

approved by the Secretary. The borrowing subdivision shall give to the Secretary at least 30 days advance notice and obtain his written approval of any sale or lease. The loan agreement may contain regulatory and security provisions.

(e) The loan agreement shall be recorded among the land records of the political subdivision in which the project is located and shall constitute a lien on the land and the improvements.

[12-407.] 5-407.

(a) On application and upon complying with the requirements of § [12-404(a)] 5-404(A) after investigation, the Secretary may approve a loan, not exceeding \$50,000 and on an equal matching basis with funds of the borrowing subdivision, for the purpose of acquiring options to purchase prospective industrial land sites or industrial park sites.

(b) On approval of a loan under this section, the Secretary and the borrowing subdivision shall enter into a loan agreement requiring repayment within seven years at an interest rate calculated pursuant to § [12-404] 5-404(c)(2)(iii) of this subtitle, and in accordance with an amortization schedule approved by the Secretary. The loan agreement may require repayment from the proceeds of any loan made under §§ [12-404] 5-404 or [12-405] 5-405 of this subtitle.

[12-408.] 5-408.

(a) (1) In this section, the following words have the meanings indicated.

(2) "Project" means an access road, a utility line or both an access road and utility line that are located within a political subdivision and that directly serve an industrial site.

(3) "Project costs" may include the cost of planning and engineering, engineering services, design services, other professional services, and the actual cost of constructing, reconstructing, or improving a project.

(4) (i) "Utility line" means any line, pipe, conduit, wire, cable, or any other means of providing for drainage, sewage, gas, water, light, electric power, or for providing for any other form of energy, signal or service.

(ii) "Utility line" includes any sanitary or storm sewer, drainage, gas or water main, and any electric power or telephone line.

(b) Subject to the provisions of this section, any political subdivision may apply for and the Secretary may approve