

Department of Fiscal Services
Maryland General Assembly

FISCAL NOTE
Bond Bill

Senate Bill 704 (Senator Trotter)
Budget and Taxation

**Creation of a State Debt - Prince George's County - Greater Fairmount Heights
Economic Development Initiative
(\$2,850,000)**

This bill provides \$2,850,000 in State bond proceeds as a grant to the County Executive and Council of Prince George's County for Phase I of an economic development initiative, which includes land acquisition on Sheriff and Addison roads, lodge site development at the Sheriff Road site, and the relocation of existing businesses in Fairmount Heights.

Prince George's County must provide matching funds by June 1, 1998. The fund may consist of real property, in kind contributions, or funds expended prior to the effective date of the bill.

Fiscal Summary

State Effect: This \$2,850,000 bond authorization would be part of the total \$400 million general obligation debt authorization for fiscal 1997 as recommended by the Capital Debt Affordability Committee. State debt service costs on the \$400 million would be a maximum of \$41.3 million annually based on an interest rate of 4.51%.

Local Effect: Prince George's County revenues would increase by \$2,850,000 and expenditures would increase by at least \$5,700,000.

Information Source(s): Department of Fiscal Services

Fiscal Note History: First Reader - March 5, 1996

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