

(3) REQUIREMENTS FOR THE NUMBER OF BEDROOMS IN A PROJECT FOR EACH INCOME RANGE;

(4) LOAN TERMS, FEES, AND CHARGES;

(5) INCENTIVES FOR NONPROFIT ORGANIZATIONS TO PARTICIPATE IN THE PROGRAM INCLUDING RESERVING A PORTION OF THE FUND FOR A PERIOD OF TIME FOR LOANS TO NONPROFIT ORGANIZATIONS AND ALLOWING ADVANCE PAYMENT TO NONPROFIT ORGANIZATIONS FOR CERTAIN DEVELOPMENT COSTS INCLUDING ARCHITECT'S, ENGINEER'S, AND ATTORNEY'S FEES; AND

(6) A PROCESS FOR SELECTION OF PROJECTS THAT ENSURES A BROAD GEOGRAPHIC DISTRIBUTION OF FUNDS.

266MM-9.

(A) A PERSON MAY NOT KNOWINGLY MAKE OR CAUSE ANY FALSE STATEMENT OR REPORT TO BE MADE IN ANY DOCUMENT REQUIRED TO BE FURNISHED TO THE DEPARTMENT BY ANY AGREEMENT RELATING TO A LOAN.

(B) A PERSON APPLYING FOR A LOAN MAY NOT KNOWINGLY MAKE OR CAUSE ANY FALSE STATEMENT OR REPORT TO BE MADE FOR THE PURPOSE OF INFLUENCING THE ACTION OF THE ADMINISTRATION DEPARTMENT ON A LOAN APPLICATION OR FOR THE PURPOSE OF INFLUENCING ANY ACTION OF THE ADMINISTRATION DEPARTMENT AFFECTING A LOAN ALREADY MADE.

(C) ANY PERSON WHO VIOLATES ANY PROVISION OF SUBSECTION (A) OR (B) OF THIS SECTION IS GUILTY OF A MISDEMEANOR AND ON CONVICTION IS SUBJECT TO A FINE NOT EXCEEDING \$50,000 OR IMPRISONMENT NOT EXCEEDING FIVE YEARS OR BOTH.

Article - Financial Institutions

13-308.

(a) The program shall operate as a continuing, nonlapsing, special fund, that consists of moneys appropriated by the State to the program.

(b) The Department shall [use]:

(1) USE the fund to make loans and to pay expenses of the program (including reserves for anticipated future losses directly related to the program) as provided in the annual budget of the State or other act appropriating moneys; OR

(2) TRANSFER MONEYS FROM THE FUND TO THE RENTAL HOUSING PRODUCTION FUND UNDER SECTION 266MM-5 OF ARTICLE 41 OF THE CODE AS PROVIDED IN THE BUDGET, IF SUFFICIENT MONEYS ARE MAINTAINED IN THE PROGRAM TO MAKE LOANS TO INDIVIDUALS TO PURCHASE HOMES, TAKING INTO ACCOUNT THE LENDING HISTORY UNDER THE PROGRAM, OTHER RESOURCES, THE NUMBER OF INCOME ELIGIBLE INDIVIDUALS, AND THE AVAILABILITY OF SUITABLE HOUSING STOCK.