(H) APPLICATION FEES.

THE DEPARTMENT MAY SET A NONREFUNDABLE APPLICATION FEE AND NEED NOT RETURN ANY AMOUNTS NOT SPENT TO PROCESS THE APPLICATION.

REVISOR'S NOTE: This subsection is new language derived without substantive change from the third sentence of Art. 41, § 266FF-2(a).

13-307. PREFERRED INTEREST RATE.

THE DEPARTMENT PERIODICALLY SHALL SET A PREFERRED INTEREST RATE IN AN AMOUNT THAT WILL MAKE THE PROGRAM SELF-SUPPORTING. IN SETTING THE PREFERRED INTEREST RATE, THE DEPARTMENT SHALL CONSIDER:

(1) INTEREST THAT THIS STATE PAYS ON BONDS THAT ARE USED TO FUND THE PROGRAM;

(2) ADMINISTRATIVE EXPENSES OF THE PROGRAM;

(3) POSSIBLE LOSSES; AND

(4) ALL OF THE OTHER EXPENSES OF THE PROGRAM.

REVISOR'S NOTE: This subsection is new language derived without substantive change from the first two sentences of Art. 41, § 266FF-2(a).

13-308. RESERVED.

13-309. RESERVED.

PART III. LOANS.

13-310. GENERAL POWER AS TO LOANS.

(A) POWER TO MAKE LOANS.

SUBJECT TO THE RESTRICTIONS OF THIS SUBTITLE, THE DEPARTMENT, ON APPLICATION OF A PROPOSED MORTGAGOR, MAY MAKE A LOAN AT THE PREFERRED INTEREST RATE TO THE APPLICANT.

REVISOR'S NOTE: This subsection is new language derived without substantive change from the first clause of the first sentence of Art. 41, § 266FF-2(a) and the first clause of (d)(1).

(B) ASSIGNMENT AND REFINANCING.

TO ASSURE THAT THE PROGRAM DOES NOT INFRINGE ON THE PRIVATE MORTGAGE MARKET, THE DEPARTMENT MAY ASSIGN A MORTGAGE TO OR HAVE A MORTGAGE REFINANCED BY ANOTHER LENDER.

REVISOR'S NOTE: This subsection is new language derived without substantive change from the first