

Department of Legislative Services  
Maryland General Assembly  
1999 Session

FISCAL NOTE  
Bond Bill

Senate Bill 353 (Senator McFadden)

Budget and Taxation

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**Creation of a State Debt - Baltimore City - Community Initiatives Academy**

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The bill provides \$900,000 in State bond proceeds as a grant to the Board of Directors of Community Initiatives, Inc. for the planning, design, construction, and capital equipping of the Community Initiatives Academy, an educational institution to serve underserved inner-city students from kindergarten through grade 12.

The board of directors must provide \$900,000 in matching funds by June 1, 2001. No portion of the proceeds of the loan or the matching funds may be used for sectarian religious purposes.

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**Fiscal Summary**

**State Effect:** This \$900,000 grant would be part of the total \$445 million general obligation debt authorization for FY 2000 as recommended by the Capital Debt Affordability committee. State debt service costs on the \$445 million would be a maximum of \$45.3 million annually based on the 4.26% interest rate realized at the February 24, 1999 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 3, 1999

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