ADMINISTRATIVE AND OPERATING EXPENSES, ORGANIZATIONAL COSTS, AND OTHER COSTS ASSOCIATED WITH THE PRODUCTION OF HOUSING.

- {(b)}(D) Subject to § 2-1202 of this subtitle, a nonprofit organization may receive a grant or grants, for up to 3 years for capacity building purposes in each of the housing development areas of rental housing programs, home ownership programs, and special loan programs.
- $\{(c)\}$ (E) A grant made under § 2-1202 of this subtitle may be for a term of up to 3 years if, in the determination of the Department, the performance of the nonprofit organization in the preceding year is acceptable and funds are appropriated and available in the succeeding year.
- (F) SUBJECT TO § 2-1203.1 OF THIS SUBTITLE, A NONPROFIT ORGANIZATION MAY RECEIVE PERFORMANCE FUNDING GRANTS, EACH GRANT HAVING A TERM OF UP TO 3 YEARS IN EACH OF THE HOUSING DEVELOPMENT AREAS OF RENTAL HOUSING—PROGRAMS, HOMEOWNERSHIP—PROGRAMS, AND SPECIAL—LOAN PROGRAMS FOR AS LONG AS THE DEPARTMENT—DETERMINES THAT THE NONPROFIT ORGANIZATION IS IN NEED OF ASSISTANCE WITH OPERATING COSTS, HAS SUSTAINED PERFORMANCE, AND HAS MET THE GOALS IN THE ORGANIZATION'S ANNUAL WORK PROGRAM.
- f(d)f(G) During any fiscal year, the total amount of all operating assistance AND PERFORMANCE FUNDING grants made under this subtitle shall be made from, and may not exceed [1] 2 percent UP TO 1 PERCENT of the total aggregate amount of budgeted moneys in the Rental Housing Programs Fund, Homeownership Programs Fund, and Special Loan Programs Fund AND FROM ANY FUNDS APPROPRIATED FROM ANY OTHER SOURCE.

[2-1206.

The demonstration projects authorized under this subtitle shall terminate on June 30, 1997.]

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 1997.

Approved May 8, 1997.

CHAPTER 382

(Senate Bill 754)

AN ACT concerning

Sales and Use Tax, Vessel Excise Tax, and Property Tax - Marine Spill Response Organizations

FOR the purpose of <u>providing an exemption under the vessel excise tax for possession</u> within the State of certain vessels owned by certain nonprofit marine spill response <u>organizations</u>; providing an exemption under the sales and use tax for certain sales