

(1) MUST OWN THE PROPERTY FOR WHICH THE LOAN IS MADE AND RESIDE IN THE PROPERTY AFTER COMPLETION OF THE REHABILITATION; AND

(2) (I) MUST USE THE PROCEEDS OF THE LOAN TO IMPLEMENT A REHABILITATION PROJECT TO PROVIDE AN ACCESSORY DWELLING UNIT FOR OCCUPANCY BY A FAMILY OF LIMITED INCOME FOR A FIXED MINIMUM TERM AS DETERMINED BY THE DEPARTMENT; OR

(II) MUST BE A FAMILY OF LIMITED INCOME AT THE TIME THE LOAN IS MADE AND USE THE PROCEEDS OF THE LOAN TO PROVIDE AN ACCESSORY DWELLING UNIT FOR A FIXED MINIMUM TERM AS DETERMINED BY THE DEPARTMENT.

[(c)] (D) To qualify for [an accessory or] A shared housing loan the owner of a residential property:

(1) Must own the property for which the loan is made and reside in the property after completion of the rehabilitation;

(2) Must be a family of limited income; and

(3) Must use the proceeds of the loan to implement a rehabilitation project in order to provide shared housing facilities or an accessory dwelling unit for occupancy by a family of limited income.

[(d)] (E) To qualify for a sheltered housing loan the owner of a single unit property:

(1) Must own the property for which the loan is made and reside in the property after completion of the rehabilitation;

(2) Must agree to provide shelter, meals and assistance with daily activities to not more than 15 elderly, disabled or handicapped persons who qualify as families of limited income; and

(3) Must demonstrate that the property will be certified by the appropriate governing agency to provide sheltered care to elderly, disabled or handicapped persons.

[(e)] (F) The terms and provisions for accessory, shared and sheltered housing loans shall satisfy the requirements of § 2-303(g) of this subtitle.

SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:

Article 83B – Department of Housing and Community Development

2-303.

[(h)](2) [Loans] (I) EXCEPT FOR LOANS UNDER SUBPARAGRAPH (II) OF THIS PARAGRAPH, LOANS over \$5,000 shall be secured by a recorded mortgage or deed of trust on real property.