

(iii) Foreclose a mortgage;

(iv) Acquire property securing a loan in default; [or]

(v) Encumber, sell, or otherwise dispose of property acquired in connection with a loan in default;

(VI) SELL LOANS ON THE SECONDARY MARKET, OR TERMS ACCEPTABLE TO THE DEPARTMENT, INCLUDING SELLING LOANS AT A DISCOUNT;

(VII) TRANSFER MONEY RECEIVED FROM THE SALE OF A LOAN UNDER ITEM (VI) OF THIS PARAGRAPH TO THE HOMEOWNERSHIP PROGRAMS FUND; OR

(VIII) REPURCHASE OR PAY THE COSTS FOR SERVICING A LOAN THAT HAS BEEN SOLD UNDER ITEM (VI) OF THIS PARAGRAPH WITH MONEYS IN THE HOMEOWNERSHIP PROGRAMS FUND AND ON TERMS ACCEPTABLE TO THE DEPARTMENT.

2-613.

(a) The Program shall be operated with moneys in the Homeownership Programs Fund, which Fund shall be a continuing, nonlapsing special fund consisting of:

(1) Moneys appropriated by the State for homeownership programs, including the Maryland Home Financing Program authorized under this subtitle and the Settlement Expense Loan Program authorized under Subtitle 10 of this title;

(2) Any moneys received from the sale of the State's general obligation bonds;

(3) Repayments or prepayments of principal and interest on loans made under the Program, or under the Homeowners' Emergency Mortgage Assistance Program, the Reverse Equity Program, or the Maryland Home Financing Program prior to July 1, 1989, or under the Settlement Expense Loan Program prior to or after July 1, 1989;

(4) All moneys credited to the Reverse Equity Program or the Homeowners' Emergency Mortgage Assistance Program which moneys shall be transferred to the Homeownership Programs Fund as of July 1, 1989; and

(5) Any moneys transferred to the Fund in accordance with §§ 2-313(i), 2-505(d), 2-612, 2-708(d), 2-805(d), and 4-208(d) of this article.

SECTION 2. AND BE IT FURTHER ENACTED, That it is the intent of the General Assembly that the proceeds from the sale of a mortgage that was provided under the Maryland Home Financing Program to an individual with a disability may be used only for the purposes of the Program that directly assists individuals with disabilities, and are in addition to and may not supplant money from the Homeownership Programs Fund established under Article 83B, § 2-613 of the Code that would otherwise be used for these purposes.