

Department of Legislative Services
Maryland General Assembly

FISCAL NOTE
Bond Bill

Senate Bill 450 (Senator Ruben. *et al.*)

Budget and Taxation

Creation of a State Debt - Montgomery County - The Chelsea School

This bill provides \$750,000 in State bond proceeds as a grant to the Chelsea School for the acquisition, planning, design, repair, renovation, reconstruction, construction, and equipping of a classroom building and gymnasium and the demolition and lead abatement of the annex.

The Chelsea School must provide matching funds by June 1, 2000. The funds may consist of in kind contributions or funds expended prior to the effective date of the bill.

Fiscal Summary

State Effect: This \$750,000 grant would be part of the total \$430 million general obligation debt authorization for FY 1999 as recommended by the Capital Debt Affordability Committee. State debt service costs on the \$430 million would be a maximum of \$44.2 million annually based on the 4.34% interest rate realized at the February 18, 1998 bond sale.

Local Effect: None.

Small Business Effect: Minimal.

Information Source(s): Department of Legislative Services

Fiscal Note History: First Reader - March 6, 1998

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