

(II) THE LEASE AGREEMENT EXTENDS THE RIGHT OF PURCHASE TO THE LESSEE; AND

(2) THE LESSOR CONSENTS TO THE RECORDING, IN THE LAND RECORDS OF THE POLITICAL SUBDIVISION IN WHICH THE FACILITY IS LOCATED, OF A NOTICE OF THE STATE'S RIGHT OF RECOVERY, AS PROVIDED UNDER § 24-606 OF THIS SUBTITLE; OR

(3) THE LEASE AGREEMENT IS WITH THE STATE FOR A STATE-OWNED BUILDING OR STATE-OWNED PROPERTY.

24-1302.

THE BOARD OF PUBLIC WORKS, UPON RECOMMENDATION OF THE SECRETARY OF THE DEPARTMENT, MAY MAKE GRANTS TO QUALIFIED APPLICANTS FOR THE PURPOSE OF CONVERTING NURSING FACILITY BEDS TO OTHER HEALTH CARE SERVICES DEEMED APPROPRIATE BY THE DEPARTMENT, INCLUDING THE PLANS, SPECIFICATIONS, SITE IMPROVEMENT, SURVEYS, AND APPLICABLE ARCHITECTS' AND ENGINEERS' FEES.

24-1303.

(A) ANY COUNTY, MUNICIPAL CORPORATION, OR NONPROFIT ORGANIZATION SPONSORING A PROJECT UNDER THIS SUBTITLE MAY APPLY TO THE DEPARTMENT FOR A STATE GRANT TO BE APPLIED TOWARD THE COST OF THAT PROJECT.

(B) THE APPLICATION SHALL BE DIRECTED TO THE SECRETARY OF THE DEPARTMENT.

(C) ON APPROVAL OF A PROJECT AND THE PROJECT PLANS BY THE DEPARTMENT, THE SECRETARY SHALL PROMPTLY REPORT THE APPLICATION TO THE BOARD OF PUBLIC WORKS, TOGETHER WITH THE SECRETARY'S RECOMMENDATION THAT THE BOARD OF PUBLIC WORKS MAKE FUNDS AVAILABLE AS PROVIDED IN THIS SUBTITLE.

24-1304.

(A) THE ALLOCATION AND USE OF STATE FUNDS UNDER THIS SUBTITLE ARE SUBJECT TO THE FOLLOWING TERMS AND CONDITIONS:

(1) STATE FUNDS MAY BE USED ONLY FOR PROJECTS APPROVED BY THE SECRETARY UNDER THIS SUBTITLE.

(2) (I) ANY FEDERAL GRANT THAT IS AVAILABLE FOR THIS PURPOSE SHALL BE APPLIED FIRST TO A PROJECT APPROVED UNDER THIS SUBTITLE; OR

(II) IN THIS SUBTITLE, COMMUNITY DEVELOPMENT BLOCK GRANTS SHALL BE CONSIDERED AS LOCAL MATCHING FUNDS AND MAY NOT BE CONSIDERED AS FEDERAL GRANT FUNDS.

(B) A STATE GRANT SHALL PROVIDE UP TO 50% OF THE ELIGIBLE COST REMAINING AFTER THE FEDERAL GRANT HAS BEEN APPLIED, EXCEPT AS PROVIDED IN SUBSECTION (C) OF THIS SECTION.