

CHAPTER 3079.

S 135
Approved
April 17, 1955.

AN ACT AUTHORIZING AND EMPOWERING THE EAST SMITHFIELD WATER DISTRICT TO ISSUE BONDS IN SERIAL FORM NOT EXCEEDING FIFTY THOUSAND DOLLARS (\$50,000.00) FOR THE PURPOSE OF THE ERECTION, CONSTRUCTION AND COMPLETION OF A WATER SYSTEM IN AND FOR SAID DISTRICT AND FOR REPAIR OR REPLACEMENTS AND EXTENSION TO THE PRESENT SYSTEM.

It is enacted by the General Assembly as follows:

Bonds authorized.

SECTION 1. The East Smithfield water district, incorporated under an act entitled "An act to incorporate the East Smithfield water district" passed at the January session, 1934, as amended, is hereby authorized and empowered to issue under its corporate name and seal, bonds in serial form to an amount not exceeding fifty thousand dollars (\$50,000.00) in addition to the bonds heretofore issued by said district and now outstanding. Said bonds shall be of the denomination of not less than one thousand dollars (\$1,000.00), shall bear interest at a rate not exceeding four per cent (4%) per annum, payable semi-annually, the principal thereof and interest thereon shall be payable in any coin or currency of the United States of America which at the time of payment is legal tender for public and private debts, and the debt secured by said bonds shall be obligatory on said district in the same manner and to the same extent as other debts lawfully contracted by said district. The dates of maturity of said bonds shall be in no case more than thirty (30) years after the date of issue, and not more than five thousand dollars (\$5,000.00) of said bonds shall become due and payable in any one year.

SEC. 2. Said bonds shall be signed by the district treasurer, countersigned by the district clerk of the East Smithfield water district and shall be issued and sold by the executive board of said district at such times and in such amounts as the said executive board shall determine: *provided, however,* that the premiums, if any, arising from the sale of said bonds shall be applied to the payment of the principal of said bonds in order of their maturity. The proceeds arising from the sale of the bonds authorized by this act shall be delivered to the district treasurer and the proceeds, except as hereinbefore provided in respect to the premiums arising from the sale thereof, shall be expended for the purpose of the erection, construction and completion of a water system in and for said district and any expenses incidental thereto, also for repair, replacements and extension to the present system, including the purchase of any other water systems operating in said district.

and the installation of any equipment and apparatus necessary or desirable in connection with the purchase of a supply of water from the city of Providence. No purchaser of any of said bonds, however, shall be in any way responsible for the proper application of the proceeds derived from the sale thereof.

Amortization.

SEC. 3. The East Smithfield water district shall annually appropriate a sum sufficient to pay the interest upon the bonds from time to time issued and outstanding under the authority of this act, and also to pay the principal of the bonds maturing in such year; provided that the district shall not be required to order, assess or collect any taxes in excess of the limit contained in section 8 of the act, entitled "An act to incorporate the East Smithfield water district," approved February 23, 1934.

Temporary notes.

SEC. 1. The East Smithfield water district is hereby authorized and empowered to issue, in its corporate name, notes, debentures, or other evidences of indebtedness, signed by the district treasurer and countersigned by the district clerk of the East Smithfield water district, and said district may renew the same from time to time as the same become due and payable, to an amount not exceeding in the aggregate, at any one time, the amount of bonds authorized to be issued under the provisions of this act, and the proceeds of the sale of such notes, debentures, or other evidence of indebtedness, shall be used only for the purpose authorized in section 2 of this act; *provided, however*, that the proceeds of the sale of any bonds authorized and issued under the provisions of this act shall first have been applied to the payment of such notes, debentures or evidence of indebtedness issued under authority thereof.

SEC. 5. The question of the acceptance or rejection of this act shall be submitted to the qualified voters of said East Smithfield water district at the annual meeting to be held on the 11th day of April, 1953, or any further adjournment thereof. The district clerk shall forthwith after said meeting notify the secretary of state of the result of the vote upon the question hereby submitted. Referendum.

SEC. 6. Section 5 of this act and this section shall take effect upon their passage and the remainder of this act shall take effect if and when said district votes to accept this act as provided in section 5 hereof and thereupon all other acts or parts of acts inconsistent herewith shall stand repealed. Act effective when.