

Department of Legislative Services  
Maryland General Assembly

**FISCAL NOTE**  
**Bond Bill**

Senate Bill 672 (Senator Derr)

Budget and Taxation

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**Creation of a State Debt - Frederick Arts Council**

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This bill provides \$750,000 in State bond proceeds as a grant to the Board of Directors of the Frederick Arts Council, Inc. for the acquisition, repair, renovation, reconstruction, and capital equipping of a building in Frederick for use by arts groups.

The Board of Directors must provide matching funds by June 1, 2000.

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**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.

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**Information Source(s):** Department of Legislative Services

**Fiscal Note History:** First Reader - March 10, 1998

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