(3) "Annual income" means the total income from all sources for all present members of your household for the income tax year immediately preceding the year in which this notice is issued. Total income means the same as "gross income" as defined in Article 81, § 12F-1(a)(6) of the Annotated Code of Maryland.

To qualify for an extended lease you must meet all of the following criteria:

- (1) A member of the household must be a handicapped citizen or a senior citizen and must be living in your unit as of the date of this notice and must have been a member of your household for at least 12 months preceding the date of this notice; and
- (2) Annual income for all present members of your household must not have exceeded(80 percent of applicable median income) for 19....; and
- (3) You must be current in your rental payments and otherwise in good standing under your existing lease.
- If you meet all of these qualifications and desire an extended lease, then you must complete the enclosed form and execute the enclosed lease and return them. The completed form and executed lease must be received at the office listed below within 60 days of the date of this notice, or in other words, by(Date). If your completed form and executed lease are not received within that time, you will not be entitled to an extended lease.
- If the number of qualified households requesting extended leases exceeds the 20 percent limitation, priority will be given to qualified households who have lived in the rental facility for the longest time.

Due to the 20 percent limitation your application for an extended lease must be processed prior to your lease becoming final. Your lease will become final if it is determined that your household is qualified and falls within the 20 percent limitation.

If you return the enclosed form and lease by(Date) you will be notified within 75 days of the date of this notice, or in other words, by(Date), whether you are qualified and whether your household falls within the 20 percent limitation.

You may apply for an extended lease and, at the same time, choose to purchase your unit. If you apply for and receive an extended lease, your purchase contract will be void. If you do not receive an extended lease, your purchase contract will be effective and you will be obligated to buy your unit.