

COUNTY LOCAL LAWS

assisted urban renewal areas.

Now, therefore, Be It Resolved by the County Council, Montgomery County, Maryland, that -

Paragraphs 1b and 2a-c of Resolution No. 6-2116 are hereby repealed and reenacted as amended and a new paragraph 2e is hereby added to follow immediately after paragraph 2d to read as follows:

b. Properties shall be situated in localities where they will not be in conflict with the following types of governmental projects.

(1) Federally-assisted urban renewal and concentrated code enforcement projects.

(2) Projects for the construction or development of public schools, parks, streets, highways, utilities or other public works.

(3) This requirement is not to preclude loans on properties located within urban renewal and code enforcement projects which are not Federally assisted OR WITHIN FEDERALLY-ASSISTED URBAN RENEWAL PROJECTS WHEN A SIMILAR FEDERAL PROGRAM FOR REHABILITATION LOANS IS NOT AVAILABLE.

2a. Loans to property owners outside a Federally-assisted urban renewal project shall be made only to those whose family income meets the eligibility limits for continued occupancy of low-rent public housing, as these limits are established from time to time by the Housing Authority of Montgomery County. NO SUCH INCOME LIMIT SHALL APPLY FOR LOANS MADE TO PROPERTY OWNERS IN FEDERALLY-ASSISTED URBAN RENEWAL PROJECTS UNDER THE PROVISIONS OF SECTION 1(B) (3), EXCEPT THAT THE INCOME OF SUCH PROPERTY OWNERS MUST PRECLUDE HOME IMPROVEMENT FINANCING THROUGH NORMAL BANKING OR OTHER FINANCIAL CHANNELS.

2b. Loans MADE TO PROPERTY OWNERS OUTSIDE FEDERALLY ASSISTED URBAN RENEWAL PROJECT shall carry an interest rate of FROM ONE TO three percent per annum. Repayment provisions shall be based upon the financial circumstances of the individual property owner. [However, in no case shall] FROM THE EFFECTIVE DATE OF THIS SECTION IN DETERMINING THE INITIAL RATE OF INTEREST the property owner SHALL NOT be expected to allocate, BASED ON A LOAN TERM OF THIRTY YEARS, more than twenty-five percent of his family gross income to the monthly costs of shelter (principal, interest, taxes, insurance, maintenance, and utilities).