



116th MAINE LEGISLATURE

FIRST REGULAR SESSION-1993

Legislative Document

No. 746

H.P. 550

House of Representatives, March 2, 1993

An Act to Increase Tenant Representation on Housing Authorities.

Reference to the Committee on Housing and Economic Development suggested and ordered printed.

✓JOSEPH W. MAYO, Clerk

Presented by Representative MITCHELL of Vassalboro. Cosponsored by Representatives: DONNELLY of Presque Isle, MELENDY of Rockland, OLIVER of Portland, WALKER of Blue Hill, Senators: CONLEY of Cumberland, HARRIMAN of Cumberland, PINGREE of Knox.

Printed on recycled paper

Be it enacted by the People of the State of Maine as follows:

2

4

6

8

10

12

14

16

18

20

22

24

26

28

30

32

Sec. 1. 30-A MRSA §4723, sub-§1, \P A, as amended by PL 1989, c. 104, Pt. C, §§8 and 10, is further amended to read:

A. Each authority shall have <u>appoint</u> 6 commissioners appeinted. No commissioner may be appointed until the authority is authorized to function as provided in section 4721. In the case of a city having a mayor-council form of government, the mayor shall appoint the commissioners with the advice and consent of the council. In the case of a city having a manager-council form of government, the council shall appoint the commissioners. In the case of a town, the selectmen <u>municipal officers</u> shall appoint the commissioners.

Any person who resides within the authority's boundaries or area, and who is otherwise eligible for appointment under this chapter, may be appointed as a commissioner of the authority. This section does not prevent a commissioner from concurrently serving as a commissioner on a renewal authority established by any city with a population of 20,000 or more.

The commissioners who are initially appointed under this section shall-be-designated-to serve for terms of one, 2, 3, 4 and 5 years, respectively, from the date of their appointment. Thereafter, the commissioners shall--be <u>are</u> appointed for a-<u>term terms</u> of 5 years, except that all vacancies shall <u>must</u> be filled for the unexpired terms. All subsequent appointments and appointments to fill a vacancy shall <u>must</u> be made as provided in this subsection.

In a municipality with housing which that is 34 (1)subsidized or assisted by programs of the United States Department of Housing and Urban Development, one 3 of 36 the commissioners must be a-resident residents of that 38 Where <u>When</u> tenant associations exist in the housing. housing, the appointing authority shall give priority 40 consideration to nominations made by the associations. The first commissioner appointed to an authority, who 42 is a resident of subsidized or assisted housing, shall be-designated-to-serve serves for a 4-year term from 44 the date of appointment. Thereafter, the commissioner shall must be appointed as provided in this subsection. 46

(2) A certificate of the appointment or reappointment
 of any commissioner shall <u>must</u> be filed with the authority. This certificate is conclusive evidence of
 the due and proper appointment of the commissioner.

Sec. 2. 30-A MRSA §4723, sub-§2, \P B, as amended by PL 1989, c. 104, Pt. C, §§8 and 10, is further amended to read:

2

4

б

8

10

12

14

16

18

20

22

24

26

28

30

32

34

36

38

46

48

50

в. The Maine State Housing Authority, as authorized by Title 5, chapter 379, shall-have has 7 commissioners, 5 of whom shall--be are appointed by the Governor, subject to review by the joint standing committee of the Legislature having jurisdiction over economic development, and to confirmation by the Legislature. The 6th commissioner is the Treasurer of State who shall serve ex officio. The Treasurer of State may designate the Deputy Treasurer of State to serve in place of the Treasurer of State. The 7th commissioner is the director of the Maine State Housing Authority who shall serve ex officio, and who is ehairman commissioners. The 5 qubernatorial chair of the limited appointments must include, but are not to, representatives of bankers and of low-income or elderly One--commissioner Three commissioners must be a people. resident residents of housing which that is subsidized or assisted by programs of the United States Department of Housing and Urban Development or of the Maine State Housing Authority. In making this appointment, the Governor shall give priority consideration to nominations that may be made by tenant associations established in the State.

The commissioners shall elect a viee-ehairman <u>vice-chair</u> of the commissioners from among their number. The commissioners of the Maine State Housing Authority shall establish and revise from time to time policies of the Maine State Housing Authority relating to the following particular matters:

> (1) Standards of issuing, servicing and redeeming bonds;

(2) Purchase, sale or commitment to purchase mortgages or notes;

(3) Initiating project construction and accepting40 properly completed facilities;

42 (4) Setting and establishing selection and evaluation standards, criteria and procedures under which it will
44 purchase, sell or agree to purchase loans, notes or obligations, having regard among other things to:

(a) Property values;

(b) Local economic conditions and expectancy;

(c) Credit and employment; and

Page 2-LR1942(1) L.D. 746 (d) Local housing conditions and needs and the availability of credit resources to meet those needs relative to similar or competing conditions and needs in other localities in the State;

(5) Setting and establishing procedures for the servicing of loans, notes and obligations acquired by it, including the allowance of servicing fees to participating lenders to whom the Maine State Housing Authority may entrust such <u>the</u> servicing;

(6) Setting and establishing procedures for the collection of money due from persons liable for payment, as to any loan, note or obligation held by the Maine State Housing Authority, by subrogation or otherwise, and to initiate and maintain any action at law or in equity, including foreclosure proceedings, to enforce payment;

(7) Setting and establishing procedures for the orderly liquidation and disposition of any property acquired by the Maine State Housing Authority through foreclosure or otherwise in full or partial satisfaction of any debt or obligation held by it; and

(8) Establishing and maintaining out of income or otherwise any reserves that the Maine State Housing Authority from time to time determines to be necessary and prudent in addition to those specifically required.

Following reasonable notice to each commissioner, commissioners of the Maine State Housing Authority constitute a quorum for the purpose of conducting its business, exercising its powers and for all other purposes, notwithstanding the existence of any vacancies. Action may be taken by the commissioners upon a vote of a majority of the commissioners present, unless its the bylaws of the Maine State Housing Authority require a larger number.

STATEMENT OF FACT

This bill increases from one to 3 the number of commissioners of local housing authorities who must be residents of assisted housing and increases from one to 3 the number of Maine State Housing Authority commissioners who must be residents of assisted housing.

> Page 3-LR1942(1) L.D. 746

40

2

4

6

8

10

12

14

16

18

20

22

24

26

28

30

32

34

36

⁷ 38

- 42
- 44
- 46 48