

(3) SHALL BE INVESTED AND REINVESTED IN THE SAME MANNER AS OTHER STATE FUNDS.

(D) THE FUND SHALL BE USED:

- (1) TO PAY ALL EXPENSES OF ADMINISTERING THE FUND;
- (2) TO GUARANTEE LOANS OR PORTIONS OF LOANS ACCEPTED BY THE DEPARTMENT UNDER THE PROVISIONS OF THIS SUBTITLE; AND
- (3) TO PROVIDE OTHER FORMS OF CREDIT ENHANCEMENT OR BORROWER ASSISTANCE AUTHORIZED BY THIS SUBTITLE.

(E) (1) THE DEPARTMENT ~~SHALL~~ MAY ESTABLISH PREMIUMS AND FEES FOR LOAN GUARANTEES AND OTHER FORMS OF CREDIT ENHANCEMENT OFFERED UNDER THIS SUBTITLE, ~~IN AN AMOUNT CALCULATED TO COVER ADMINISTRATIVE COSTS AS WELL AS ANTICIPATED PAYMENTS DUE TO DEFAULTS ON LOANS CAUSING GUARANTEED LOSSES TO LENDERS OR LOSSES OR OTHER LIABILITIES INCURRED IN CONNECTION WITH ANY OTHER CREDIT ENHANCEMENT PROVIDED BY THE DEPARTMENT UNDER THIS SUBTITLE.~~

(2) ALL PREMIUM AND FEE INCOME SHALL BE CREDITED TO THE FUND FOR THE OPERATION OF THE FUND AND THE PROVISION OF ADDITIONAL GUARANTEE AND OTHER JOB TRAINING LOAN ASSISTANCE AND DOES NOT REVERT TO THE STATE'S GENERAL FUND.

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(A) THE DEPARTMENT, IN ITS OWN NAME OR IN THE NAME OF THE MARYLAND WORKFORCE TRAINING FINANCE FUND, MAY, WITH RESPECT TO A LOAN OR ANY PORTION OF A LOAN THAT IS MADE BY AN APPROVED LENDER TO AN EMPLOYER OR OTHER APPROVED ENTITY THAT IS OR WILL BE LOCATED IN THE STATE FOR A WORKFORCE TRAINING PROJECT OR PROGRAM THAT IS APPROVED BY THE DEPARTMENT:

- (1) GUARANTEE THE PAYMENT OF PART OR ALL OF PRINCIPAL, INTEREST, AND OTHER AMOUNTS OUTSTANDING;
- (2) PROVIDE OTHER FORMS OF CREDIT ENHANCEMENT; OR
- (3) PAY INTEREST SUBSIDIES OR PROVIDE OTHER BORROWER ASSISTANCE TO THE BORROWER.

(B) (1) THE DEPARTMENT MAY ENTER INTO CONTRACTS WITH EMPLOYERS, FINANCIAL ENTITIES, OR INTERMEDIARIES SUCH AS EDUCATIONAL INSTITUTIONS OR OTHER ENTITIES WITH EXPERTISE IN JOB TRAINING, INCLUDING OTHER STATE OR LOCAL GOVERNMENT AGENCIES, AS IT DETERMINES ARE APPROPRIATE TO CARRY OUT THE PURPOSES OF THIS SUBSECTION.

(2) WHEREVER POSSIBLE, CONTRACTS SHOULD MAKE ALL POSSIBLE USE OF EXISTING FACILITIES AND PROGRAMS.