

COSTS OF AN INDUSTRIAL OR COMMERCIAL REDEVELOPMENT PROJECT THAT THE POLITICAL SUBDIVISION UNDERTAKES. PROCEEDS OF A LOAN OR GRANT MAY BE:

(1) EXPENDED DIRECTLY BY THE POLITICAL SUBDIVISION;

(2) LOANED OR GRANTED BY THE POLITICAL SUBDIVISION; OR

(3) USED BY THE POLITICAL SUBDIVISION TO GUARANTEE LOANS, TO A PRIVATE ENTITY WHICH HAS MADE A FIRM COMMITMENT TO CARRY OUT PART OR ALL OF AN INDUSTRIAL OR COMMERCIAL REDEVELOPMENT PROJECT.

(B) THE DEPARTMENT SHALL MAKE THE LOAN OR GRANT FROM THE FUND OR FROM OTHER SOURCES OF MONEY AUTHORIZED BY LAW.

(C) (1) A LOAN OR GRANT MAY BE FOR UP TO 90 PERCENT OF THE NONFEDERAL AND NONPRIVATE PORTION OF THE ELIGIBLE PROJECT COST. HOWEVER, A LOAN THAT, AS TO PRINCIPAL, IS TO BE REPAYED IN FULL MAY NOT EXCEED \$3,000,000. ANY OTHER LOAN OR GRANT MAY NOT EXCEED \$2,000,000. THE AGGREGATE CUMULATIVE TOTAL OF GRANTS AND OUTSTANDING PRINCIPAL BALANCE OF LOANS, MADE TO OR WITHIN ANY ONE COUNTY OR BALTIMORE CITY, MAY NOT EXCEED 40% OF THE AGGREGATE CUMULATIVE TOTAL OF APPROPRIATIONS AND PAYMENTS TO THE FUND.

(2) AS DETERMINED BY THE SECRETARY, THE PRINCIPAL OF A LOAN:

(I) MAY BE REPAYABLE, IN WHOLE OR IN PART, FROM SPECIFIED REVENUES OR ON A CONTINGENCY;

(II) MAY BE NONINTEREST BEARING OR BEAR INTEREST AT A RATE OF NOT MORE THAN 1/4 OF 1 PERCENT PLUS THE INTEREST COST OF THE MOST RECENT STATE BOND ISSUE PRECEDING APPROVAL BY THE SECRETARY OF THE APPLICATION FOR THE LOAN;

(III) TO THE EXTENT THAT IT IS TO BE REPAYED, MAY BE REPAYABLE IN ACCORDANCE WITH ANY SCHEDULE, WITH MATURITY OF UP TO 15 YEARS; AND

(IV) TO THE EXTENT THAT IT IS TO BE REPAYED, IS A GENERAL OBLIGATION SECURED BY THE ASSETS AND REVENUES OF BALTIMORE CITY THAT WILL ASSURE REPAYMENT OR BY THE FULL FAITH AND CREDIT OF ANY OTHER BORROWING POLITICAL SUBDIVISION.

(D) THE SECRETARY MAY ADOPT REGULATIONS GOVERNING ALL ASPECTS OF THE PROGRAM, AND MAY IN HIS DISCRETION FACILITATE THE PROCESS OF APPLICATION BY PREPARATION OF GUIDELINES OR FORMATS IN NONREGULATORY FORM.