

{B}--ANY--EQUITY--INVESTMENT--OR--LOAN--MADE---PURSUANT---TO
PARAGRAPH--(A)--

{1}--SHALL--BE--MADE--ONLY--TO--AND--FOR--THE--BENEFIT--OF--AN
ENTERPRISE,--AND

{2}--SHALL--BE--UPON--THE--TERMS--AND--CONDITIONS--AS--THE
POLITICAL--SUBDIVISION--IN--ITS--SOLE--AND--ABSOLUTE--DISCRETION--MAY
PRESCRIBE,--PROVIDED--THAT--

{i}--A--LOAN--MAY--NOT--BEAR--INTEREST--AT--A--RATE
EXCEEDING--1/8--OF--1--PERCENT--PLUS--THE--INTEREST--COST--OF--THE--

1--GENERAL--OBLIGATION--BOND--ISSUE--OUT--OF
WHICH--THE--LOAN--IS--MADE--WITH--RESPECT--TO--A--LOAN--MADE--FROM--THE
PROCEEDS--OF--A--GENERAL--OBLIGATION--BOND--ISSUE,--OR

2--MOST--RECENT--GENERAL--OBLIGATION--BOND
ISSUE--OF--THE--POLITICAL--SUBDIVISION--PRECEDING--APPROVAL--OF--THE
APPLICATION--FOR--THE--LOAN--WITH--RESPECT--TO--A--LOAN--MADE--FROM--SOURCES
OTHER--THAN--GENERAL--OBLIGATION--BOND--PROCEEDS,--AND

{ii}--A--LOAN--SHALL--MATURE--AT--A--DATE--NO--LATER
THAN--10--YEARS--FOLLOWING--THE--DATE--ON--WHICH--THE--FIRST--FUNDS--ARE
ADVANCED--TO--THE--ENTERPRISE--

{C}--THE--POLITICAL--SUBDIVISION--MAY--ESTABLISH--FEES--IN--AN
AMOUNT--CALCULATED--TO--COVER--THE--ADMINISTRATIVE--EXPENSE--OF--MAKING
THE--EQUITY--INVESTMENT--OR--THE--LOAN--

{D}--A--POLITICAL--SUBDIVISION--MAY--MAKE--AN--EQUITY--INVESTMENT
IN--OR--A--LOAN--TO--AN--ENTERPRISE--PURSUANT--TO--THIS--SECTION--OR--MAY
GUARANTEE--A--LOAN--MADE--BY--A--PRIVATE--LENDER--TO--AN--ENTERPRISE--OR
PROCURE--A--THIRD--PARTY--TO--GUARANTEE--A--LOAN--TO--AN--ENTERPRISE
PURSUANT--TO--§--13--408--OF--THIS--SUBTITLE--IN--ANY--COMBINATION--THAT--THE
POLITICAL--SUBDIVISION,--IN--ITS--SOLE--AND--ABSOLUTE--DISCRETION,--DEEMS
APPROPRIATE--

13-408-

{A}--TO--IMPLEMENT--THE--LOCAL--PROGRAM,--A--POLITICAL--SUBDIVISION
MAY--GUARANTEE--A--LOAN--MADE--BY--A--PRIVATE--LENDER--TO--AN--ENTERPRISE,
PROVIDED--THAT--THE--POLITICAL--SUBDIVISION--IN--ITS--SOLE--AND--ABSOLUTE
DISCRETION--DETERMINES--THAT--THE--LOAN--TO--BE--GUARANTEED--WILL--

{1}--PROVIDE--WORKING--CAPITAL--TO--THE--ENTERPRISE--OR--BE
USED--BY--THE--ENTERPRISE--TO--PURCHASE--MACHINERY--OR--EQUIPMENT,--AND

{2}--ASSIST--IN--THE--ESTABLISHMENT--OR--GROWTH--OF--AN
ENTERPRISE--AND--LIKELY--RESULT--IN--THE--ESTABLISHMENT--OR--EXPANSION--OF
MANUFACTURING,--OFFICE,--RESEARCH,--OR--RELATED--ACTIVITIES--IN--THE
POLITICAL--SUBDIVISION--