

board within the Department; requiring the Department to prepare loan documents for a borrower from the Direct Loan Fund; requiring the direct loan documents to contain certain provisions; providing for the minimum amount for certain direct loans and the maximum term for direct loans; limiting the amount of the direct loan to a certain percentage of the total investment in the child care facility; limiting the use of proceeds from the Direct Loan Fund; providing that the Direct Loan Fund shall be a revolving fund; deleting the provision permitting the guarantee of an equity investment; deleting the Guarantee Fund application requirement that a current balance sheet be audited; deleting the provision allowing the Department to contract with a nonprofit organization to operate and manage the Guarantee Fund; making certain stylistic changes; expanding the authorized sources and uses of funds for the Guarantee Fund and providing for the authorized sources and uses of the Direct Loan Fund; providing for the disposition of excess funds; setting forth application requirements; authorizing the Department to set certain terms and conditions for direct loans; providing a certain penalty for a violation of this Act; and generally relating to the Day Care Facilities Loan Guarantee Fund and the Child Care Facilities Direct Loan Fund.

BY repealing

Article 41A - Department of Economic and Employment
Development
Section 6-202
Annotated Code of Maryland
(1986 Replacement Volume and 1987 Supplement)

BY repealing and reenacting, with amendments,

Article 41A - Department of Economic and Employment
Development
Section 6-203 through 6-210, inclusive
Annotated Code of Maryland
(1986 Replacement Volume and 1987 Supplement)

BY adding to

Article 41A - Department of Economic and Employment
Development
Section 6-202; and 6-2A-01 through 6-2A-13, inclusive, to be
under the new subtitle "Subtitle 2A. Child Care
Facilities Direct Loan Fund"
Annotated Code of Maryland
(1986 Replacement Volume and 1987 Supplement)