

Department of Legislative Services
Maryland General Assembly
1999 Session

FISCAL NOTE
Bond Bill

Senate Bill 749 (Senator Hafer)

Budget and Taxation

Creation of a State Debt - Garrett County - Town of Oakland - B&O Railroad Station

This bill provides \$75,000 in State bond proceeds as a grant to the Mayor and Town Council of the Town of Oakland for the repayment of principal on a loan through American Trust Bank which financed the acquisition of the Old B&O Railroad Station in Oakland.

The Town of Oakland must provide \$75,000 in matching funds by June 1, 2001.

Fiscal Summary

State Effect: This \$75,000 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: The Town of Oakland's grant revenue would increase by \$75,000 and expenditures would increase by \$150,000.

Small Business Effect: Minimal.

Information Source(s): Department of Legislative Services

Fiscal Note History: First Reader - March 6, 1999

Inc/sf

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