CREDIT OF THE LOCAL GOVERNMENT (INCLUDING THE POWER TO MORTGAGE, PLEDGE, AND GRANT A SECURITY INTEREST IN ANY REAL OR PERSONAL PROPERTY RELATED TO A PARTICULAR PROJECT), AND TO DO ALL THINGS NECESSARY OR CONVENIENT TO ITS PARTICIPATION. ANY SUCH BORROWING SHALL BE SECURED BY THE PROPERTY OR REVENUES DERIVED FROM SUCH PROPERTY.

(E) WITH RESPECT TO ANY RENTAL HOUSING FINANCED FROM THE FUND THAT IS OWNED OR MANAGED BY ANY HOUSING AUTHORITY AUTHORIZED UNDER ARTICLE 44A OF THE CODE, THE PROVISIONS OF THIS SUBTITLE SHALL SUPERSEDE THE PROVISIONS OF ARTICLE 44A, SECTIONS 9 AND 10 OF THE CODE AND ANY OTHERWISE APPLICABLE RESTRICTIONS ON TENANT INCOME PROVIDED FOR IN ARTICLE 44A OR ARTICLE 44B OF THE CODE.

2-1108.

THE DEPARTMENT MAY ESTABLISH:

(1) MAXIMUM AMOUNTS OF FUNDING WHICH WILL BE PROVIDED TO INDIVIDUAL PARTNERSHIP RENTAL HOUSING UNITS, ANY 1 PROJECT, OR ANY LOCAL GOVERNMENT;

(2) A PROCESS FOR APPROVING FUNDING FOR PROJECTS THAT ENCOURAGES A BROAD GEOGRAPHIC DISTRIBUTION OF FUNDS; AND

(3) THE MAXIMUM LENGTH OF TIME THAT A HOUSEHOLD MAY BE PERMITTED TO CONTINUE TO OCCUPY THE PARTNERSHIP RENTAL HOUSING AFTER IT HAS REACHED AN ANNUAL INCOME WHICH EXCEEDS THE INCOME LIMITS FOR HOUSEHOLDS OF LOWER INCOME.

2-1109.

(A) THE FUND SHALL OPERATE AS A CONTINUING, NONLAPSING, SPECIAL FUND, THAT CONSISTS OF MONEYS APPROPRIATED BY THE STATE TO THE PROGRAM OR MADE AVAILABLE TO THE PROGRAM FROM THE SALE OF GENERAL OBLIGATION OR OTHER BONDS, AND SHALL INCLUDE THE PROCEEDS OF THE SALE OF BONDS AUTHORIZED BY CHAPTER 625 OF THE ACTS OF THE GENERAL ASSEMBLY OF 1988 AND CHAPTER 97 OF THE ACTS OF THE GENERAL ASSEMBLY OF 1989.

(B) THE STATE TREASURER SHALL HOLD AND THE STATE COMPTROLLER SHALL ACCOUNT FOR THE FUND. THE FUND SHALL BE INVESTED AND REINVESTED. ANY INVESTMENT EARNINGS SHALL BE PAID INTO THE FUND. ANY REPAYMENT OF LOANS FROM THE FUND SHALL BE PAID INTO THE FUND EXCEPT TO THE EXTENT ANY STATE OR FEDERAL LAW GOVERNING THE PROCEEDS OF BONDS PROHIBITS THE RECYCLING OF FUNDS.

(C) AT ANY TIME FOLLOWING THE FIRST 8 MONTHS OF ANY FISCAL