

ACT 234

A Bill for an Act Relating to Grants-In-Aid to the Several Counties for Capital Improvement Projects on a Matching Basis.

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

SECTION 1. The purpose of this Act is to establish a state system of grants-in-aid to the several counties designed to encourage, stimulate and assist in the development of the several counties by means of providing capital improvement projects which are a part of the general plan of the State, or which will contribute to the economic development of the county.

SECTION 2. There is hereby established a state system of grants-in-aid to the several counties for the purpose of encouraging, stimulating and assisting the economic development of the several counties by capital improvement projects which are a part of the general plan of the State, or which will reasonably strengthen the economic development of the counties.

SECTION 3. Money allotted under the provisions of this Act by the State shall be available to the several counties on a matching basis; provided that no part of State or county moneys which constitute the matched funds shall be expended for such capital improvement projects which are not a part of the general plan of the State, or which will not reasonably contribute to the economic development of the county. The determination of (1) the extent of participation by the State on a matching basis and (2) what capital improvement projects shall reasonably contribute to the economic development of a county shall be made by the governor taking into consideration the State's goal for specific segments of its general plan and the financial position of the county.

SECTION 4. The executive officer of each of the several counties, with the advice of the board of supervisors or city council as the case may be, shall identify the project or projects to be undertaken, in his respective county, under this program subject to approval by the governor. All approved projects shall be in agreement with the State general plan or must contribute reasonably to the economic development of the county. These projects shall be approved on the basis of relative need on a state-wide basis.

SECTION 5. The department of budget and finance and the department of planning and economic development are hereby authorized to adopt rules and regulations necessary and convenient for the administration and implementation of the provisions of this Act subject to approval by the governor.

SECTION 6. This Act shall take effect upon its approval.
(Approved July 8, 1965.) **H.B. 118.**