

**ACT 22**

An Act Relating to the Construction of Water Development Projects and Authorizing Issuance of General Obligation Bonds to Finance the Same.

WHEREAS, the first sentence of the second paragraph of section 3 of Article VI of the Constitution of this State provides that \$60,000,000 is established as the limit of the funded debt of the State at any time outstanding and unpaid; and

WHEREAS, pursuant to the Constitution of the State of Hawaii, a two-thirds vote of all the members to which each house of the legislature is entitled may authorize the issuance of bonds in excess of such limit of funded debt, provided such excess debt, at the time of authorization, would not cause the total of State indebtedness to exceed a sum equal to fifteen per cent of the total of assessed values for tax rate purposes of real property in the State, as determined by the last tax assessment rolls pursuant to law; and

WHEREAS, it is the intention of the legislature to authorize such excess debt in the manner provided by the Constitution; now, therefore,

*Be it Enacted by the Legislature of the State of Hawaii:*

SECTION 1. There is hereby appropriated for the construction of water development projects throughout the State the sum of \$6,000,000 or so much thereof as may be necessary, out of any moneys hereafter received by the treasurer of the State of Hawaii, for or on account of bond funds, under the terms of this Act.

General obligation bonds may be issued therefor in excess of the debt limit established by the first sentence of the second paragraph of section 3, Article VI, of the Constitution of this State; provided the excess debt hereby authorized, when added to the funded debt outstanding and unpaid and to the amount of all unissued bonds previously authorized in the manner provided by the second sentence of the second paragraph of section 3 of Article VI, shall not at the time of the authorization made by this Act, cause the total of such State indebtedness to exceed a sum equal to fifteen per cent of the total of assessed values for tax rate purposes of real property in the State as determined by the last tax assessment rolls pursuant to law, otherwise the provisions of this Act shall not take effect.

SECTION 2. The appropriation made in Section 1 shall be for projects designated by any Act of prior Territorial Legislature for which projects moneys have not been heretofore partially or fully allotted and shall be expended as follows:

- (a) Water development projects on Oahu.....\$3,300,000  
(To be expended by the Board of Water Supply, City and County of Honolulu, on the advice and consent of the City Council.)
- (b) Water development projects in the County of Hawaii;
  - (1) Kona Water Development.....\$ 400,000
  - (2) East Hawaii Water Development.....\$ 800,000
  - (To be expended by the Board of Water Supply, County of Hawaii, on the advice and consent of the Board of Supervisors, County of Hawaii.)
- (c) Water Development projects in the County of Maui...\$ 900,000  
(To be expended under the supervision of the Board of Supervisors, County of Maui.)
- (d) Water Development projects in the County of Kauai...\$ 600,000  
(To be expended under the supervision of the Board of Supervisors, County of Kauai.)

SECTION 3. The appropriation made in this Act shall be deemed to include cost of acquisition of necessary land, preparation of plans and construction of the projects for which it is used.

SECTION 4. This Act shall, upon its passage by a two-thirds vote of all the members to which each house of the legislature is entitled, take effect when approved in the manner provided by the Constitution of the State.

(Approved November 19, 1959.) **S.B. 86.**