

Department of Fiscal Services
Maryland General Assembly

FISCAL NOTE
Bond Bill

Senate Bill 602 (Senator Dyson)
Budget and Taxation

Creation of a State Debt - St. Mary's County -
St. Clement's Island - Potomac River Museum
(\$81,500)

This bill provides \$81,500 in State bond proceeds as a grant to the Board of County Commissioners of St. Mary's County, the overseers of the St. Clement's - Potomac River Museum, to repair, renovate, expand, and equip St. Clement's Island - Potomac River Museum and associated facilities in St. Mary's County.

St. Mary's County must provide \$50,000 in matching funds by June 1, 1999.

Fiscal Summary

State Effect: This \$81,500 bond authorization would be part of the total \$415 million general obligation debt authorization for FY 1998 as recommended by the Capital Debt Affordability Committee. State debt service costs on the \$415 million would be a maximum of \$43.9 million annually based on an interest rate of 4.90%.

Local Effect: St. Mary's County grant revenues would increase by \$81,500 and expenditures by \$131,500.

Small Business Effect: Minimal effect on small businesses as discussed below.

Fiscal Analysis

Small Business Effect: This bond bill would be part of the annual State capital program. Each year, the State approves a program of general obligation bond funded capital spending. The fiscal 1998 funding totals \$415 million, an amount consistent with the level of funding authorized in prior years. The State's capital program contributes to the construction industry

in Maryland, which includes many small businesses. In 1995, the total value of non-residential building construction contracts in Maryland was \$1.8 billion. The fiscal 1998 capital program will continue the State's contribution to the construction industry in Maryland but because it is only \$15 million over the fiscal 1997 level, it will not add substantially to it.

Information Source(s): Department of Fiscal Services

Fiscal Note History: First Reader - March 10, 1997

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