

Department of Legislative Services  
Maryland General Assembly

FISCAL NOTE  
Bond Bill

Senate Bill 294 (Senator Baker)

Budget and Taxation

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**Creation of a State Debt - Queen Anne's County Sanitary District**

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This bill provides \$1.9 million in State bond proceeds as a grant to the Queen Anne's County Sanitary District for the planning, design, construction, and capital equipping of facilities to complete the wastewater treatment plant in Grasonville pursuant to an order of the Maryland Department of the Environment.

The Queen Anne's County Sanitary District must provide matching funds by June 1, 2000. The matching fund may consist of real property or funds expended prior to the effective date of the bill.

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**Fiscal Summary**

**State Effect:** This \$1.9 million 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:** Queen Anne's County Sanitary District grant revenue would increase by \$1.9 million and expenditures would increase by up to \$3.8 million.

**Small Business Effect:** Minimal.

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

**Fiscal Note History:** First Reader - March 9, 1998

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Analysis by: Paul Ballou  
Reviewed by: David F. Roose

Direct Inquiries to:  
John Rixey, Coordinating Analyst  
(410) 841-3710  
(301) 858-3710