THE DEPARTMENT SHALL PREPARE THE LOAN DOCUMENTS FOR LOANS UNDER THIS SUBTITLE.

(B) CONTENTS.

THE LOAN DOCUMENTS SHALL INCLUDE:

(1) THE INTEREST RATE ON THE LOAN;

(2) THE AMOUNT OF THE LOAN;

(3) REPAYMENT PROVISIONS FOR THE LOAN; AND

(4) ANY OTHER PROVISION THAT THE DEPARTMENT DETERMINES IS NECESSARY, INCLUDING A PROVISION ON TAKING LIENS AND SECURITY INTERESTS IN REAL OR PERSONAL PROPERTY.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 83A, § 6–509(b) and (c)(1), (2), and (4) and, as it related to required repayment provisions in loan documents, (3).

In subsection (a) of this section, the reference to loan documents "for loans" is substituted for the former reference to loan documents "[i]f the Department decides to lend money" for clarity and brevity.

Defined term: "Department" § 1–101

5–208. REMEDIES.

(A) IN GENERAL.

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

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

(2) EXERCISE ANY OTHER REMEDY PROVIDED IN THE LOAN DOCUMENTS.

(B) FORECLOSURE OF SECURITY.

(1) IF A LOAN MADE UNDER THIS SUBTITLE IS IN DEFAULT, THE DEPARTMENT MAY FORECLOSE ON A MORTGAGE OR DEED OF TRUST HELD AS SECURITY FOR THE LOAN IN THE MANNER PROVIDED UNDER THE MARYLAND RULES FOR FORECLOSURES IN PRIVATE TRANSACTIONS.

(2) THE DEPARTMENT MAY TAKE TITLE IN THE DEPARTMENT'S NAME TO ANY PROPERTY FORECLOSED AND CONVEY TITLE TO A BONA FIDE PURCHASER.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 83A, §§ 6–510 and 6–509(d).

Throughout subsection (a) of this section, references to a "recipient" are