted.

354 Section 15. MassDOT shall choose a regional planning agency or agencies established
355 pursuant to Chapter 40B to conduct corridor land use planning for the projects. Each regional
356 planning agency or agencies shall work with municipalities, state agencies and other
357 stakeholders to complete land use corridor plans.. Each land use corridor plan shall include the
358 necessary actions to be taken by municipal or state government, including zoning and other
359 bylaw changes, in order to maximize the long term benefit of the expansion, preserve capacity
360 added by the project, promote sustainable economic and residential development, protect critical
361 open space and other natural resources, and mitigate environmental and neighborhood impacts,
362 including sprawl and gentrification.

363 The authority or its successor shall not begin construction on new rail stations to be
364 completed pursuant to chapter 161E until the secretary finds that the municipality in which the

365 station would be located has taken substantial actions to implement the applicable provisions and
366 requirements of the corridor land use plan and have taken actions to reasonably ensure ongoing
367 implementation of the plan after construction is complete.

368 One tenth of one percent of the cost of each rail project shall be used for corridor land use
369 planning pursuant to this section, and shall be allocated from the Fund to the regional planning
370 agencies identified by MassDOT for the purposes of corridor land use planning pursuant to this
371 section. Each regional planning agency receiving funds shall file a report with MassDOT and the
372 House and Senate Committees on Ways and Means detailing their activities.

373 Section 16. The provisions of this act shall be deemed to provide an exclusive, additional,
374 alternative and complete method for the doing of the things authorized hereby and shall be
375 deemed and construed to be supplemental and additional to, and not in derogation of, powers
376 conferred upon the authority or its successor; provided, however, that insofar as the provisions of
377 this act are inconsistent with the provisions of any general or special law, administrative order or
378 regulation or any limitation imposed by a corporate or municipal charter, the provisions of this
379 act shall be controlling.

380 SECTION 17. (a) To meet the expenditures necessary to carry out the provisions of
381 section 2, the state treasurer may issue and sell bonds of the commonwealth in any amount. Any
382 such bonds shall be special obligations of the commonwealth payable first from the project funds
383 described in section 7 to the extent available and second from the receipts described in section 3
384 to the extent available.

385 (b) Bonds of the commonwealth may be issued under authority of this section in such
386 manner and on such terms and conditions as the state treasurer, with the concurrence of the

387 secretary of administration and finance, may determine in accordance with the provisions of this
388 subsection and, to the extent not inconsistent with the provisions hereof, provisions of general
389 law for the issuance of bonds of the commonwealth. Bonds may be secured by a trust agreement
390 or other security agreement entered into by the state treasurer, with the concurrence of the
391 secretary of administration and finance, on behalf of the commonwealth, which trust agreement
392 or other security agreement may pledge or assign all or any part of the local project receipts
393 credited to the fund pursuant to sections 3 and 6, and any other pledged funds as hereinafter
394 provided, and rights to receive the same, whether existing or coming into existence and whether
395 held or thereafter acquired, and the proceeds thereof. The state treasurer is also authorized, with
396 the concurrence of the secretary of administration and finance, to enter into additional security,
397 insurance or other forms of credit enhancement which may be secured on a parity or subordinate
398 basis with the bonds. A pledge in any such trust or other security agreement or credit
399 enhancement agreement shall be valid and binding from the time such pledge shall be made
400 without any physical delivery or further act, and the lien of such pledge shall be valid and
401 binding as against all parties having claims of any kind in tort, contract or otherwise, irrespective
402 of whether such parties have notice thereof. Any such pledge shall be perfected by filing of the
403 trust or other security agreement or credit enhancement agreement in the records of the state
404 treasurer, and no filing need be made under chapter 106 of the general laws. Any such trust
405 agreement, security agreement or credit enhancement agreement may establish provisions
406 defining defaults and establishing remedies and other matters relating to the rights and security
407 of the holders of the bonds or other secured parties as determined by the state treasurer, including
408 provisions relating to the establishment of reserves, the issuance of additional or refunding
409 bonds, whether or not secured on a parity basis, the application of the moneys and funds pledged

410 pursuant to such agreement, in this act referred to as pledged funds, and other matters deemed
411 necessary or desirable by the state treasurer for the security of such bonds, and may also regulate
412 the custody, investment and application of moneys.

413 (c) As additional security for bonds of the commonwealth issued under authority of this
414 section, the state treasurer, with the concurrence of the secretary of administration and finance,
415 shall create and establish a special fund for each rail project, herein referred to as the Capital
416 Reserve Funds, within the Fund established under section 3 or otherwise under a trust or other
417 security agreement securing such bonds, and shall pay into the capital reserve funds any receipts
418 available for such purpose pursuant to section 3 and any other moneys appropriated and made
419 available for the purposes of such fund, any proceeds of such bonds to the extent determined by
420 the state treasurer, with the concurrence of the secretary of administration and finance, or as may
421 be provided in any such trust or other security agreement, and any other moneys available for
422 purposes of such fund as provided in this section, all of which shall be pledged funds for
423 purposes of this act.

424 (d) All moneys held in the Capital Reserve Funds, except as hereinafter provided, shall be
425 used solely for the payment of the principal of bonds of the commonwealth issued under
426 authority of this section as the same mature, the purchase of such bonds, the payment of interest
427 on such bonds or the payment of any redemption premium required to be paid when such bonds
428 are redeemed prior to maturity; provided, however, that, moneys in the capital reserve funds
429 shall not be withdrawn therefrom at any time in such amount as would reduce the amount of any
430 such fund to less than the maximum amount of principal and interest maturing and becoming due
431 in any succeeding fiscal year on all such bonds outstanding or such lesser amount as shall be
432 established by the state treasurer, with the concurrence of the secretary of administration and

433 finance, as necessary or appropriate to secure such bonds, in this act referred to as the capital
434 reserve fund requirements, except for the purpose of paying the principal of and interest on such
435 bonds maturing and becoming due and for the payment of which other receipts held in the funds
436 are not available.

437 (e) Notwithstanding any provision of this act to the contrary, the state treasurer shall not
438 issue bonds of the commonwealth under authority of this section at any time if following such
439 issuance the balance on deposit in the Capital Reserve Funds would be less than the capital
440 reserve fund requirements with respect to all such bonds then outstanding.

441 (f) If on the last day of any fiscal year during which any bonds of the commonwealth
442 issued under authority of this section are outstanding, the balance on deposit in the Capital
443 Reserve Funds shall be less than the capital reserve fund requirements as then calculated, after
444 deposit therein of all amounts available therefore in the funds or otherwise under the trust or
445 other security agreement securing such bonds, the motor fuel excise tax shall be increased and all
446 newly created revenue directed into the Fund until the balance of said capital reserve fund shall
447 again equal the capital reserve fund requirement as so certified by the secretary of administration
448 and finance but in no event shall the total amount of the excise imposed pursuant to sections 3
449 and 3A of chapter 64G of the general laws and section 22 of chapter 546 of the acts of 1969
450 exceed 14 per cent.

451 (g) In order to increase the marketability of any bonds issued by the commonwealth
452 under authority of this section, and in consideration of the acceptance of payment for any such
453 bonds, the commonwealth covenants with the purchasers and all subsequent holders and
454 transferees of any such bonds that until all such bonds, including all bonds issued to refund such

455 bonds, and the interest thereon, shall be paid or, if earlier, shall be deemed paid within the
456 meaning of any trust or other security agreement or credit enhancement agreement securing the
457 same, (i) receipts shall not be diverted from the purposes identified in this act; (ii) no pledged
458 funds shall be diverted from the funds established by section 3 or the capital reserve funds
459 except as provided in this act; (iii) in any fiscal year of the commonwealth, unless and until an
460 appropriation has been made which is sufficient to pay the principal, including sinking fund
461 payments, of and interest on all such bonds and to provide for or maintain any reserves,
462 additional security, insurance or other form of credit enhancement required or provided for in
463 any trust or other security agreement or credit enhancement agreement securing any such bonds
464 or notes, no pledged funds shall be applied to any other use; and (iv) so long as such revenues are
465 necessary, as determined by the state treasurer in accordance with any applicable trust or other
466 security agreement or credit enhancement agreement, for the purposes for which they have been
467 pledged, the rate of any fees imposed by this chapter or which may constitute pledged funds
468 under this section shall not be reduced below the amount in effect at the time of issuance of any
469 such bond.

470 (h) Any bonds issued under authority of this section, and any notes of the commonwealth
471 issued in anticipation thereof as hereinafter provided, shall be deemed to be investment securities
472 under chapter 106 of the General Laws, shall be securities in which any public officer, fiduciary,
473 insurance company, financial institution or investment company may properly invest funds and
474 shall be securities which may be deposited with any public custodian for any purpose for which
475 the deposit of bonds is authorized by law. Any such bonds and notes, their transfer and the
476 income therefrom, including profit on the sale thereof, shall at all times be exempt from taxation
477 by and within the commonwealth.

478 SECTION 18. The state treasurer may borrow, from time to time, on the credit of the
479 commonwealth such sums of money as may be necessary for the purposes of meeting payments
480 as authorized by chapter 161E in anticipation of the receipt of proceeds of special obligation
481 bonds of the commonwealth issued under authority of section 17, and may issue and renew, from
482 time to time, notes of the commonwealth therefore, bearing interest payable at such time and at
483 such rate as shall be fixed by the state treasurer. Such notes shall be issued and may be renewed
484 one or more times for such maximum term of years, not exceeding seven years, as the governor
485 may recommend to the general court in accordance with Section 3 of Article LXII of the
486 Amendments to the Constitution; provided, however, that all such notes shall be payable no later
487 than seven years after issuance. Notes and the interest thereon issued under the authority of this
488 section, notwithstanding any other provisions of this act, shall be general obligations of the
489 commonwealth.

490 SECTION 19. This act shall be construed in all respects so as to meet all constitutional
491 requirements. In carrying out the purposes and provisions of this act, all steps shall be taken
492 which are necessary to meet constitutional requirements whether or not such steps are required
493 by statute.

494 SECTION 20. Section 1 of chapter 161C of the General Laws is hereby amended by
495 adding after the last sentence the following sentence:—

496 Furthermore, to carry out the purposes of this section, the Commonwealth of
497 Massachusetts shall preserve intact the right of way for the proposed North South Rail Link. This
498 right of way is extremely vulnerable to the impact of development and redevelopment around the
499 existing rail tracks and terminals. In addition, rail projects already in planning and construction

500 phases will exceed the capacity of the South Station terminal. Preservation of the right of way for
501 the North South Rail Link will assure that rail transportation can be enhanced or expanded in our
502 region.

503 SECTION 21. Chapter 161C of the General Laws is hereby amended by inserting after
504 section 7 the following section:—

505 Section 8. This section requires the Massachusetts Department of Transportation or its
506 successor perform a study to specifically identify and map the necessary right of way to allow for
507 the construction of the proposed North South Rail Link connecting North Station to South
508 Station. This study must include particular reference to the Major Investment Study/Draft
509 Environmental Impact Report (EOEA#10270), prepared under the aegis of the executive office
510 of environmental affairs which was concluded on March 31, 2003. A plan to preserve said right
511 of way, once identified, shall be determined and implemented immediately.