A Bill for an Act Relating to Water Pollution Control.

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

SECTION 1. Chapter 321, Hawaii Revised Statutes, is amended by adding a new section to be appropriately numbered and to read as follows:

"Sec. 321- . Construction grants. The director of health is authorized to make grants of state funds to any state or county agency for the construction of necessary treatment works to prevent the discharge of untreated or inadequately treated sewage or other wastes into any state waters. He shall coordinate the granting of state funds with available federal funds for the same purpose. No grant shall be made for any project unless (1) the project conforms with the state water pollution control plan, (2) the project is certified by the director as entitled to priority over other eligible projects on the basis of financial as well as water pollution control needs, (3) the application for the grant contains reasonable assurances that the applicant will provide for the proper and efficient operation and maintenance of the treatment works after its construction, and (4) the applicant agrees to pay at least twenty per cent of the estimated reasonable cost of the project. The basic state grant shall be twenty-five per cent of the estimated reasonable cost of the project. Any additional state funds granted for any eligible project shall be reimbursable to the State from future federal funds made available for construction of necessary treatment works."

SECTION 2. The director of finance is authorized to issue general obligation bonds of the State in the amount of \$1,500,000 for the fiscal year ending June 30, 1970. The amount derived from the issuance of bonds shall be used only for the purpose of fulfilling the requirement of matching funds to be advanced by the State.

The director of finance is authorized to advance funds when required from the general fund to meet reimbursable costs incurred while general obligation bonds are being issued or while amounts payable out of federal funds have not been received. All amounts advanced from the general fund shall be reimbursed upon receipt of federal funds and amounts derived from the issuance of general obligation bonds.

SECTION 3. This Act shall take effect upon its approval. (Approved June 24, 1969.)