

Department of Legislative Services
Maryland General Assembly

FISCAL NOTE
Bond Bill

Senate Bill 497 (Senators Derr and Ferguson)

Budget and Taxation

**Creation of a State Debt - Frederick County - Burgess and Commissioners
of Middletown - Community Facility**

This bill provides \$350,000 in State bond proceeds as a grant to the Burgess and Commissioners of the Town of Middletown for the repair, renovation, reconstruction, and capital equipping of a building at 29-31 West Main Street in Middletown to be used as a community center and offices for community agencies and organizations and town offices.

The Town of Middletown must provide matching funds by June 1, 2000.

Fiscal Summary

State Effect: This \$350,000 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: City of Middletown grant revenue will increase by \$350,000 and expenditures will increase by \$700,000.

Small Business Effect: Minimal.

Information Source(s): Department of Legislative Services

Fiscal Note History: First Reader - March 11, 1998

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