

DIVISION 14. - AFFORDABLE HOUSING TRUST FUND BOARD OF TRUSTEES

Footnotes:

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State Law reference— M.G.L.A. c. 44, § 55C.

Sec. 2-1000. - Established.

The affordable housing trust fund board of trustees is established.

(Ord. of 10-26-2006, § 1)

Sec. 2-1001. - Composition.

The affordable housing trust fund board of trustees shall be composed of nine trustees, including the mayor.

(Ord. of 10-26-2006, § 1; Ord. of 11-16-2023 (4), § 1)

Sec. 2-1002. - Appointment of trustees; term; vacancies.

The mayor shall serve as a trustee and appoint biennially in January, subject to confirmation by the city council, eight trustees who shall serve for a term of two years.

The terms of the members of the commission shall be so arranged that the terms of half of the members will expire each year. A vacancy occurring otherwise than by expiration of a term shall be filled for the unexpired term in the same manner as an original appointment.

No trustee, excluding the mayor, shall serve for a term exceeding two years.

(Ord. of 10-26-2006, § 1; Ord. of 5-13-2021, § I; Ord. of 11-16-2023 (4), § 1)

Sec. 2-1003. - Compensation.

The trustees shall serve without compensation.

(Ord. of 10-26-2006, § 1)

Sec. 2-1004. - Removal.

Trustees may be removed by a majority vote of the city council, subject to approval of the mayor.

(Ord. of 10-26-2006, § 1)

Sec. 2-1005. - Powers and duties.

The trustees shall administer an affordable housing trust fund to provide for the creation and preservation of affordable housing within the City of Salem for the benefit of low to moderate income households.

The specific powers and duties of the trustees, all of which shall be carried on in furtherance of the purposes set forth in this division, are as follows:

- (1) To accept and receive property, whether real or personal, by gift, grant, devise, or transfer from any person, firm, corporation or other public or private entity, including without limitation grants of funds or other property tendered to the trust in connection with provisions of any zoning ordinance or by-law or any other ordinance or by-law;
- (2) To purchase and retain real or personal property, including without restriction investments that yield a high rate of income or no income;
- (3) To sell, lease, exchange, transfer or convey any personal, mixed, or real property at public auction or by private contract for such consideration and on such terms as to credit or otherwise, and to make such contracts and enter into such undertaking relative to trust property as the board deems advisable notwithstanding the length of any such lease or contract;
- (4) To execute, acknowledge and deliver deeds, assignments, transfers, pledges, leases, covenants, contracts, promissory notes, releases and other instruments sealed or unsealed, necessary, proper or incident to any transaction in which the board engages for the accomplishment of the purposes of the trust;
- (5) To employ advisors and agents, such as accountants, appraisers and lawyers as the board deems necessary;
- (6) To pay reasonable compensation and expenses to all advisors and agents and to apportion such compensation between income and principal as the board deems advisable;
- (7) To apportion receipts and charges between incomes and principal as the board deems advisable, to amortize premiums and establish sinking funds for such purpose, and to create reserves for depreciation depletion or otherwise;
- (8) To participate in any reorganization, recapitalization, merger or similar transactions; and to give proxies or powers of attorney with or without power of substitution to vote any securities or certificates of interest; and to consent to any contract, lease, mortgage, purchase or sale of property, by or between any corporation and any other corporation or person;
- (9) To deposit any security with any protective reorganization committee, and to delegate to such committee such powers and authority with relation thereto as the board may deem proper and to pay, out of trust property, such portion of expenses and compensation of such

committee as the board may deem necessary and appropriate;

- (10) To carry property for accounting purposes other than acquisition date values;
- (11) To borrow money on such terms and conditions and from such sources as the board deems advisable, to mortgage and pledge trust assets as collateral;
- (12) To make distributions or divisions of principal in kind;
- (13) To comprise, attribute, defend, enforce, release, settle or otherwise adjust claims in favor or against the trust, including claims for taxes, and to accept any property, either in total or partial satisfaction of any indebtedness or other obligation, and subject to the provisions of this act, to continue to hold the same for such period of time as the board may deem appropriate;
- (14) To manage or improve real property; and to abandon any property which the board determined not to be worth retaining;
- (15) To hold all or part of the trust property uninvested for such purposes and for such time as the board may deem appropriate; and
- (16) To extend the time for payment of any obligation to the trust.
- (17) To study, evaluate, and recommend policies, programs, practices, ordinances, and similar measures to increase and maintain the availability of affordable and workforce housing in the City of Salem.

The powers and duties enumerated above are intended to encompass all powers and duties of the trustees. Any action, power or duty not enumerated above shall require prior approval of the city council.

(Ord. of 10-26-2006, § 1; Ord. of 12-6-2018(3), § 1)

Sec. 2-1006. - Records; annual report.

The trustees shall keep a record of its doings and at the close of every fiscal year make a report thereof to the city council. The report shall include a description and source of funds received and expended and the type of affordable housing programs or properties assisted with the funding. The trustees shall also provide the city council with a copy of the trust's annual audit.

(Ord. of 10-26-2006, § 1)

Secs. 2-1007—2-1009. - Reserved.