(I) OWNS AN EQUITABLE INTEREST, INCLUDING A COOPERATIVE INTEREST, IN A UNIT PRIOR TO ITS INITIAL SALE TO A MEMBER OF THE PUBLIC;

~~(II) IS AN OFFICER OR DIRECTOR OF A COOPERATIVE HOUSING CORPORATION BEFORE THE INITIAL SALE OF A COOPERATIVE INTEREST TO A MEMBER OF THE PUBLIC,~~

(II) EXERCISES CONTROL OVER COOPERATIVE INTERESTS BEFORE THEY ARE TRANSFERRED TO INITIAL PURCHASERS, EXCLUDING MANAGEMENT AGENTS AND SALES AGENTS ACTING IN THEIR CAPACITIES AS SUCH; OR

(III) RECEIVES A MATERIAL PORTION OF THE SALES PROCEEDS, NOT INCLUDING CUSTOMARY BROKERAGE COMMISSIONS OR PAYMENT FOR INDEBTEDNESS TO AN INSTITUTIONAL BANKER, FROM THE INITIAL SALE OF A COOPERATIVE INTEREST TO A MEMBER OF THE PUBLIC~~, OR~~

~~(IV) BEARS A RELATIONSHIP SPECIFIED IN SECTION 267(B) OR SECTION 707(B)(1) OF THE INTERNAL REVENUE CODE TO A PERSON DESCRIBED IN THIS SUBSECTION~~.

(2) "DEVELOPER" DOES NOT INCLUDE A COOPERATIVE HOUSING CORPORATION.

(J) "INITIAL PURCHASER" MEANS A MEMBER OF THE PUBLIC, NOT AN AFFILIATE OF OR A SUCCESSOR TO THE DEVELOPER, WHO, FOR VALUE, ACQUIRES A COOPERATIVE INTEREST AS PART OF THE INITIAL SALE OF A COOPERATIVE INTEREST WHICH IS USED FOR RESIDENTIAL PURPOSES.

(K) "INITIAL SALE" MEANS THE FIRST TRANSFER OF A COOPERATIVE INTEREST TO AN INITIAL PURCHASER.

(L) "MEMBER" MEANS A PERSON WHO OWNS A COOPERATIVE INTEREST.

(M) "MEMBERSHIP CERTIFICATE" MEANS:

(1) A DOCUMENT, INCLUDING A STOCK CERTIFICATE ISSUED BY A COOPERATIVE HOUSING CORPORATION, EVIDENCING OWNERSHIP OF A COOPERATIVE INTEREST; OR

(2) IF THERE IS NO OTHER DOCUMENT WHICH SATISFIES PARAGRAPH (1) OF THIS SUBSECTION, A PROPRIETARY LEASE.

(N) "MOVING EXPENSES" MEANS COSTS INCURRED TO:

(1) HIRE CONTRACTORS, LABOR, TRUCKS, OR EQUIPMENT FOR THE TRANSPORTATION OF PERSONAL PROPERTY;

(2) PACK AND UNPACK PERSONAL PROPERTY;

(3) DISCONNECT AND INSTALL PERSONAL PROPERTY;