HOUSE No. 4111

The Commonwealth of Massachusetts

HOUSE OF REPRESENTATIVES, May 27, 2014.

The committee on Ways and Means, to whom was referred the Bill relative to the expansion of the Boston Convention and Exhibition Center (House, No. 3952), reports recommending that the same ought to pass with an amendment substituting therefor the accompanying bill (House, No. 4111) [Mr. Diehl of Whitman dissenting].

For the committee,

BRIAN S. DEMPSEY.

HOUSE No. 4111

The Commonwealth of Massachusetts

In the Year Two Thousand Fourteen

An Act relative to the expansion of the Boston Convention and Exhibition Center.

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. It is hereby found and declared that the Boston convention and exhibition 2 center is not of sufficient size to attract and accommodate large national and international groups 3 who wish to conduct conventions, exhibitions and other similar events within the commonwealth 4 that are beneficial to the economic development of the commonwealth and the general welfare of 5 its citizens. The commonwealth is losing substantial business from events that the Boston 6 convention and exhibition center cannot accommodate thereby losing accompanying economic 7 benefits. It is further found and declared that there is satisfactory evidence that a substantial 8 number of national and international conventions would locate their activities within the commonwealth if the Boston convention and exhibition center is expanded and that such expansion would continue to grow the commonwealth's presence in the convention and meeting 11 industry putting the commonwealth at a competitive advantage resulting in more jobs, revenue and economic growth benefitting the entire commonwealth. 12

13 It is further found and declared that by attracting visitors to the commonwealth through the expansion of the Boston convention and exhibition center, it is expected that substantial 15 economic activity will be stimulated in such tourism-related industries as hotels, restaurants, 16 recreation, entertainment and retail sales. Stimulation of these industries will continue to promote 17 the overall economic development of the commonwealth and will provide new and enhanced 18 employment opportunities. Expansion of the Boston convention and exhibition center also would enable the city of Boston and the commonwealth to have an enhanced presence in the national and international convention and meeting marketplace and would leverage events to support the commonwealth's other economic sectors including life sciences, medical, high tech and 22 education.

It is further found and declared that the expansion of the Boston convention and 24 exhibition center and the expenditure of public funds for such purpose as provided in this act are

- 25 in furtherance of a public purpose and in the best interests of the commonwealth. Such expansion
- 26 was contemplated by the General Court when the Boston convention and exhibition center was
- 27 originally authorized, as evidenced by the acquisition of land for such expansion and the design
- 28 of the Boston convention and exhibition center to accommodate such expansion.
- SECTION 2. To provide for the expansion of the Boston convention and exhibition
- 30 center, the sum set forth in this section is hereby made available, subject to the provisions of law
- 31 regulating the disbursements of public funds and the approval thereof.

EXECUTIVE OFFICE FOR ADMINISTRATION AND FINANCE

- 33 0101-0101 For the BCEC expansion project as defined in section 8; provided that
- 34 amounts expended from this item shall be for the planning, development, construction and
- 35 related costs of the BCEC expansion project in accordance with the provisions of section 11; and
- 36 provided, further, that the funds authorized by this item shall be expended only in accordance
- 38 SECTION 3. Chapter 7 of the General Laws is hereby amended by inserting after section
- 39 220 the following section:-
- Section 22P. Any state department, office, commission, institution or regional authority
- 41 contracting for cleaning, maintenance or security guard services in any buildings shall abide by
- 42 section 27H of chapter 149 and any rules promulgated thereunder. Any procurement bid with the
- 43 operational services division or any other state procurement agent that does not follow the
- 44 requirements of this section or any rules promulgated hereunder shall be deemed a
- 45 nonresponsive bid. Any contract entered into by any department, office, commission, institution
- 46 or regional authority, shall be void if it is not in compliance with this section and section 27H of
- 47 chapter 149.

- 48 SECTION 4. Section 27H of chapter 149 of the General Laws, as appearing in the 2012
- 49 Official Edition, is hereby amended by striking out, in lines 1 and 2, the words "the cleaning and
- 50 maintenance of" and inserting in place thereof the following words:- cleaning, maintenance or
- 51 security guard services in.
- 52 SECTION 5. Said section 27H of said chapter 149, as so appearing, is hereby further
- 53 amended by inserting after the word "maintenance", in line 6, the following words:-, security
- 54 guard.
- 55 SECTION 6. Section 33 of chapter 190 of the acts of 1982 is hereby amended by
- 56 adding the following paragraph:-
- Any documentary materials or data whatsoever made or received by a member or
- 58 employee of the Authority and consisting of, or to the extent that such materials or data consist
- 59 of, trade secrets or commercial or financial information regarding the operation of any business

- 60 conducted by any private entity under contract with the Authority or regarding the competitive
- 61 position of such private entity in a particular field of endeavor shall not be deemed public records
- 62 of the Authority and shall not be subject to section 10 of chapter 66 of the General Laws.
- 63 Notwithstanding section 20 of chapter 30A of the General Laws, any discussion or consideration
- of such trade secrets or commercial or financial information may be held by members of the
- 65 Authority in executive sessions closed to the public, but the purpose of any such executive
- session shall be set forth in the official minutes of the Authority and no business which is not
- directly related to such purpose shall be transacted nor shall any vote be taken during such
- executive session.

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- 69 SECTION 7. Subsection (e) of section 35of said chapter 190 is hereby amended by 70 inserting after the word "functions", in line 3, the following words:-
- Such contracts and agreements may include, without limiting the foregoing, partnership 72 agreements including limited partnership agreements, joint ventures, participation agreements or equity investments. For the purposes of this subsection, "equity investments" shall mean shares in private entities, whether or not transferable or denominated stock, or interest of a limited partner in a limited partnership or membership interest in a limited liability company.
- 76 SECTION 8. As used in this act, the following words shall have the following meanings, 77 unless the context clearly requires otherwise:
 - "Authority", the Massachusetts Convention Center Authority, established pursuant to section 33 of chapter 190 of the acts of 1982, or, if said Authority shall be abolished, the board, body or commission succeeding to the principal functions thereof or to whom the powers given by this act to said Authority shall be given by law.
- 82 "BCEC expansion project", the planning, design, acquisition, development, construction, expansion, rehabilitation, improvement, furnishing, equipping and finishing or any combination of the foregoing within the convention center development area of an approximately 1,300,000 square foot expansion to the Boston convention and exhibition center containing approximately 86 335,000 square feet of additional contiguous exhibition space and attendant meeting rooms, 87 lecture rooms, ballrooms, multi-purpose space and related common areas for public circulation, 88 service and support, together with all necessary and related furnishings, furniture, machinery, equipment, facilities, approaches, driveways, walkways, roadways, planting and landscaping 90 associated therewith; the acquisition by the Authority in accordance with section 212 of chapter 139 of the acts of 2012 and this act, of lands and other property, or rights, air rights, sub-surface 92 rights, easements, leases, ground leases and other interests in respect of lands and other property, 93 adjacent to or within the general vicinity of the convention center development area to provide 94 for parking facilities, truck marshalling areas and as sites for other facilities supporting the 95 Boston convention and exhibition center, including without limitation, facilities constructed by 96 lessees of the Authority and others to provide services or accommodations for the public within

97 the BCEC Hotel Zone as defined in section 211 of chapter 139 of the acts of 2012 or where 98 otherwise authorized or permitted by law; the demolition or removal of any buildings or 99 structures within the convention center development area or on such lands or other property or 100 interests therein so acquired, and site preparation, permitting and environmental remediation 101 thereof; and the planning, design, acquisition, development, construction, equipping and 102 finishing or any combination of the foregoing on a portion of such lands or other property or 103 interests therein so acquired of 1 or more parking garages for persons presenting at or attending 104 the Boston convention and exhibition center, or utilizing such public accommodations, and other members of the general public; and measures mitigating the local impact of the foregoing; in 106 each case of a scale and scope generally consistent with the description thereof contained in the BCEC expansion project report.

"BCEC expansion project report", the report, feasibility study and program pertaining to the BCEC expansion project delivered to the clerks of the senate and the house of representatives and the senate and house committees on ways and means on October 2, 2013 in accordance with section 38N of chapter 190 of the acts of 1982.

"Boston convention and exhibition center", the convention and exhibition center and 113 related facilities so called, and all real and personal property associated therewith, owned and operated by the Authority within the convention center development area and acquired. developed, constructed, improved, furnished, equipped and otherwise carried out in accordance with section 5 of chapter 152 of the acts of 1997. Whenever appropriate, such term shall also mean such convention and exhibition center as expanded in accordance with this act.

"City", the city of Boston.

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119 "Convention center development area", the area within the city of Boston bounded and described as follows: beginning at the intersection of the eastern boundary of the South Boston Bypass Road, and the southern boundary of Summer Street, thence easterly along the southern boundary of Summer Street to the intersection of the western boundary of D Street, then 122 southerly along the western boundary of D Street to the centerline of Cypher Street, then 123 124 westerly along the centerline of Cypher Street with a line extended to the eastern boundary of the South Boston Bypass Road, and then northerly along the eastern boundary of the South Boston Bypass Road to the point of beginning. 126

127 "Convention center fund", the Convention and Exhibition Fund established by section 10 128 of chapter 152 of the acts of 1997.

129 "Cost", as applied to the BCEC expansion project, all costs, whenever incurred, including without limitation reimbursement to the convention center fund of any such costs heretofore funded from amounts applied to such purposes pursuant to section 212 of chapter 139 of the acts of 2012 and subsection (c) of section 10 of chapter 152 of the acts of 1997 of acquiring, developing, constructing, improving, furnishing, equipping, finishing and carrying out the BCEC

- expansion project, including without limiting the generality of the foregoing, the costs of all
- 135 labor, materials, machinery and equipment necessary to carry out the BCEC expansion project,
- 136 the costs of all lands and other property, and all rights, air rights, sub-surface rights, easements,
- 137 leases, ground leases and other interests in lands and other property, acquired by the Authority in
- 138 connection with the BCEC expansion project and costs of environmental investigation and
- analyses and remediation, site preparation and other development costs thereof and of the
- 140 facilities constructed thereon, the costs of permitting, inspection and licensure and of measures
- 141 mitigating the local impact of the BCEC expansion project, the costs of demolition and removal
- of any buildings or structures within the convention center development area or on such lands,
- 143 property, rights and interests so acquired and removal or relocation of any public utilities and
- 144 other facilities thereon, the costs of architectural, engineering and legal services, plans,
- specifications, surveys, estimates of cost and of revenues, including without limitation, the
- 146 BCEC expansion project report, other expenses necessary or incident to determining the
- 147 feasibility or practicability of the BCEC expansion project, administrative, marketing and
- 148 promotion expenses, and financing charges, interest prior to and during construction and for a
- 149 period not exceeding 2 years after completion of construction, reserves for debt service, and such
- 150 other capital and current expenses as may be necessary or incident to the construction or
- 151 acquisition of the BCEC expansion project, the financing thereof and the issuance of bonds or
- 152 notes by the commonwealth pursuant to the provisions of this act.
- "Minority business enterprise" or "MBE" shall have the same meaning as found in section 6 of chapter 7C of the General Laws;
- "Women business enterprise" or "WBE" shall have the same meaning as found in section 6 of chapter 7C of the General Laws;
- "Service-disabled veterans owned small business enterprise" or "SDVOBE" shall have
- 158 the same meaning as found in section 61 of Chapter 7 of the General Laws.
- SECTION 9. (a) The Authority may acquire, develop, lease, construct, improve, furnish,
- 160 equip, finish and otherwise carry out the BCEC expansion project, and to own, operate, lease,
- sub-lease, license, promote, maintain, improve and rehabilitate the same, either directly or
- 162 indirectly in whole or in part through agents, lessees, contractors, concessionaires or others,
- subject to the provisions of this act.
- (b) The Authority may acquire such lands, properties, rights, air rights, sub-surface
- 165 rights, easements, leases, ground leases and other interests identified in the BCEC expansion
- project report as the Authority deems necessary, appropriate or convenient to carry out the
- purposes of this act. To carry out and effectuate the foregoing purposes, the Authority may
- 168 acquire by purchase, lease, gift, bequest, grant or otherwise from any party, public or private, and
- 169 hold, clear, repair, operate, lease and convey, any lands and other property, real or personal,
- improved or unimproved, tangible or intangible, and any interest therein, including, to the extent

171 not inconsistent with federal law, railroad properties. To the extent not inconsistent with federal 172 law, the acquisition by the Authority of railroad rights-of-way or related facilities as aforesaid 173 from any department, authority, agency or political subdivision of the commonwealth, from any railroad company, or from any other party, shall be exempt from the procedures, findings and 175 requirements of section 7 of chapter 161C of the General Laws, and the issuance of any permit 176 for any portion of the BCEC expansion project or for facilities constructed by lessees of the 177 Authority and others as a part thereof on any lands formerly used as a railroad right-of-way or any property appurtenant thereto formerly used by any railroad company in the commonwealth shall be exempt from the provisions of section 54A of chapter 40 of the General Laws. 179

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- (c) Notwithstanding the provisions of any general or special law, rule or regulation to the contrary, the commissioner of public safety or his designee in the division of inspection of the department of public safety shall be solely responsible for inspection, enforcement, permitting 183 and licensure of the BCEC expansion project authorized or required by chapter 143 of the General Laws or section 21 of chapter 40 of the General Laws and regulations referred to therein or adopted pursuant thereto. The BCEC expansion project shall be exempt from compliance with the city's zoning code and any regulations promulgated thereunder; provided, however, the 186 Authority shall subject the BCEC expansion project to large project review as set forth in subsections 1-5 of section 80B-3 of the city's zoning code.
- (d) The Authority may prepare or cause to be prepared a report regarding the BCEC expansion project in accordance with section 62B of chapter 30 of the General Laws.; provided 190 however, notwithstanding the provisions of sections 62 to 62H, inclusive, of said chapter 30, the Authority may commence and undertake research, planning, design and other work necessary for 192 193 the BCEC expansion project and may engage an owner's project manager, architects and 194 engineers and a construction manager therefor as provided in section 10 of this act, and may take all actions necessary or appropriate or required for acquisition of lands or other property, rights, 196 air rights, sub-surface rights, easements, leases, ground leases and other interests as provided in this section, prior to the publication of a final environmental impact report pursuant to this section and section 62C of said chapter 30.

SECTION 10. (a) In undertaking the BCEC expansion project, the Authority shall establish: (i) a supplier diversity program designed and implemented to achieve meaningful participation on the part of minority business enterprises, service-disabled veteran-owned small business enterprises and women business enterprises in all phases of the management and oversight, design and construction of the BCEC expansion project and which incorporates the provisions of this subsection and clause (iii) of subsection (c); (ii) a workforce diversity program designed and implemented to achieve meaningful participation of Boston residents, minority persons and women as construction employees pursuant to clause (ii) of subsection (c); and (iii) a construction workforce training program designed and implemented to provide access and training to those traditionally under-represented in the construction trades, including minority persons and women. The Authority shall engage an owner's project management team for the

210 BCEC expansion project in accordance with the manner of selecting an owner's project manager 211 pursuant to section 44A1/2 of chapter 149 of the General Laws. In selecting an owner's project management team, the Authority shall establish a selection process that encourages the participation of a minority business enterprise, a service-disabled veteran-owned small business 214 enterprises or a women businesses enterprise as part of the owner's project management team. 215 The owner's project management team will serve as the Authority's agent and consultant during the planning, design and construction of the BCEC expansion project. The Authority shall select architects and other design professionals for the BCEC expansion project in accordance with the procedures approved by the designer selection board of the executive office for administration 219 and finance; provided, that prior to and in the selection of said architects and design professionals, the Authority shall adopt participation goals that provide for the meaningful 220 participation of minority business enterprises, service-disabled veteran-owned small business 222 enterprises and women business enterprises as architects and design professionals; provided further, that said participation goals shall be equal to the combined participation goals for 224 minority business enterprises and women business enterprises on design projects as established by the division of capital asset management and maintenance pursuant to section 6 of chapter 7C 226 of the General Laws and in effect as of January 1, 2013.

227 (b) Notwithstanding any general or special law to the contrary, the Authority shall utilize 228 the construction manager at risk approach in construction of the BCEC expansion project as provided in subsections (f) and (g) of section 5 of chapter 152 of the acts of 1997 and shall 230 select trade contractors for the BCEC expansion project as provided in said subsection (h) of said section 5, and in each case in accordance with the procedures previously adopted by the 232 Authority for construction of the Boston convention and exhibition center in consultation with the commissioner of capital asset management and maintenance and the inspector general of the commonwealth pursuant to subsections (b) and (f) of said section 5; provided, that: (i) the responsibilities assigned to a technical advisory board in said subsection (f) of said section 5 236 shall be performed by a selection committee appointed by the Authority which, in consultation with the Authority, shall determine the procedures to be applied in selection of a construction manager for the BCEC expansion project; and (ii) the decisions of such selection committee, and the decisions of the trade contractor prequalification committee appointed by the Authority in accordance with said subsection (h) of said section 5, shall be final and not subject to appeal except on grounds of fraud or collusion. The Authority shall consult with the division of capital asset management and maintenance and the inspector general with respect to any modifications to the procedures for selection of a construction manager or the procedures for selection of trade contractors as previously adopted and utilized for the construction of the Boston convention and exhibition center pursuant to said section 5; provided, however, that the division of capital asset management and maintenance shall otherwise have no jurisdiction over the BCEC expansion project. Except as otherwise provided in subsection (d), the provisions of sections 44 to 57, 248 inclusive, of chapter 7C of the General Laws, the provisions of section 39M of chapter 30 of the General Laws, the provisions of sections 44A to 44M, inclusive, of chapter 149 of the General

Laws, the provisions of chapter 149A of the General Laws, and any other general or special law or regulation providing for the advertising, bidding or awarding of contracts for planning, design, construction or improvements to real property shall not apply to contracts entered into in connection with the implementation of the BCEC expansion project.

254 (c) Except as otherwise agreed to between the Authority and the construction manager, 255 all contracts for the provision of labor, material and equipment in connection with the construction of the BCEC expansion project shall be entered into by and between the 257 construction manager and the trade contractor as provided in subsection (h) of section 5 of 258 chapter 152 of the acts of 1997;, provided, that the purchase of tangible personal property and 259 services for the BCEC expansion project by the construction manager and by trade contractors shall be exempt from the excise imposed by chapter 64H of the General Laws. The provisions set forth in said subsection (h) of said section 5 pertaining to construction employees shall also 261 262 apply to the BCEC expansion project. The provisions of sections 26 to 27F, inclusive, and section 29 of chapter 149 of the General Laws shall apply to the contract between the Authority 263 264 and the construction manager and all trade contracts awarded pursuant to this section, and in undertaking the BCEC expansion project: (i) all construction employees employed in the construction of the BCEC expansion project shall be paid no less than the wage rate established for such work pursuant to a project labor agreement with the appropriate labor organization or labor organizations, which includes a uniform grievance and arbitration procedure for the 268 resolution of work-related disputes on job sites, mutually agreeable uniform work rules and schedules for the project, and an obligation for any labor organization and its constituent members contracted to work on the BCEC expansion project not to strike with respect to work on such project; provided, that it shall not be a precondition to the award of a contract that a bidder have previously entered into a collective bargaining agreement with a labor organization, but only that the bidder be willing to execute and comply with said project labor agreement for the BCEC expansion project if it is awarded a contract; (ii) pursuant to the workforce diversity program established pursuant to subsection (a), the Authority shall establish employment goals that provide for the participation of Boston residents, minority persons, and women as 278 construction employees in accordance with the Boston Residents Construction Employment Standards established pursuant to the city of Boston code, ordinances, section 12-10; (iii) pursuant to the supplier diversity program established pursuant to subsection (a), the Authority shall adopt contractor participation goals that provide for the meaningful participation of 282 minority business enterprises and women business enterprises as construction contractors; provided further, that said participation goals shall be equal to the combined participation goals for minority business enterprises, service-disabled veteran-owned small business enterprises, and women business enterprises on public building projects as established by the division of capital asset management and maintenance pursuant to section 6 of chapter 7C of the General laws and 286 in effect on January 1, 2013; and (iv) pursuant to the workforce training program established 288 pursuant to subsection (a), the Authority shall develop and implement a program that provides training in construction-related trades to minority persons and women. 289

- (d) Notwithstanding the provisions of subsection (b), the Authority may, by majority vote of its members, elect to use other methods provided under any general or special law for procuring design or construction services for portions of the BCEC expansion project, including the provisions of section 39M of chapter 30 of the General Laws, the provisions of section 44A to 44M, inclusive, of chapter 149 of the General Laws, or the provisions of chapter 149A of the General Laws; provided, that the provisions of subsections (a) and (c) shall apply to the BCEC expansion project regardless of the method utilized for procuring construction contracts. If the Authority elects to apply the provisions of said chapter 149A to a portion of the BCEC expansion project, the Authority shall be deemed to be an exempt agency within the meaning of subsection (d) of section 4of said chapter 149A.
- 300 (e) In implementing the BCEC expansion project, the Authority shall prepare quarterly reports which shall include, but not be limited to: (i) the total dollars expended on the BCEC 301 expansion project to date; (ii) the number and type of contracts entered into to date; (iii) the number of contracts entered into with minority business enterprises; (iv) the number of contracts and entered into with service-disabled veteran-owned small business enterprises; (v) the number of 305 contracts entered into with women business enterprises; (vi) the dollar value of contracts entered 306 into with minority business enterprises; (vii) the dollar value of contracts entered into with service-disabled veteran-owned small enterprises; (viii) the dollar value of contracts entered into 308 with women business enterprises; (ix) the total number of employees working on the project; (x) the total number of employees working on the project, broken down by race, ethnicity and 310 gender; and (xi) the total number of Boston residents working on the project. Said reports shall be submitted to the secretary of the executive office for administration and finance, the house and senate committees on ways and means, the clerks of the houseand senate, and the house committee on bonding, capital expenditures and state assets. The Authority shall post each quarterly report on its website.
- 315 (f) The Authority shall establish a monitoring committee, to be known as the access and opportunity committee, which shall meet quarterly, in a forum open to the public, to review the 316 Authority's reports issued pursuant to subsection (e)of this section, monitor compliance with the provisions of subsections (a) and (c), and make recommendations to the Authority regarding the 318 319 successful implementation of the supplier diversity program and workforce diversity program established pursuant to subsection (a). The Authority, in establishing the access and opportunity 320 committee, shall ensure representation from, but not limited to, a representative of the 322 construction manager for the BCEC project, a representative of the owner's project management team, representatives of the trade contractors performing work on the BCEC expansion project, a 324 representative of the Massachusetts Minority Contractors Association, Inc., a representative of the Veteran's Business Council, the city councilor representing district 2 of the Boston city 326 council or his designee, the state representative representing the fourth Suffolk district or his designee, the state senator representing the first Suffolk district or his designee, and representatives of local, community-based organizations.

329 SECTION 11. (a) To meet the expenditures necessary to carry out the provisions of 330 section 2, the state treasurer, upon request of the governor, may issue and sell bonds of the commonwealth in an amount to be specified by the governor from time to time, but not exceeding, in the aggregate, the sum of \$1,110,000,000. All such bonds shall be special obligations of the commonwealth payable from the special receipts described in section 10 of 333 chapter 152 of the acts of 1997 to the extent available and in any case payable solely from 335 moneys credited to the convention center fund or otherwise pledged to such payment as provided in said section 10 and this act. Notwithstanding section 60A of chapter 29 of the General Laws or any other general or special law to the contrary, such bonds shall not be general obligations of the commonwealth. Such bonds shall be issued for such maximum term of years, not exceeding 338 40 years, as the governor may recommend to the general court in accordance with section 3 of Article LXII of the Amendments to the Constitution, but all such bonds shall be payable not later 341 than June 30, 2060.

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- (b) Bonds of the commonwealth may be issued under authority of this section in such 343 manner and on such terms and conditions as the state treasurer, with the concurrence of the secretary of administration and finance, may determine in accordance with the provisions of this subsection and, to the extent not inconsistent with the provisions hereof, general law relative to 345 the issuance of bonds of the commonwealth. The provisions of section 11 of chapter 152 of the acts of 1997, including without limitation the Capital Reserve Fund established pursuant to said section 11, shall apply to such bonds and the security therefor to the same extent as such provisions apply to bonds of the commonwealth outstanding under said section 11; provided, that 350 if so determined by the state treasurer, with the concurrence of the secretary of administration and finance, bonds issued under authority of this act may be issued on a parity with or 352 subordinate to such outstanding bonds. Earnings on investment of the proceeds of such bonds and on the proceeds of notes issued pursuant to section 12 shall be deposited in the convention center fund and applied to the purposes set forth in subsection (c) of section 10of said chapter 152.
- 356 (c) As additional security for bonds of the commonwealth issued under authority of this 357 section, the convention center fund, and all amounts on deposit from time to time therein, are hereby pledged to the payment of such bonds and, if so determined by the state treasurer with the 359 concurrence of the secretary of administration and finance, to the payment of bonds outstanding under section 11 of chapter 152 of the acts of 1997, subject to the application of such amounts as provided in subsection (c) of section 10of said chapter 152 and the trust agreement for such 362 bonds. In order to further increase the marketability of such bonds, the commonwealth, if so 363 determined by the state treasurer with the concurrence of the secretary of administration and finance, is hereby authorized to pledge all or any portion of the receipts from the excises imposed by section 3 of chapter 64G of the General Laws and section 22 of chapter 546 of the acts of 1969 upon the transfer of any room that are not otherwise deposited in the convention center fund pursuant to said section 10 of said chapter 152, or any other applicable law, as

368 "additional pledged receipts" to further secure such bonds. Additional pledged receipts shall be 369 included as "special receipts", as defined in subsection (b) of section 10 of chapter 152 of the acts of 1997, as amended, and shall be thereafter applied in each fiscal year, subject to the terms of the trust agreement pursuant to which such bonds are issued, first, for purposes of paying debt 372 service on such bonds or to the maintenance of the Capital Reserve Fund for such bonds established pursuant to subsection (c) of said section 11of said chapter 152 and second, as 374 otherwise provided by law.

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

SECTION 12. The state treasurer may borrow, from time to time, on the credit of the 384 commonwealth such sums of money as may be necessary for the purposes of meeting payments as authorized by section 2 in anticipation of the receipt of proceeds of special obligation bonds of the commonwealth issued under authority of section 11, and may issue and renew, from time to time, notes of the commonwealth therefor, bearing interest payable at such time and at such rate as shall be fixed by the state treasurer. Such notes shall be issued and may be renewed 1 or more 389 times for such maximum term of years, not exceeding 5 years, as the governor may recommend 390 to the general court in accordance with section 3 of Article LXII of the Amendments to the 391 Constitution; provided, however, that all such notes shall be payable not later than June 30, 2020. 392 All interest on account of the principal of such notes shall be payable from the convention center fund. Notwithstanding any provision of this act to the contrary, notes and the interest thereon issued under the authority of this section, shall be general obligations of the commonwealth.

SECTION 13. Notwithstanding clause (v) of subsection (c) of section 10 of chapter 152 of the acts of 1997 amounts held in the convention center fund that are determined by the state treasurer and the secretary of administration and finance to exceed the amount necessary to satisfy the sufficiency of such fund may be applied to defray the net cost of operations of the Authority, as defined in section 32 of chapter 190 of the acts of 1982, as amended, in an amount 400 in fiscal year 2015 not exceeding \$24,000,000, in fiscal year 2016 not exceeding \$25,000,000, in fiscal year 2017 not exceeding \$26,000,000 and an amount not exceeding \$28,000,000 in fiscal 402 year 2018 and in each fiscal year thereafter.

SECTION 14. The provisions of this act shall be deemed to provide an exclusive, additional, alternative and complete method for anything authorized herein and shall be deemed and construed to be supplemental and additional to, and not in derogation of, powers conferred

upon the Authority; provided, however, that insofar as the provisions of this act are inconsistent with the provisions of any general or special law, administrative order or regulation or any limitation imposed by a corporate or municipal charter, the provisions of this act shall be controlling.

410 SECTION 15. If, at any time, additional pledged receipts, as defined in subsection (c) of 411 section 11, are applied to pay debt service on bonds issued under the authority of section 11 or, if applicable, bonds outstanding under section 11 of chapter 152 of the acts of 1997 or to the maintenance of the Capital Reserve Fund created under said chapter 152, the convention centers 413 414 excise shall be increased, in the city of Boston only, until the amount deposited into the convention center fund from the increased excises shall be at least equal to the amount of additional pledged receipts so applied to pay debt service or to the maintenance of the Capital Reserve Fund, as so certified by the secretary of administration and finance; provided, however, 418 that in no event shall the total amount of the excise imposed pursuant to sections 3 and 3A of chapter 64G of the General Laws and section 22 of chapter 546 of the acts of 1969 exceed 14 per 420 cent. Amounts so received from the increased excises arising from the use of additional pledged receipts shall, subject to the terms of the trust agreement pursuant to which such bonds are issued 422 and to the use of such moneys for the purpose set forth in section 2 of this act, without further appropriation, be transferred, as of the end of each fiscal year, to the General Fund.