



128th MAINE LEGISLATURE

LD 1163

LR 145(04)

An Act To Authorize a General Fund Bond Issue To Provide Funding for a Program of Student Debt Cancellation and Refinancing

Fiscal Note for Senate Amendment " " to Committee Amendment " "

Sponsor: Sen. Libby of Androscoggin

Fiscal Note Required: Yes

Fiscal Note

Bond Issues	Term (years)	Principal	Rate (%)	Interest	Total Cost
General Fund - Taxable	10	\$15,000,000	4.75%	\$3,918,750	\$18,918,750

Fiscal Detail and Notes

This amendment increases the minority report by \$15,000,000. As amended the total amount of the bond is \$40,000,000.

Increasing the bond amount from \$25,000,000 to \$40,000,000 will increase the estimated cost to the Finance Authority of Maine to establish and operate the Student Debt Cancellation and Refinance Program by between \$45,000 and \$60,000 per year, or between 3% and 4%, assuming additional annual bond activity of \$1,500,000 per year over the 10 year period.