(i)   Contract [, in conformance with the State law governing procurement,] with private parties for services to secure, maintain, operate, or improve such property in anticipation of disposition of the property, WITHOUT ANY REQUIREMENT THAT THE CONTRACT COMPLY WITH THE PROVISIONS OF DIVISION II OF THE STATE FINANCE AND PROCUREMENT ARTICLE; or

(ii)   Make a mortgage loan to assist in the disposition of the property.

SECTION 2.   AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 1995.

Approved April 11, 1995.

CHAPTER 94

(House Bill 1036)

AN ACT concerning

Department of Housing and Community Development – Security for Loans

FOR the purpose of clarifying the extent of security required for mortgages for rental housing loans; and generally relating to the Maryland Housing Rehabilitation Program and the Rental Housing Production Program in the Department of Housing and Community Development.

BY repealing and reenacting, with amendments,
   Article 83B – Department of Housing and Community Development
   Section 2–303 and 2–506
   Annotated Code of Maryland
   (1991 Replacement Volume and 1994 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

2–303.

(a)   There is a Maryland Housing Rehabilitation Program. Loans made under this section for rehabilitation of buildings providing more than 4 dwelling units or serving nonresidential needs and loans to nonprofit sponsors under § 2–305 of this subtitle may be known as the Multi–Family Rehabilitation Program. Loans, except special loans, made under this Program for rehabilitation of residential buildings providing 4 or less dwelling units may be known as the Regular Rehabilitation Program. Special loans made under one of the special loan programs may be known as the Special Rehabilitation Program.

(b)   The Department shall operate the Program, and make rehabilitation loans under the provisions of this section.