

Department of Legislative Services
Maryland General Assembly
1999 Session

FISCAL NOTE

Senate Bill 646 (Senators Ferguson and Mooney) (Frederick County Senators)

Budget and Taxation

Frederick County - Borrowing Authority

This bill increases from \$2.5 million to \$5.0 million the amount that the Frederick County Commissioners may borrow in any one year to pay expenses or obligations of the county.

Fiscal Summary

State Effect: None.

Local Effect: Potential significant increase in revenues and expenditures.

Small Business Effect: Minimal.

Fiscal Analysis

Local Effect: Frederick County revenues could increase by up to \$2.5 million annually. County debt service expenditures could also increase depending upon the amount borrowed and interest rate in effect at the time the loan is made. Frederick County currently has \$8.9 million in a revenue stabilization or "rainy day" fund. The county advises that its existing borrowing authority has not been used and it does not anticipate a need to borrow any money at this time.

Information Source(s): Frederick County, Department of Legislative Services

Fiscal Note History: First Reader - March 18, 1999

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