

BY repealing and reenacting, with amendments,

Article 83B – Department of Housing and Community Development

Section 2-305

Annotated Code of Maryland

(1991 Replacement Volume)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article 83B – Department of Housing and Community Development

2-305.

(a) The Nonprofit Rehabilitation Program is created within the Maryland Housing Rehabilitation Program.

(b) The Department shall operate the Program and make loans for rehabilitation projects to nonprofit sponsors under the provisions of this subtitle.

(c) To qualify for a nonprofit rehabilitation loan, a nonprofit sponsor:

(1) Must be the owner of or be acting on behalf of the owner of the building to be rehabilitated;

(2) Must use the proceeds of the loan for a rehabilitation project for a building which:

(i) Will provide dwelling units or residential facilities for occupancy by families of limited income; and

(ii) May provide:

1. [in] IN a minor portion of the building's space for nonresidential uses that may not be directly related to the residential facilities, but which offer goods or services for the benefit of limited income or otherwise disadvantaged persons; [and] OR

2. FOR LIMITED USE OF THE BUILDING'S RESIDENTIAL OR NONRESIDENTIAL SPACE, ON A PERIODIC OR TEMPORARY BASIS, FOR ACTIVITIES THAT WILL ENHANCE THE FINANCIAL VIABILITY OF THE PROJECT WITHOUT ADVERSELY AFFECTING THE PROJECT'S USE AS RESIDENTIAL FACILITIES FOR FAMILIES OF LIMITED INCOME; AND

(3) Must demonstrate the capability to manage the rehabilitated project and pay back the loan.

(d) The terms and provisions for nonprofit rehabilitation loans shall satisfy the requirements of § 2-303(g) of this subtitle.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 1992.