

HOUSE No. 2816

The Commonwealth of Massachusetts

PRESENTED BY:

Kenneth I. Gordon

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 repealing the property tax exemption for Massport lessees.

PETITION OF:

NAME:	DISTRICT/ADDRESS:	DATE ADDED:
<i>Kenneth I. Gordon</i>	<i>21st Middlesex</i>	<i>1/10/2023</i>

HOUSE No. 2816

By Representative Gordon of Bedford, a petition (accompanied by bill, House, No. 2816) of Kenneth I. Gordon relative to repealing property tax exemptions for certain lessees of Massachusetts Port Authority property. Revenue.

[SIMILAR MATTER FILED IN PREVIOUS SESSION
SEE HOUSE, NO. 2918 OF 2021-2022.]

The Commonwealth of Massachusetts

**In the One Hundred and Ninety-Third General Court
(2023-2024)**

An Act repealing the property tax exemption for Massport lessees.

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 465 of the acts of 1956 is hereby amended by striking out the first
2 paragraph of section 17 and inserting in place thereof the following paragraph:-

3 The exercise of the powers granted by this act will be in all respects for the benefit of the
4 people of the Commonwealth, for the increase of their commerce and prosperity, and for the
5 improvement of their health and living conditions, and as the operation and maintenance of the
6 projects by the authority will constitute the performance of essential governmental functions, the
7 authority shall not be required to pay any taxes or assessments upon any project or any property
8 acquired or used by the authority under the provisions of this act or upon the income therefrom,
9 and the bonds issued under the provisions of this act, their transfer and the income therefrom
10 (including any profit made on the sale therefrom) shall at all times be free from taxation within

11 the commonwealth. However, real property of the authority, if leased, used, or occupied in
12 connection with a business conducted for profit, shall, for the privilege of such lease, use or
13 occupancy, be valued, classified, assessed, and taxed annually as of January 1 to the lessee, user,
14 or occupant in the same manner and to the same extent as if such lessee, user, or occupant were
15 the owner thereof in full. No tax assessed under this section shall be a lien upon the real estate
16 with respect to which it is assessed; nor shall any tax be enforced by any sale or taking of such
17 real estate; but the interest of any lessee therein may be sold or taken by the collector of the town
18 in which the real estate lies for the non-payment of such taxes in the manner provided by law for
19 the sale or taking of real estate for nonpayment of annual taxes. Notwithstanding the previous
20 sentence, such collector may utilize all other remedies provided by chapter 60 of the general laws
21 for the collection of annual taxes upon real estate and for the collection of taxes assessed under
22 this section. The Authority is hereby authorized and empowered to enter into an agreement or
23 agreements with the Boston Redevelopment Authority, with the approval of the mayor of the
24 city, where the Authority will undertake to make the city annual payments in lieu of taxes in
25 connection with any real property acquired and owned by the Authority as a part of the trade and
26 transportation center, the amounts of such payments to be reasonable sums stipulated in such
27 agreement or agreements or determined in accordance with a reasonable formula so stipulated.
28 No such property shall be taxed to a lessee thereof from the Authority regardless of the date of
29 acquisition of such property by the Authority. No revenue bonds of the Authority shall be issued
30 pursuant to section four B of this act until the Authority shall have entered into such agreement
31 or agreements with the Boston Redevelopment Authority, which agreement or agreements shall
32 be conclusively deemed to comply with the provisions hereof if executed by the Boston
33 Redevelopment Authority and the mayor of the city of Boston.