

(4) A DESCRIPTION OF THE SPONSOR'S CONTRIBUTION TO A PROPOSED PROJECT AS REQUIRED BY § 4-706(B) OF THIS SUBTITLE.

4-706.

(A) LOANS MAY BE USED FOR THE COSTS OF IMPLEMENTING AN ENERGY CONSERVATION PROJECT, INCLUDING COSTS OF ALL NECESSARY TECHNICAL ASSESSMENTS, STUDIES, SURVEYS, PLANS AND SPECIFICATIONS, START-UP, ARCHITECTURAL, ENGINEERING, OR OTHER SPECIAL SERVICES, AS WELL AS COSTS OF CONSTRUCTION, REHABILITATION, OR MODIFICATION, INCLUDING THE PURCHASE AND INSTALLATION OF ANY NECESSARY MACHINERY, EQUIPMENT, OR FURNISHINGS.

(B) EACH SPONSOR MUST MAKE A CONTRIBUTION TO A PROJECT THAT IS OF A TYPE AND AMOUNT ACCEPTABLE TO THE DEPARTMENT.

(C) THE SPONSOR MUST DOCUMENT THAT THE ANTICIPATED ENERGY COST SAVINGS OVER A DEFINED PERIOD FOLLOWING THE COMPLETION OF THE PROJECT ARE GREATER THAN THE COST OF THE PROJECT.

(D) LOANS MADE UNDER THE PROGRAM SHALL:

(1) BE REPAYABLE BY THE SPONSOR FROM SPECIFIED REVENUES WHICH MAY INCLUDE THE ENERGY COST SAVINGS GENERATED BY A PROJECT;

(2) BEAR INTEREST AT A RATE DETERMINED BY THE DEPARTMENT TO BE NECESSARY AND REASONABLE FOR THE PROJECT; AND

(3) BE REPAYABLE IN ACCORDANCE WITH A SCHEDULE DETERMINED BY THE DEPARTMENT WHICH MAY BE ON A DEFERRED PAYMENT BASIS.

(E) THE DEPARTMENT SHALL REQUIRE A SPONSOR TO PROVIDE ASSURANCES FOR THE REPAYMENT OF A LOAN. SUCH ASSURANCES SHALL INCLUDE A PROMISSORY NOTE AND MAY ALSO INCLUDE SUPERIOR OR SUBORDINATE MORTGAGE LIENS, GUARANTEES OF REPAYMENT, OR OTHER FORMS OF COLLATERAL.

(F) LOANS MAY BE MADE IN CONJUNCTION WITH, OR IN ADDITION TO, FINANCIAL ASSISTANCE PROVIDED THROUGH OTHER DEPARTMENTAL, STATE, OR FEDERAL PROGRAMS.

4-707.

(A) THE FUND SHALL OPERATE AS A CONTINUING, NONLAPSING, SPECIAL FUND, THAT CONSISTS OF MONEYS APPROPRIATED BY THE STATE TO THE PROGRAM, INCLUDING THE ENERGY OVERCHARGE RESTITUTION TRUST FUND, MONEYS RECEIVED FROM OTHER PUBLIC OR PRIVATE SOURCES, ~~INCLUDING--THE-ENERGY-OVERCHARGE-RESTITUTION-TRUST-FUND,~~ INTEREST EARNINGS ON THE FUND, AND REPAYMENTS AND PREPAYMENTS OF PRINCIPAL AND INTEREST ON LOANS MADE FROM THE FUND.