

7-207. ADDITIONAL REQUIRED NOTICES.

(A) SCOPE.

THIS SECTION APPLIES IF:

(1) NONE OF THE PARTIES IDENTIFIED IN § 7-204(A) OF THIS SUBTITLE EXERCISES THE RIGHT OF FIRST PURCHASE;

(2) THE ASSISTED PROJECT HAS NOT BEEN CONVEYED IN ACCORDANCE WITH § 7-206 OF THIS SUBTITLE; AND

(3) THE OWNER HAS NOT TAKEN A PROTECTED ACTION WITHIN 2 YEARS AFTER THE ORIGINAL NOTICE OF INTENT.

(B) REQUIRED NOTICES.

(1) BEFORE TAKING A PROTECTED ACTION, THE OWNER SHALL SERVE ANOTHER NOTICE OF INTENT ON EACH PARTY IDENTIFIED IN § 7-201(B) OF THIS SUBTITLE.

(2) BEFORE TAKING A PROTECTED ACTION UNDER § 7-102(A)(4) OF THIS TITLE, THE OWNER SHALL SERVE NOTICE OF A RIGHT OF FIRST PURCHASE AS REQUIRED BY THIS SUBTITLE.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 83B, § 9-104(h).

Defined terms: "Assisted project" § 7-101

"Owner" § 7-101

"Protected action" § 7-101

7-208. COVENANTS AS TO USE OF PROPERTY.

(A) REQUIRED FOR ASSISTED PROJECT UNDER RIGHT OF FIRST PURCHASE.

AT THE SETTLEMENT FOR AN ASSISTED PROJECT UNDER A RIGHT OF FIRST PURCHASE, THE PURCHASER SHALL EXECUTE AND RECORD, IN A FORM THAT THE SECRETARY APPROVES, A COVENANT RUNNING WITH THE LAND.

(B) RESTRICTIONS.

THE COVENANT SHALL RESTRICT THE USE OF ALL ASSISTED UNITS TO RESIDENTIAL RENTAL PROPERTY FOR ASSISTED HOUSEHOLDS, OR TO SOME OTHER PURPOSE APPROVED BY THE SECRETARY, FOR AT LEAST THE GREATEST OF:

(1) THE REMAINING TERM OF THE MORTGAGE AS OF THE DATE OF ITS PREPAYMENT;

(2) THE REMAINING TERM OF THE RENTAL ASSISTANCE AGREEMENT, INCLUDING ALL STATED RENEWAL TERMS, AS OF THE DATE OF ITS TERMINATION; AND

(3) 20 YEARS.