

Department of Legislative Services  
Maryland General Assembly  
1999 Session

FISCAL NOTE  
Bond Bill

House Bill 1137 (Delegate Franchot)

Appropriations

---

**Creation of a State Debt - Montgomery County - Takoma Park**

---

This bill provides \$1 million in State bond proceeds as a grant to the Mayor and City Council of Takoma Park for the planning, design, renovation, and landscaping of the New Hampshire Avenue corridor, including street lights, streets, and sidewalks in Takoma Park.

The City of Takoma Park must provide \$1 million in matching funds by June 1, 2001.

---

**Fiscal Summary**

**State Effect:** This \$1 million 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:** The City of Takoma Park grant revenue would increase by \$1 million and expenditures would increase by \$2 million.

**Small Business Effect:** Minimal.

---

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

**Fiscal Note History:** First Reader - March 6, 1999

lnc/hlb

---

Analysis by: Andrea P. Currier

Direct Inquiries to:  
John Rixey, Coordinating Analyst  
(410) 946-5510  
(301) 970-5510