

(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 Department on a loan application or for the purpose of influencing any action of the 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.

[Subtitle 7. Housing Assistance Programs]

Title 3. [Maryland] Housing [Fund] INSURANCE DIVISION

SUBTITLE 1. DIVISION ESTABLISHED

3-101.

(A) THERE IS A DIVISION OF HOUSING INSURANCE, AS AN ORGANIZATIONAL UNIT WITHIN THE DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT.

(B) THE DIVISION INCLUDES THE MARYLAND HOUSING FUND.

3-102.

THE DIVISION SHALL ADMINISTER THOSE PROGRAMS ASSIGNED TO THE DIVISION BY LAW, OR DESIGNATED BY THE SECRETARY.

SUBTITLE 2. MARYLAND HOUSING FUND

[11-701.]

[[a)] 3-201. The General Assembly declares that it is a subject of concern that many residents of this State are living in substandard housing and that there exists a shortage of housing at reasonable costs for various income levels. The General Assembly recognizes that adequate multiple unit and single family housing can, and should, be provided by private capital under our free enterprise system and in accordance with sound investment practices. The General Assembly finds that the flow of private investment capital into such housing can be stimulated by a system wherein qualified lending institutions may be insured against losses incurred as a result of nonpayment of principal, interest, or other sums agreed to be paid under the terms of any note or bond or other evidence of indebtedness. The General Assembly further finds that such mortgage insurance can assist State and local activity to finance housing and