

(A) THE PROGRAM SHALL BE OPERATED WITH MONEYS IN THE SPECIAL LOAN PROGRAMS FUND, WHICH FUND SHALL BE A CONTINUING, NONLAPSING SPECIAL FUND CONSISTING OF:

(1) MONEYS APPROPRIATED BY THE STATE FOR THE SPECIAL MARYLAND HOUSING REHABILITATION PROGRAM AUTHORIZED UNDER § 2-303 OF THIS TITLE, THE GROUP HOME FINANCING PROGRAM AUTHORIZED UNDER THIS SUBTITLE, AND THE REGULAR MARYLAND HOUSING REHABILITATION PROGRAM AUTHORIZED UNDER § 2-303 OF THIS TITLE;

(2) REPAYMENTS AND PREPAYMENTS OF LOANS MADE UNDER SUCH PROGRAMS, BOTH PRIOR TO AND AFTER JULY 1, 1989; AND

(3) MONEYS TRANSFERRED TO THE FUND IN ACCORDANCE WITH §§ ~~2-313(K)~~ 2-313(H) 2-313(J), 2-505(D), 2-608 2-613(D), 2-805(D), AND 2-1006(E) OF THIS TITLE.

(B) THE DEPARTMENT SHALL USE THE SPECIAL LOAN PROGRAMS FUND TO MAKE LOANS AND TO PAY EXPENSES OF THE PROGRAM.

(C) (1) THE STATE TREASURER SHALL HOLD AND THE STATE COMPTROLLER SHALL ACCOUNT FOR THE SPECIAL LOAN PROGRAMS FUND.

(2) THE FUND SHALL BE INVESTED AND REINVESTED.

(3) ANY INVESTMENT EARNINGS SHALL BE PAID INTO THE FUND. ANY REPAYMENT OF PRINCIPAL OR INTEREST ON A LOAN FROM THE FUND SHALL BE PAID INTO THE FUND.

(D) AT ANY TIME FOLLOWING THE FIRST 8 MONTHS OF ANY FISCAL YEAR, THE DEPARTMENT MAY TRANSFER, SUBJECT TO THE PROVISIONS OF § 7-209 OF THE STATE FINANCE AND PROCUREMENT ARTICLE, UNENCUMBERED MONEYS IN THE SPECIAL LOAN PROGRAMS FUND TO ANY OTHER FUND ESTABLISHED UNDER THIS TITLE.

2-709.

(A) A PERSON MAY NOT KNOWINGLY MAKE OR CAUSE ANY FALSE STATEMENT OR REPORT TO BE MADE IN ANY DOCUMENT REQUIRED TO BE FURNISHED TO THE DEPARTMENT BY ANY AGREEMENT RELATING TO A LOAN.

(B) A PERSON APPLYING FOR A LOAN MAY NOT KNOWINGLY MAKE OR CAUSE ANY FALSE STATEMENT OR REPORT TO BE MADE FOR THE PURPOSE OF INFLUENCING THE ACTION OF THE DEPARTMENT ON A LOAN APPLICATION OR FOR THE PURPOSE OF INFLUENCING ANY ACTION OF THE DEPARTMENT AFFECTING A LOAN ALREADY MADE.

(C) ANY PERSON WHO VIOLATES ANY PROVISION OF SUBSECTION (A) OR (B) OF THIS SECTION IS GUILTY OF A MISDEMEANOR AND ON CONVICTION IS SUBJECT TO A FINE NOT EXCEEDING \$50,000 OR IMPRISONMENT NOT EXCEEDING 2 YEARS OR BOTH.

2-1001.