

(E) IF THE BORROWER DEFAULTS, THE DEPARTMENT MAY MODIFY THE RATE OF INTEREST, THE TIME OR AMOUNT OF PAYMENT, OR ANY OTHER TERM OF A LOAN IN ORDER TO ASSURE REPAYMENT OF THE LOAN AND ACHIEVE THE PURPOSES OF THE PROGRAM.

2-605.

(A) THE DEPARTMENT SHALL:

(1) MANAGE, SUPERVISE, AND ADMINISTER THE PROGRAM;

(2) ATTACH SPECIFIC TERMS TO ANY LOAN AS MAY BE NECESSARY TO CARRY OUT THE PURPOSES OF THE PROGRAM; AND

~~(3) ADOPT REGULATIONS TO CARRY OUT THE PROGRAM IN CONFORMITY WITH STATUTORY REQUIREMENTS.~~

~~(B) THE DEPARTMENT MAY:~~

~~(1) (3) ESTABLISH STANDARDS OF ELIGIBILITY FOR LOANS, TAKING INTO ACCOUNT STATE, REGIONAL, OR COUNTY HOUSING COSTS, MEDIAN INCOMES, AND HOUSEHOLD SIZES;~~

(4) ESTABLISH GUIDELINES TO DETERMINE WHICH SPECIFIC ITEMS OR PORTION OF THE TOTAL SETTLEMENT EXPENSES CAN BE INCLUDED IN THE LOAN; AND

(5) ADOPT REGULATIONS TO CARRY OUT THE PROGRAM IN CONFORMITY WITH STATUTORY REQUIREMENTS.

(B) THE DEPARTMENT MAY:

~~(1) CHARGE APPLICATION FEES OR OTHER FEES TO LOAN APPLICANTS OR LENDERS;~~

~~(2) PURCHASE, OR MAKE COMMITMENTS TO PURCHASE, LOANS MADE BY MORTGAGE LENDERS IN CONFORMITY WITH THIS SUBTITLE AND WITH ANY REGULATIONS OR DIRECTIVES ISSUED BY THE DEPARTMENT;~~

(3) ENTER INTO CONTRACTS WITH THIRD PARTIES WHO WOULD MAKE OR SERVICE MORTGAGE LOANS MADE, ON BEHALF OF THE DEPARTMENT, IN ACCORDANCE WITH THIS SUBTITLE;

~~(4) SUBJECT TO SUBSECTION (C) OF THIS SECTION, ACQUIRE ANY PROPERTY SECURING A LOAN MADE UNDER THIS SUBTITLE BY GIFT, PURCHASE, FORECLOSURE, OR OTHERWISE, AND SELL OR OTHERWISE DISPOSE OF THE PROPERTY OR INTEREST IN THE PROPERTY;~~

(5) SUBJECT TO SUBSECTION (A) OF THIS SECTION, DELEGATE TO LOCAL JURISDICTIONS THE OPERATION OF ALL OR ANY PART OF THE PROGRAM ANY ADMINISTRATIVE OR OPERATIONAL ELEMENTS OF THE PROGRAM; AND