

rehabilitation in that community. AT LEAST 20 PERCENT OF EACH ALLOCATION OF MONIES FROM THE FUND STATEWIDE FOR REHABILITATION OF RESIDENTIAL RENTAL BUILDINGS SHALL BE FOR BUILDINGS PROVIDING FOUR OR LESS DWELLING UNITS.

(7) "Sponsor" means an owner who receives a loan to rehabilitate a building for residential rental purposes, for nonresidential purposes, or for both. A sponsor shall agree that AT LEAST TWO-THIRDS OF all dwelling units rehabilitated with the proceeds of the loan shall be occupied by families of limited income for at least five years after the rehabilitation of those units is completed. The Secretary shall establish need criteria for the sponsor ~~and the sponsor must have been denied a loan from at least two private lending institutions before he can qualify.~~ TO ENSURE THE MAXIMUM USE OF ANY AVAILABLE PRIVATE FINANCING -- TO QUALIFY, A SPONSOR MUST HAVE BEEN DENIED A LOAN BY A PRIVATE LENDING INSTITUTION, OR ELSE HAVE RECEIVED A COMMITMENT FROM A PRIVATE LENDING INSTITUTION FOR LESS THAN THE AMOUNT OF FUNDS NECESSARY FOR THE REHABILITATION, IF THE PROJECT IS FOR RESIDENTIAL REHABILITATION, AND THE SPONSOR HAS RECEIVED A COMMITMENT FOR LESS THAN THE AMOUNT OF FUNDS REQUIRED, THE DEPARTMENT SHALL FURTHER DETERMINE THAT THE PART PRIVATELY FINANCED CANNOT BE SIGNIFICANTLY INCREASED TO AN EXTENT THAT WOULD IMPAIR THE FEASIBILITY OF PROVIDING AFFORDABLE HOUSING TO EXISTING. IF A PORTION OF REHABILITATION IS TO BE FINANCED BY A PRIVATE LENDING INSTITUTION, THE DEPARTMENT SHALL REQUIRE THAT THE SPONSOR UTILIZE THE MAXIMUM AMOUNT OF PRIVATE FINANCING WHICH THE PROJECT CAN SUPPORT WITHOUT IMPAIRING THE FEASIBILITY OF THE PROJECT AND, IF RESIDENTIAL, OF PROVIDING AFFORDABLE HOUSING TO LIMITED-INCOME TENANTS.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1979.

Approved May 29, 1979.

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CHAPTER 530

(House Bill 276)

AN ACT concerning

Health - Respite Care

FOR the purpose of modifying the definition of respite care used in the determination of the percentage of beds to be reserved in state-owned public facilities for respite care.

BY repealing and reenacting, with amendments,