

Section 1. The following amendment to the Constitution of the Commonwealth of *Pennsylvania is proposed in accordance with the provisions of the eighteenth article thereof:

That article four, section twenty-one of the Constitution of the Commonwealth of Pennsylvania be amended to read:

Section 21. The terms of the Auditor General and the State Treasurer shall each be four years from the third Tuesday of January next following his election. They shall be chosen by the qualified electors of this Commonwealth at general elections. Except for the Auditor General and State Treasurer who may be in office when this amendment is adopted, they shall be eligible to succeed themselves for one additional term.

Schedule

That no inconvenience may arise from the change in the Constitution of the Commonwealth and in order to carry it into complete operation it is declared that:

The Auditor General and State Treasurer who may be in office when this amendment is adopted shall serve until the end of the term for what they were elected. The terms of the Auditor General and State Treasurer first elected after this amendment is adopted, or who are elected at the same election at which this amendment is adopted, shall begin at the end of the terms of the Auditor General and State Treasurer then in office.

No. 10

A JOINT RESOLUTION

Proposing an amendment to article nine, section eight of the Constitution of the Commonwealth of Pennsylvania, increasing the borrowing capacity of school districts in order to reduce costs involved in financing through municipal authorities.

The General Assembly of the Commonwealth of Pennsylvania hereby resolves as follows:

Section 1. The following amendment to the Constitution of the Commonwealth of Pennsylvania is proposed in accordance with the provisions of the eighteenth article thereof:

That section eight, article nine of the Constitution of the Commonwealth of Pennsylvania be amended to read:

Section 8. The debt of any county, city, borough, township, school district, or other municipality or incorporated district, except as provided herein, and in section fifteen of this article, shall never exceed

* "ePennsylvania" in original.

seven (7) per centum, except school districts which shall never exceed fourteen (14) per centum upon the assessed value of the taxable property therein, nor shall any such county, municipality or district incur any debt, or increase its indebtedness to an amount exceeding two (2) per centum, except school districts which shall not exceed five (5) per centum, upon such assessed valuation of property, without the consent of the electors thereof at a public election in such manner as shall be provided by law. The debt of the city of Philadelphia may be increased in such amount that the total debt of said city shall not exceed thirteen and one-half (13½) per centum of the average of the annual assessed valuation of the taxable realty therein, during the ten years immediately preceding the year in which such increase is made, but said city shall not increase its indebtedness to an amount exceeding three (3) per centum upon such average assessed valuation of realty, without the consent of the electors thereof at a public election held in such manner as shall be provided by law. No debt shall be incurred by or on behalf of the county of Philadelphia.

In ascertaining the debt-incurring capacity of the city of Philadelphia at any time, there shall be deducted from the debt of said city so much of such debt as shall have been incurred, or is about to be incurred, and the proceeds thereof expended, or about to be expended, upon any public improvement, or in construction, purchase, or condemnation of any public utility, or part thereof, or facility therefor, if such public improvement or public utility, or part thereof, or facility therefor, whether separately, or in connection with any other public improvement or public utility, or part thereof, or facility therefor, may reasonably be expected to yield revenue in excess of operating expenses sufficient to pay the interest and sinking fund charges thereon. The method of determining such amount, so to be deducted, shall be as now prescribed, or which may hereafter be prescribed by the General Assembly.

In incurring indebtedness for any purpose the city of Philadelphia may issue its obligations maturing not later than fifty (50) years from the date thereof, with provision for a sinking fund to be in equal or graded annual or other periodical installments. Where any indebtedness shall be or shall have been incurred by said city of Philadelphia for the purpose of the construction or improvement of public works or utilities of any character, from which income or revenue is to be derived by said city, or for the reclamation of land to be used in the construction of wharves or docks owned or to be owned by said city, such obligations may be in an amount sufficient to provide for, and may include the amount of, the interest and sinking fund charges accruing and which may accrue thereon throughout the period of construction, and until the expiration of one year after the completion of the work for which said indebtedness shall have been incurred; and said city shall not be required to levy a tax to pay said interest and sinking fund charges as required by section ten of this article until the expiration of said period of one year after the completion of said work.

