(IV) ARE CAPABLE OF MAINTAINING INDEPENDENT LIVING QUARTERS; OR

(2) ELIGIBLE HOUSEHOLDS WITH CRITICAL AND EMERGENCY HOUSING NEEDS THAT CANNOT BE SERVED BY A FEDERAL OR MORE COST EFFECTIVE STATE HOUSING ASSISTANCE PROGRAM.

2-605.

RENTAL ALLOWANCE PAYMENTS MAY ONLY BE APPLIED TOWARDS THE MONTHLY PAYMENT OF RENT OR THE PAYMENT OF A REQUIRED SECURITY DEPOSIT FOR AN ELIGIBLE HOUSING UNIT.

2-606.

EXCEPT AS PROVIDED IN § 2-607(B) OF THIS SUBTITLE, THE DEPARTMENT SHALL ADMINISTER THE PROGRAM:

- (1) IN CONJUNCTION WITH LOCAL POLITICAL SUBDIVISIONS OR THROUGH THEIR HOUSING AGENCIES OR DEPARTMENTS; AND
- (2) IN CONSULTATION WITH THE DEPARTMENT OF HUMAN RESOURCES.

2-607.

- (A) RENTAL ALLOWANCE GRANTS WILL BE AWARDED TO POLITICAL SUBDIVISIONS TAKING INTO ACCOUNT:
- (1) THE NUMBER OF ELIGIBLE HOUSEHOLDS IN A JURISDICTION;
- (2) THE AVAILABILITY OF SUITABLE HOUSING STOCK IN THE JURISDICTION FOR THE TARGET POPULATION THE POLITICAL SUBDIVISION PROPOSES TO SERVE;
- (3) THE POLITICAL SUBDIVISION'S WILLINGNESS TO CONTRIBUTE ADMINISTRATIVE COSTS; AND
  - (4) OTHER FACTORS THE DEPARTMENT DEEMS RELEVANT.
- (B) THE DEPARTMENT MAY RETAIN UP TO 25 PERCENT OF THE FUNDS PROVIDED FOR THIS PROGRAM FOR RENTAL ALLOWANCE PAYMENTS TO ELIGIBLE HOUSEHOLDS ON A STATEWIDE BASIS INCLUDING PAYMENTS FOR CRITICAL EMERGENCY HOUSING NEEDS.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1988.

Approved May 2, 1988.