

SENATE BILL 983

B1

8lr3467
CF HB 1594

By: **Senator DeGrange**

Introduced and read first time: March 3, 2008

Assigned to: Rules

Re-referred to: Budget and Taxation, March 10, 2008

Committee Report: Favorable

Senate action: Adopted

Read second time: March 13, 2008

CHAPTER _____

1 AN ACT concerning

2 **Maryland Housing Fund - Unallocated Reserves - Transfers**

3 FOR the purpose of requiring the Secretary of Housing and Community Development
4 to transfer certain amounts in the Maryland Housing Fund at the end of any
5 fiscal year to the Homeownership Programs Fund, the Rental Housing
6 Programs Fund, and the Special Loan Programs Fund; and generally relating to
7 the transfer of certain unallocated reserves of the Maryland Housing Fund.

8 BY adding to

9 Article - Housing and Community Development
10 Section 3-203(i)
11 Annotated Code of Maryland
12 (2006 Volume and 2007 Supplement)

13 BY repealing and reenacting, with amendments,

14 Article - Housing and Community Development
15 Section 4-502(d), 4-504(e)(1), and 4-505(g)(1)
16 Annotated Code of Maryland
17 (2006 Volume and 2007 Supplement)

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

20 **Article - Housing and Community Development**

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike-out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1 3-203.

2 (I) IF THE BALANCE OF THE FUND AT THE END OF ANY FISCAL YEAR
3 EXCEEDS THE AMOUNT OF RESERVES NECESSARY TO PROVIDE BACKING FOR
4 THE INSURANCE ISSUED BY THE FUND BY MORE THAN \$10,000,000 THE EXCESS
5 OVER \$10,000,000 SHALL BE TRANSFERRED BY THE SECRETARY AS FOLLOWS:

6 (1) ONE-THIRD TO THE HOMEOWNERSHIP PROGRAMS FUND
7 ESTABLISHED UNDER § 4-502 OF THIS ARTICLE;

8 (2) ONE-THIRD TO THE RENTAL HOUSING PROGRAMS FUND
9 ESTABLISHED UNDER § 4-504 OF THIS ARTICLE; AND

10 (3) ONE-THIRD TO THE SPECIAL LOAN PROGRAMS FUND
11 ESTABLISHED UNDER § 4-505 OF THIS ARTICLE.

12 4-502.

13 (d) The Fund consists of:

14 (1) money appropriated by the State for homeownership programs,
15 including the Maryland Home Financing Program under Subtitle 8 of this title and the
16 Down Payment and Settlement Expense Loan Program under Subtitle 3 of this title;

17 (2) money from the sale of the State's general obligation bonds;

18 (3) repayments or prepayments of principal and payments of interest
19 on loans made under the Maryland Home Financing Program, the Homeowners'
20 Emergency Mortgage Assistance Program, the Reverse Equity Program, or the Down
21 Payment and Settlement Expense Loan Program, formerly the Settlement Expense
22 Loan Program;

23 (4) money transferred to the Fund in accordance with §§ 4-503(d),
24 4-504(f), and 4-505(h) of this subtitle and [§ 6-310(g)] §§ **3-203(I) AND 6-310(G)** of
25 this article; and

26 (5) investment earnings of the Fund.

27 4-504.

28 (e) (1) The Fund consists of:

29 (i) money appropriated by the State for rental housing
30 programs, including the Elderly Rental Housing Program under § 4-402 of this title,
31 the Multifamily Rehabilitation Program under § 4-906(b) of this title, the Nonprofit

1 Rehabilitation Program under § 4–929 of this title, and the Rental Housing Production
2 Program under § 4–1502 of this title;

3 (ii) repayments and prepayments of loans made under the
4 programs set forth in item (i) of this paragraph;

5 (iii) money appropriated under § 4–501(c) of this subtitle;

6 (iv) money transferred to the Fund in accordance with §§
7 4–502(e), 4–503(d), and 4–505(h) of this subtitle and [§ 6–310(g)] §§ **3–203(I) AND**
8 **6–310(G)** of this article; and

9 (v) investment earnings of the Fund.

10 4–505.

11 (g) (1) The Fund consists of:

12 (i) money appropriated by the State for special loan programs,
13 including:

14 1. the Special Rehabilitation Program under § 4–906(b)
15 of this title;

16 2. the Regular Rehabilitation Program under § 4–906(b)
17 of this title;

18 3. the Group Home Financing Program under § 4–602 of
19 this title; and

20 4. the Lead Hazard Reduction Grant Program under §
21 4–708 of this title and the Lead Hazard Reduction Loan Program under § 4–709 of this
22 title;

23 (ii) repayments of principal and payments of interest on loans
24 made under these programs;

25 (iii) repayments of grants from the Fund;

26 (iv) repayments of principal and payments of interest on loans
27 from the Fund;

28 (v) money transferred to the Fund in accordance with §§
29 4–502(e), 4–503(d), and 4–504(f) of this subtitle and [§ 6–310(g)] §§ **3–203(I) AND**
30 **6–310(G)** of this article; and

31 (vi) investment earnings of the Fund.

1 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
2 June 1, 2008.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.