

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 REHABILITATION. In furtherance of such State interest, there is established a Maryland Housing Fund.

(d) The Department shall promulgate such standards for the eligibility of insurance as are reasonable to provide that the insurance shall aid in the financing of purchases of housing, OR THE FINANCING OF REHABILITATION UNDER SECTION 257L OF THIS ARTICLE. These standards shall also assure that the mortgagee is responsible and able to service the mortgage properly.

SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1975.

Approved April 22, 1975.

CHAPTER 258

(Senate Bill 761)

AN ACT concerning

Creation of a State Debt - Maryland Rehabilitation
Housing

FOR the purpose of authorizing the creation of a State debt in the aggregate amount of Ten Million Dollars (\$10,000,000), the proceeds thereof to be used for the purpose of establishing the Maryland Housing Rehabilitation Fund for the rehabilitation of buildings in the State, and providing generally for the issue and sale of bonds evidencing such loan.

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Board of Public Works is hereby authorized and empowered to issue a State loan to be known as the "Maryland Rehabilitation Housing Loan of 1975" in the aggregate amount of Ten Million Dollars (\$10,000,000).

The certificates of indebtedness (hereinafter called "bonds") evidencing said loan may be issued all at one time or, in groups, from time to time, as hereinafter provided. All of said bonds evidencing said loan, or any group thereof, shall be issued according to a serial maturity plan to be established in the resolution