

(E) "CONVERSION" MEANS THE CREATION OF A COOPERATIVE HOUSING CORPORATION FROM A PROPERTY WHICH WAS IMMEDIATELY PREVIOUSLY A RESIDENTIAL RENTAL FACILITY.

(F) "COOPERATIVE HOUSING CORPORATION" MEANS A DOMESTIC OR FOREIGN CORPORATION QUALIFIED IN THIS STATE, EITHER STOCK OR NONSTOCK, HAVING ONLY ONE CLASS OF STOCK OR MEMBERSHIP, IN WHICH EACH STOCKHOLDER OR MEMBER, BY VIRTUE OF SUCH OWNERSHIP OR MEMBERSHIP, HAS A COOPERATIVE INTEREST IN THE CORPORATION.

(G) "COOPERATIVE INTEREST" MEANS THE OWNERSHIP INTEREST IN A COOPERATIVE HOUSING CORPORATION WHICH IS COUPLED WITH A POSSESSORY INTEREST IN REAL OR PERSONAL PROPERTY OR BOTH AND EVIDENCED BY A MEMBERSHIP CERTIFICATE.

(H) "COOPERATIVE PROJECT" MEANS ALL THE REAL AND PERSONAL PROPERTY IN THIS STATE OWNED OR LEASED BY THE COOPERATIVE HOUSING CORPORATION FOR THE PRIMARY PURPOSE OF RESIDENTIAL USE.

(I) (1) "DEVELOPER" MEANS A PERSON WHO:

(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,~~ 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.