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

The reference to "Title 12, Subtitle 1 of the Commercial Law Article" is added for clarity. See e.g., the definition of "point" in CL § 12-101(h).

(C) INSURANCE.

THE DEPARTMENT MAY REQUIRE MORTGAGES TO BE INSURED AT THE EXPENSE OF THE MORTGAGORS BY FEDERAL, STATE, OR PRIVATE INSTRUMENTALITIES.

REVISOR'S NOTE: This subsection is new language derived without substantive change from Art. 41, § 266FF-2(d)(4).

The present references to availability of insurance and furtherance of program objectives are deleted as unnecessary.

13-315. LOAN PROVISIONS.

(A) IN GENERAL.

AS TO EACH LOAN, THE DEPARTMENT MAY SET:

(1) THE PRINCIPAL AMOUNT;

(2) THE MATURITY, WHICH MAY NOT EXCEED 40 YEARS; AND

(3) THE PREFERRED INTEREST RATE.

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

(B) CHANGES PERMITTED.

(1) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, A LOAN SHALL PERMIT:

(I) THE INTEREST RATE TO BE INCREASED:

1. VARIABLY; OR

2. TO A STATED RATE; OR

(II) ACCELERATION OF MATURITY.

(2) EXCEPT AS PROVIDED IN PARAGRAPH (3) OF THIS SUBSECTION, THE INTEREST RATE OF A LOAN MAY NOT BE INCREASED AND THE MATURITY MAY NOT BE ACCELERATED UNLESS: