

Article – Financial Institutions

13-228.

(a) The Authority may utilize the Contract Financing Fund to guarantee a loan made to an applicant only if:

(1) The applicant meets the qualifications required by this subtitle;

(2) The loan is to be used to perform a contract for a project financed by the federal or State government, a local government, or a utility regulated by the Public Service Commission;

(3) The {part of the loan to be guaranteed} ~~MAXIMUM AMOUNT PAYABLE BY THE AUTHORITY UNDER ITS GUARANTEE~~ does not exceed [\$250,000] \$500,000; and

(4) The loan to be guaranteed is to be used for:

(i) Working capital; or

(ii) Equipment needed to perform the contract, the cost of which can be repaid from contract proceeds, if the Authority has entered into an agreement with the applicant necessary to secure the loan or guarantee.

(b) A guaranty that the Authority makes shall be limited to not more than the term of the contract, unless the Authority finds that a longer term better carries out the purposes of this subtitle.

13-230.

(a) The Authority may utilize the Contract Financing Fund to lend money to an applicant only if:

(1) The applicant meets the requirements of this subtitle;

(2) The loan does not exceed [\$250,000] \$500,000;

(3) The loan is to be used to perform a contract for a project financed by the federal or State government, a local government, or a utility regulated by the Public Service Commission; and

(4) The loan is to be used for:

(i) Working capital; or

(ii) Equipment needed to perform the contract, the cost of which can be repaid from contract proceeds, if the Authority has entered into an agreement with the applicant necessary to secure the loan.

(b) A loan that the Authority makes shall mature not later than the term of the contract, unless the Authority finds that a longer term better carries out the purposes of this subtitle.