

purchase, and participate in making ~~certain~~ loans *to nonprofit sponsors* for the acquisition, *and* construction, or rehabilitation, of certain residential units for sale or lease-purchase; defining a term; clarifying certain program provisions; altering certain mortgage loan requirements and terms; making technical changes; and generally relating to the Maryland Home Financing Program.

BY adding to

Article 83B – Department of Housing and Community Development  
Section 2-601(j)  
Annotated Code of Maryland  
(1991 Replacement Volume and 1993 Supplement)

BY repealing and reenacting, with amendments,

Article 83B – Department of Housing and Community Development  
Section 2-602, 2-604(a), 2-609, and 2-611(d) and (f)  
Annotated Code of Maryland  
(1991 Replacement Volume and 1993 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

**Article 83B – Department of Housing and Community Development**

2-601.

(J) "SHORT-TERM LOAN" MEANS A LOAN THAT IS EXPECTED TO BE TAKEN OUT BY OTHER FINANCING WITHIN A PERIOD OF 7 YEARS OR LESS AS MAY BE SPECIFIED IN THE LOAN DOCUMENTS.

2-602.

The purposes of the Program are to make, purchase, and participate in making:

(1) Preferred interest rate loans for the purchase, purchase and rehabilitation, or refinancing of a primary residence by:

(i) Households of limited income who will occupy a single-unit primary residence; or

(ii) Owner-occupants of residential buildings with no more than 4 units, where all units other than the owner's will be occupied by households of limited income;

(2) Short-term ~~construction~~ loans to developers for the ~~ACQUISITION, construction, CONSTRUCTION,~~ or rehabilitation of residential units affordable ~~FOR SALE OR LEASE PURCHASE~~ to households of limited income;