

THE INSTITUTION AFFILIATE CONTROLLED BY SUCH INSTITUTION OR INSTITUTIONS IS DESIGNATED AS A LENDING INSTITUTION, A SUBSTANTIAL NUMBER OF RESIDENTS OF THE COUNTY AS FULL-TIME STUDENTS AND THAT HAS BEEN DESIGNATED BY THE AUTHORITY TO BE THE RECIPIENT OF AN AUTHORITY LOAN.

(R) "LOAN FUNDING DEPOSIT" MEANS MONEYS OR OTHER PROPERTY DEPOSITED BY A LENDING INSTITUTION OR A PARTICIPATING INSTITUTION WITH THE AUTHORITY OR A TRUSTEE, IN AMOUNTS THE AUTHORITY DETERMINES NECESSARY AS A CONDITION FOR AN INSTITUTION'S PARTICIPATION IN THE AUTHORITY'S PROGRAMS TO:

- (1) PROVIDE SECURITY FOR BONDS;
- (2) FUND A DEFAULT RESERVE FUND;
- (3) ACQUIRE DEFAULT INSURANCE; OR
- (4) DEFRAY COSTS OF THE AUTHORITY.

(S) "PARTICIPATING INSTITUTION" MEANS AN INSTITUTION DESIGNATED BY THE AUTHORITY AT WHICH A STUDENT'S COST OF ATTENDANCE MAY BE PAID IN WHOLE OR IN PART FROM THE PROCEEDS OF AN EDUCATION LOAN.

(T) "PERSON" MEANS AND INCLUDES NATURAL PERSONS, FIRMS, ASSOCIATIONS, CORPORATIONS, BUSINESS TRUSTS, PARTNERSHIPS, AND PUBLIC BODIES.

(U) "STATE" MEANS THE STATE OF MARYLAND, THE GOVERNOR OF THE STATE OF MARYLAND, AND ANY DEPARTMENT OF OR CORPORATION, AGENCY, OR INSTRUMENTALITY HERETOFORE OR HEREAFTER CREATED, DESIGNATED OR ESTABLISHED BY THE STATE OF MARYLAND.

31-103.

(A) PRINCE GEORGE'S COUNTY IS HEREBY AUTHORIZED TO CREATE A BODY CORPORATE AND POLITIC TO BE KNOWN AS THE "PRINCE GEORGE'S COUNTY SUPPLEMENTAL HIGHER EDUCATION LOAN AUTHORITY" WHICH SHALL BE AUTHORIZED TO EXERCISE ANY OR ALL OF THE POWERS SET FORTH IN THIS SUBTITLE WITHIN THE LIMITATIONS AND UPON THE TERMS AND CONDITIONS HEREIN SET FORTH ONLY UPON THE ENACTMENT BY THE COUNTY COUNCIL, THE APPROVAL BY THE COUNTY EXECUTIVE, AND THE TAKING EFFECT OF AN ORDINANCE THAT CREATES THE AUTHORITY AND IRREVOCABLY APPROVES THE EXERCISE BY THE AUTHORITY OF ALL POWERS SET FORTH IN THIS SUBTITLE WITHIN THE LIMITATIONS AND UPON THE TERMS AND CONDITIONS HEREIN SET FORTH.

(B) UPON THE CREATION OF THE AUTHORITY AS AUTHORIZED IN SUBSECTION (A) OF THIS SECTION, THE AUTHORITY SHALL CONSTITUTE A PUBLIC INSTRUMENTALITY OF PRINCE GEORGE'S COUNTY, AND THE EXERCISE BY THE AUTHORITY OF THE POWERS SET FORTH IN THIS SUBTITLE IS THE PERFORMANCE OF AN ESSENTIAL PUBLIC FUNCTION.

31-104.