

GUARANTEE FUND, WITH RESPECT TO THE INSURED PORTIONS OF THE LOAN, MAY NOT EXCEED AT ANY TIME AN AMOUNT EQUAL TO 5 TIMES THE BALANCE IN THE LOAN GUARANTEE FUND.

~~(B) (1) IF THE DEPARTMENT DECIDES TO LEND MONEY TO AN APPLICANT, THE DEPARTMENT SHALL PREPARE A LOAN AGREEMENT.~~

~~(2) THE LOAN AGREEMENT SHALL INCLUDE:~~

~~(i) THE RATE OF INTEREST ON THE LOAN, WHICH SHALL BE LESS THAN THE MARKET RATE FOR A CONVENTIONAL LOAN OF COMPARABLE RISK;~~

~~(ii) A PAYMENT SCHEDULE THAT PROVIDES MONEY TO THE APPLICANT IN THE AMOUNT AND AT THE TIMES THAT THE APPLICANT NEEDS THE MONEY TO CARRY OUT THE PROJECT;~~

~~(iii) A REQUIREMENT THAT, BEFORE EACH ADVANCE OF MONEY IS RELEASED TO THE APPLICANT, THE APPLICANT AND THE DEPARTMENT COSIGN THE REQUEST FOR THE MONEY, AND~~

~~(iv) PROVISIONS FOR REPAYMENT OF THE LOAN.~~

~~(3) THE LOAN AGREEMENT MAY INCLUDE ANY OTHER PROVISIONS THAT THE DEPARTMENT DETERMINES IS NECESSARY TO SECURE THE LOAN, INCLUDING, IF ALLOWABLE, AN ASSIGNMENT OF OR A LIEN ON PAYMENT UNDER CONTINGENT AGREEMENTS.~~

~~13-411- 266LL-11.~~

IF AN APPLICANT VIOLATES ANY PROVISION OF THE LOAN GUARANTEE AGREEMENT OR CEASES TO MEET THE REQUIREMENTS OF THIS SUBTITLE SUBHEADING, ON REASONABLE NOTICE TO THE APPLICANT, THE DEPARTMENT MAY:

(1) WITHHOLD FROM THE APPLICANT FURTHER LOAN PAYMENTS GUARANTEES UNTIL THE APPLICANT COMPLIES WITH THE AGREEMENT OR REQUIREMENTS; AND

(2) EXERCISE ANY OTHER REMEDY FOR WHICH THE LOAN GUARANTEE AGREEMENT PROVIDES.

266LL-12.

(A) A PERSON MAY NOT KNOWINGLY MAKE OR CAUSE ANY FALSE STATEMENT OR REPORT TO BE MADE IN ANY APPLICATION OR IN ANY DOCUMENT FURNISHED TO THE DEPARTMENT.

(B) A PERSON MAY NOT KNOWINGLY MAKE OR CAUSE ANY FALSE STATEMENT OR REPORT TO BE MADE FOR THE PURPOSE OF INFLUENCING THE ACTION OF THE DEPARTMENT OF AN APPLICATION FOR FINANCIAL ASSISTANCE OR FOR THE PURPOSE OF INFLUENCING ANY ACTION OF THE DEPARTMENT AFFECTING FINANCIAL ASSISTANCE WHETHER OR NOT SUCH ASSISTANCE MAY HAVE ALREADY BEEN EXTENDED.