

(2) THE LOAN PROCEEDS MAY NOT BE USED FOR THE PURCHASE OR IMPROVEMENT OF LAND OR FOR THE PURCHASE, CONSTRUCTION, OR IMPROVEMENT OF ANY BUILDING OR FACILITY.

(I) AN APPLICANT FOR A SPECIAL LOAN UNDER THIS SUBTITLE MAY ALSO RECEIVE A DIRECT LOAN FROM THE CHILD CARE FACILITIES DIRECT LOAN FUND AND A LOAN GUARANTEED BY THE DAY CARE FACILITIES LOAN GUARANTEE FUND.

6-3A-10.

IF AN APPLICANT VIOLATES ANY PROVISION OF THE LOAN DOCUMENTS OR CEASES TO MEET THE REQUIREMENTS OF THIS SUBTITLE, ON REASONABLE NOTICE TO THE APPLICANT, THE DEPARTMENT MAY:

(1) WITHHOLD FROM THE APPLICANT FURTHER ADVANCES OF LOAN PROCEEDS UNTIL THE APPLICANT COMPLIES WITH THE AGREEMENT OR REQUIREMENTS; AND

(2) EXERCISE ANY OTHER REMEDY FOR WHICH THE LOAN DOCUMENTS PROVIDE.

6-3A-11.

(A) A PERSON MAY NOT KNOWINGLY MAKE OR CAUSE ANY FALSE STATEMENT OR REPORT TO BE MADE IN ANY APPLICATION OR IN ANY DOCUMENT FURNISHED TO THE DEPARTMENT.

(B) A PERSON MAY NOT KNOWINGLY MAKE OR CAUSE ANY FALSE STATEMENT OR REPORT TO BE MADE FOR THE PURPOSE OF INFLUENCING THE ACTION OF THE DEPARTMENT AFFECTING FINANCIAL ASSISTANCE WHETHER OR NOT SUCH ASSISTANCE MAY HAVE ALREADY BEEN EXTENDED.

(C) ANY PERSON OR ANY AIDER OR ABETTOR, WHO VIOLATES ANY PROVISION OF THIS SUBTITLE, IS GUILTY OF A MISDEMEANOR AND ON CONVICTION IS SUBJECT TO A FINE NOT EXCEEDING \$50,000 OR IMPRISONMENT NOT EXCEEDING 5 YEARS OR BOTH.

6-3A-12.

THE DEPARTMENT SHALL ADOPT REGULATIONS NECESSARY TO CARRY OUT THE PURPOSES OF THIS SUBTITLE.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act is an emergency measure, is necessary for the immediate preservation of the public health and safety, has been passed by a ye and nay vote supported by three-fifths of all the members elected to each of the two Houses of the General Assembly, and shall take effect from the date it is enacted.