

(d) (1) Upon approval of a loan, the Secretary shall enter into a loan agreement with the [borrowing subdivision] BORROWER.

(f) (1) The Secretary may, upon application and after investigation, approve a loan not exceeding \$25,000 and on [an equal] A 10 PERCENT matching basis with funds of the ~~borrowing subdivision~~ BORROWER, for the purpose of financing planning or engineering study costs of or for a project [situate] SITUATED or to be [situate] SITUATED on land owned by or under option to the ~~borrowing subdivision~~ BORROWER or owned by the federal government upon reasonable assurance that the site will be made available to the ~~subdivision~~ BORROWER.

(2) Upon approval of any such loan, the Secretary and the ~~subdivision~~ BORROWER shall enter into a loan agreement requiring repayment within five years at an interest rate calculated pursuant to § 5-704(c)(2)(iii) of this subtitle and in accordance with an amortization schedule approved by the Secretary.

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] BORROWER, 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] BORROWER 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 § 5-704(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 § 5-704(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.

(d) On approval of a loan, the Secretary shall enter into a loan agreement with the [borrowing political subdivision] BORROWER providing for payment of interest only, at a rate determined by the Secretary in accordance with § 5-704(c)(2)(iii) of this subtitle, beginning on the date of the loan and continuing for a period not to exceed two years after that date. On sale of the shell building, the [political subdivision] BORROWER shall repay the entire amount of the loan. Subject to the required repayment in the event of a sale, the principal balance of the loan remaining at the end of the interest only payment period shall be amortized over a period not exceeding 25 years in accordance with an amortization schedule approved by the Secretary. The [borrowing subdivision]