

- (1) THE SITE ACQUISITION AND CONSTRUCTION COSTS AS WELL AS A PERMANENT MORTGAGE FOR A GROUP HOME;
- (2) THE PURCHASE OF AN EXISTING BUILDING TO PROVIDE A GROUP HOME;
- (3) MODIFICATIONS TO A BUILDING PURCHASED WITH A LOAN;
- (4) CLOSING COSTS ASSOCIATED WITH THE CONSTRUCTION OR PURCHASE OF A GROUP HOME;
- (5) ENGINEERING, LEGAL, TITLE, SURVEY, OR ARCHITECTURAL FEES ASSOCIATED WITH FINANCING REAL PROPERTY DEVELOPMENT; AND
- (6) OTHER DEVELOPMENT COSTS DEEMED REASONABLE BY THE DEPARTMENT.

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

2-706.

IN APPROVING APPLICATIONS FOR LOANS THE DEPARTMENT SHALL CONSIDER:

- (1) THE ECONOMIC FEASIBILITY OF THE GROUP HOME; AND
- (2) THE GROUP HOME SPONSOR'S CAPABILITY TO MANAGE THE GROUP HOME, PROVIDE NECESSARY SERVICES, AND REPAY THE LOAN.

2-707.

THE DEPARTMENT MAY ESTABLISH:

- (1) STANDARDS OF ELIGIBILITY FOR GROUP HOME SPONSORS;
- (2) LOAN FEES AND CHARGES;
- (3) MAXIMUM AMOUNTS WHICH MAY BE LOANED FOR GROUP HOMES BASED UPON THE SIZE, USE, AND GEOGRAPHIC LOCATION OF THE GROUP HOME; AND
- (4) A PROCESS FOR SELECTING GROUP HOMES TO BE FINANCED UNDER THE PROGRAM THAT PROMOTES A STATEWIDE DISTRIBUTION OF FUNDS.

2-708.