

(i) A provision for payments of interest only for a period not to exceed 2 years from the date of the loan;

(ii) A provision for payments of principal and interest, in accordance with an amortization schedule that the Secretary approves, for not more than a 30-year period from the end of the interest only payment period; and

(iii) The provisions for interest rate, notice and approval of conveyances of land, and prepayment of the loan, as specified in [§ 5-404(c)(2)(iii) through (v)] § 5-704(C)(2)(III) THROUGH (V) of this subtitle.

(3) The loan agreement may contain regulatory and security provisions.

(e) The loan agreement shall be recorded among the land records of the subdivision in which the land is located and shall constitute a lien upon the land and improvements.

(f) The Secretary may, upon application and after investigation, approve a loan not exceeding \$15,000 and on an equal matching basis with funds of the borrowing subdivision, for the purpose of financing planning or engineering study costs of or for a project situate or to be situate on land owned by or under option to the borrowing subdivision or owned by the federal government upon reasonable assurance that the site will be made available to the subdivision. Upon approval of any such loan, the Secretary and the subdivision shall enter into a loan agreement requiring repayment within five years at an interest rate calculated pursuant to [§ 5-404(c)(2)(iii)] § 5-704(C)(2)(III) of this subtitle and in accordance with an amortization schedule approved by the Secretary.

[5-406.] 5-706.

(a) (1) In this section, the following words have the meanings indicated.

(2) "Project costs" may include planning and engineering studies, land acquisition, site preparation, and all construction costs.

(3) "Shell building" means a basic structure of flexible design or a rehabilitated building, erected on land owned or controlled by the political subdivision, for eventual sale or lease to a purchaser or tenant requiring facilities for manufacturing, assembling, fabricating, processing, warehousing, research and development, or office use.

(b) Any political subdivision may apply to the Secretary for a loan to finance project costs of a shell building project. The application shall describe the project in the manner and detail required by the Secretary and shall include the information set forth in [§ 5-404(a)] § 5-704(A) of this subtitle as it relates to the shell building project, and a complete breakdown of the anticipated cost of the project.

(c) In determining whether or not to approve a loan and the amount of the loan, the Secretary shall consider those factors set forth in [§ 5-404(b)] § 5-704(B) of this subtitle as they relate to the shell building project. After the investigation he considers necessary, the Secretary may approve a loan of all or any part of the project costs, not to exceed \$2,000,000.