

# HOUSE BILL 1546

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9lr3402  
CF SB 1045

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By: **Delegate Niemann**

Introduced and read first time: March 9, 2009

Assigned to: Rules and Executive Nominations

Re-referred to: Environmental Matters, March 16, 2009

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Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 25, 2009

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## CHAPTER \_\_\_\_\_

1 AN ACT concerning

2 **DHCD – Community Development Administration – Financing Instruments**  
3 **– Mortgage Loans Guaranteed by Government-Sponsored Enterprises**

4 FOR the purpose of authorizing the Community Development Administration of the  
5 Department of Housing and Community Development to purchase or issue  
6 certain securities that are backed by mortgage loans and guaranteed by  
7 government-sponsored enterprises ~~or certain other entities~~; specifying that the  
8 securities are to finance community development projects, public purpose  
9 projects, or residential mortgage loans; defining a certain term; making a  
10 stylistic change; and generally relating to the Community Development  
11 Administration.

12 BY repealing and reenacting, without amendments,  
13 Article – Housing and Community Development  
14 Section 4-101(a) and (b)  
15 Annotated Code of Maryland  
16 (2006 Volume and 2008 Supplement)

17 BY repealing and reenacting, with amendments,  
18 Article – Housing and Community Development  
19 Section 4-234 and 4-235(h)  
20 Annotated Code of Maryland  
21 (2006 Volume and 2008 Supplement)

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

3 **Article – Housing and Community Development**

4 4–101.

5 (a) In this title the following words have the meanings indicated.

6 (b) “Administration” means the Community Development Administration.

7 4–234.

8 (A) IN THIS SECTION, “GOVERNMENT-SPONSORED ENTERPRISE”  
9 MEANS THE FEDERAL NATIONAL MORTGAGE ASSOCIATION, THE FEDERAL  
10 HOME LOAN MORTGAGE CORPORATION, THE FEDERAL HOME LOAN BANK, OR  
11 OTHER AGENCY OR INSTRUMENTALITY OF OR CHARTERED BY THE FEDERAL  
12 GOVERNMENT THAT HAS SIMILAR POWERS.

13 [(a)] (B) [For] TO FINANCE [a] community development [project,]  
14 PROJECTS, PUBLIC PURPOSE PROJECTS, OR RESIDENTIAL MORTGAGE LOANS,  
15 the Administration may PURCHASE OR issue securities THAT ARE backed by  
16 mortgage loans AND guaranteed by the Government National Mortgage Association,  
17 OR A GOVERNMENT-SPONSORED ENTERPRISE, OR OTHER ENTITY ACCEPTABLE  
18 TO THE ADMINISTRATION.

19 [(b)] (C) (1) Notwithstanding inconsistent provisions of this subtitle  
20 relating to bonds or notes that the Administration PURCHASES OR issues, the  
21 issuance, terms, and conditions of a security that the Administration issues under this  
22 section may be as the Administration finds necessary or desirable for guaranty by the  
23 Government National Mortgage Association, OR A GOVERNMENT-SPONSORED  
24 ENTERPRISE, OR OTHER ENTITY ACCEPTABLE TO THE ADMINISTRATION.

25 (2) Except as provided by paragraph (1) of this subsection, the  
26 provisions of this subtitle that relate to bonds or notes issued by the Administration  
27 apply to securities PURCHASED OR issued under this section.

28 4–235.

29 (h) The Administration may purchase securities backed by mortgages to  
30 provide financial assistance to community development projects and public purpose  
31 projects AND TO FINANCE RESIDENTIAL MORTGAGE LOANS with the proceeds of  
32 the securities or with investment earnings on the securities.

33 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
34 June 1, 2009.

Approved:

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Governor.

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Speaker of the House of Delegates.

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President of the Senate.