

~~{2}--THE--SECRETARY--MAY--DELEGATE--THE--AUTHORITY--TO ADMINISTER--THE--PROGRAM--TO--LOCAL--SUBDIVISIONS--WITHIN--THE--STATE;~~

(C) THE DEPARTMENT SHALL ADOPT RULES AND REGULATIONS TO CARRY OUT THE PROGRAM IN CONFORMANCE WITH STATUTORY AUTHORITY, INCLUDING REGULATIONS TO:

(1) INSURE THAT LOANS ARE MADE UNDER THE PROGRAM ONLY TO INDIVIDUALS WHO WOULD OTHERWISE BE UNABLE TO MAKE MORTGAGE PAYMENTS;

(2) REQUIRE ALL INDIVIDUALS TO WHOM LOANS ARE MADE TO MAKE COMPLETE OR PARTIAL PAYMENTS AS THEY ARE FINANCIALLY ABLE;

(3) ESTABLISH--SCHEDULES PROVIDE FOR THE REPAYMENT OF LOANS UNDER THE PROGRAM; AND

(4) INSURE THAT LENDERS NOTIFY IN WRITING HOMEOWNERS IN DEFAULT OF THE EXISTENCE OF THE PROGRAM;

(5) REQUIRE THE BORROWER TO PROVIDE ANY CONSENTS REQUIRED UNDER ANY EXISTING MORTGAGES; AND

~~{4}~~ (6) GENERALLY IMPLEMENT THE PROVISIONS OF THIS SUBTITLE.

13-405.

THE PROGRAM SHALL BE FUNDED BY THE SALE BY THE STATE OF GENERAL OBLIGATION BONDS AND BY REPAYMENT OF THE PRINCIPAL AND INTEREST ON LOANS MADE UNDER THE PROGRAM.

13-406.

(A) UNDER THE PROGRAM THE DEPARTMENT MAY MAKE A LOAN, THE PROCEEDS OF WHICH SHALL BE USED TO MAKE EMERGENCY MORTGAGE LOAN PAYMENTS TO MORTGAGEES ON BEHALF OF QUALIFIED MORTGAGORS AND PAYMENTS FOR FINANCIAL COUNSELING SERVICES REQUIRED UNDER THE PROGRAM.

(B) LOAN PAYMENTS MAY BE MADE IN AN AMOUNT WHICH FINANCIAL COUNSELING OF THE MORTGAGOR INDICATES IS THE DIFFERENCE BETWEEN THE MORTGAGE PAYMENTS DUE AND THAT WHICH THE MORTGAGOR CAN BE REASONABLY EXPECTED TO PAY.

(C) THE INITIAL LOAN PAYMENT SHALL INCLUDE AN AMOUNT NECESSARY TO MAKE PAYMENTS ON THE MORTGAGE CURRENT BRING PAYMENTS ON THE MORTGAGE CURRENT, INCLUDING ANY LATE PAYMENT CHARGES LAWFULLY IMPOSED.

(D) LOAN PAYMENTS SHALL BE PROVIDED FOR A PERIOD NOT TO EXCEED 24 MONTHS PLUS ANY PERIOD OF DEFAULT.