

BY adding to

Article 41B - Department of Housing and Community
Development
Section 2-501~~(j)~~ (e) and 2-510
Annotated Code of Maryland
(1986 Replacement Volume and 1987 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That Section(s) 2-501~~(j)~~-and-~~(k)~~ (e), (f), (g), (h), (i), and (k), respectively, of Article 41B - Department of Housing and Community Development of the Annotated Code of Maryland be renumbered to be Section(s) 2-501~~(k)~~-and-~~(i)~~ (f), (g), (h), (i), (j), and (l), respectively.

SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:

Article 41B - Department of Housing and Community Development
2-501.

~~(J) -- "RENTAL -- HOUSING" -- MEANS -- A -- RESIDENTIAL -- BUILDING CONTAINING -- 5 OR MORE UNITS EACH OF WHICH IS OCCUPIED BY A FAMILY OR PERSON IN RETURN FOR PAYMENT OF A MONTHLY AMOUNT TO THE OWNER OF THE BUILDING. -- BUILDINGS OWNED BY A LIMITED EQUITY COOPERATIVE QUALIFY AS RENTAL HOUSING AND OCCUPANTS MAY HAVE AN OWNERSHIP INTEREST IN SUCH BUILDINGS. -- MONTHLY PAYMENTS NEED NOT BE DENOMINATED AS RENT, AND MAY BE DENOMINATED BY OTHER TERMS, INCLUDING MEMBERSHIP FEES AND SHARE ACCOUNT PAYMENTS.~~

(E) "LIMITED EQUITY COOPERATIVE HOUSING" HAS THE MEANING STATED IN SECTION 143(K)(9)(C) OF THE INTERNAL REVENUE CODE AND THE REGULATIONS ADOPTED BY THE INTERNAL REVENUE SERVICE UNDER SECTION 143(K)(9)(C) OF THE INTERNAL REVENUE CODE.

[(j)] (K) (1) "Rental housing production project" or "project" means any project or undertaking for the acquisition, construction, or rehabilitation of buildings and improvements, or any portion thereof, which buildings and improvements or portion thereof will be occupied by families of lower income as follows:

[(1)] (I) For projects which qualify for federal low-income housing tax credits, the number of residential units selected by the sponsor to satisfy the federal requirements will be occupied by families of lower income[,]; or

[(2)] (II) For all other projects, all residential units will be occupied by families of lower income.