

or rental of real or personal property which the Authority may receive under the provisions of this subtitle, and income earned by the investments of the Authority made on its behalf by the State Treasurer upon instruction of the Authority.

(b) Moneys in the fund not needed currently to meet the expenses and obligations of the Authority shall be deposited with the State Treasurer to the credit of the fund and invested in such manner as is provided for by statute.

(c) The State Treasurer shall render annual reports to the Authority advising the members of the Authority of the status of the funds invested, the market value of the assets in the fund as of the date such statement is rendered, and the interest received from the investments during the period covered by the report.

266T. Insurance of mortgages.

The Authority, upon application of the proposed mortgagee, may insure mortgage payments required by a first mortgage on any industrial project, upon such terms and conditions as the Authority may prescribe, provided the aggregate amount of principal obligations of all mortgages so insured outstanding at any one time shall not exceed thirty million dollars (\$30,000,000). To be eligible for insurance under the provisions of this subtitle a mortgage shall:

(1) Be one which is made by a mortgagor as defined herein and held by a mortgagee approved by the Authority;

(2) Involve a principal obligation, including initial service charges and appraisal, inspection and other fees approved by the Authority, not to exceed four million dollars (\$4,000,000) for any one project and not to exceed ninety (90) percent of the cost of the project (as defined in Section 266-O) as to real property, nor seventy (70) percent of the cost of the project (as defined in Section 266-O) as to machinery and equipment;

(3) Have a maturity satisfactory to the Authority but in no case later than twenty five (25) years from the date of the insurance except in the case of machinery and equipment, for which the maturity is to be no more than fifteen (15) years from the date of the insurance but in no case beyond the normal useful life of the machinery and equipment.

(4) Contain complete amortization provisions satisfactory to the Authority requiring periodic payments by the mortgagor which may include principal and interest payments, cost of local property taxes and assessments or payments in lieu thereof, land lease rentals if any, hazard insurance on the property, such mortgage insurance premiums as are required under Section 266U, and such depreciation payments as may be necessary to maintain the integrity of the project until principal has been completely amortized, all as the Authority from time to time prescribes or approves.

(5) Be in such form and contain such terms and provisions with respect to property insurance, repairs, alterations, payment of taxes and assessments or payments in lieu thereof, default reserves, delinquency charges, default remedies, anticipation of maturity, additional and secondary liens, and other matters as the Authority may prescribe.