

Department of Legislative Services
Maryland General Assembly
1999 Session

FISCAL NOTE

House Bill 647 (Cecil County Delegation)

Appropriations

Cecil County - Public Facilities Bonds

This bill authorizes the Cecil County Commissioners to issue up to \$12 million in general obligation bonds for construction, improvement, or development of public facilities. The date of maturity cannot exceed 30 years.

The bill is effective June 1, 1999.

Fiscal Summary

State Effect: None.

Local Effect: Cecil County would receive up to \$12 million in bond proceeds for capital projects. County debt service expenditures would increase by an estimated \$1.15 million annually if the county issues \$12 million in bonds.

Small Business Effect: Minimal.

Fiscal Analysis

Local Effect: Cecil County revenues could increase by up to \$12 million due to the bond proceeds. As of June 30, 1998, the county had \$49.3 million in outstanding debt. The county currently has an A+\A2 credit rating. The interest rate for A rated 15-year bonds is estimated to be 4.9%. Assuming the county issues \$12 million in bonds, the county's annual debt service costs on these bonds would be \$1,148,300.

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

Fiscal Note History:

First Reader - February 17, 1999

dmm/jr

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