

**Amendment 2 to
Council Resolution No. 80-2009**

BY: Greg Fox
Calvin Ball

Legislative Day No. 13
Date: October 5, 2009

Amendment No. 2

(This amendment changes the workforce development loan regulations by requiring the borrower to provide proof of continuous employment in Howard County.)

- 1 In the Settlement Downpayment Loan Program, attached to the Resolution as Exhibit A,
- 2 on page 10, strike Section 09.F, entitled “Workforce Initiative Loan- Principal
- 3 Reduction,” in its entirety and substitute the language attached to this amendment.
- 4

F. WORKFORCE INITIATIVE LOAN – PRINCIPAL REDUCTION.

(1) PROVIDED THAT THE BORROWER COMPLIES WITH PARAGRAPH (2) OF THIS SUBSECTION F, THE PRINCIPAL BALANCE OF A WORKFORCE INITIATIVE LOAN SHALL BE REDUCED BY 10% OF THE ORIGINAL LOAN AMOUNT ON EACH ANNIVERSARY OF THE LOAN. AT THE END OF THE FULL LOAN TERM, ALL PRINCIPAL AND ACCRUED INTEREST PAYMENTS SHALL BE FORGIVEN.

(2) (A) IN ORDER TO QUALIFY FOR A PRINCIPAL REDUCTION, THE BORROWER MUST SUBMIT TO THE DEPARTMENT DOCUMENTARY EVIDENCE THAT AT LEAST ONE MEMBER OF THE BORROWER'S HOUSEHOLD HAS BEEN CONTINUOUSLY EMPLOYED FULL-TIME IN HOWARD COUNTY FOR THE TERM OF THE LOAN.

(B) SUCH EVIDENCE MUST BE SUBMITTED AT LEAST 30 DAYS PRIOR TO THE EARLIER OF (I) A SALE, REFINANCING, OR OTHER EVENT LISTED IN RULE 09.E THAT WOULD OTHERWISE RESULT IN THE FULL OR PARTIAL REPAYMENT OF THE LOAN, OR (II) THE END OF THE TERM OF THE LOAN.

(C) SUCH EVIDENCE SHALL BE IN A FORM PRESCRIBED OR APPROVED BY THE DEPARTMENT.

(D) IF THE BORROWER'S HOUSEHOLD MEMBER HAS BEEN EMPLOYED IN HOWARD COUNTY FOR ONLY A PORTION, BUT NOT ALL, OF THE TERM OF THE LOAN, THEN THE DEPARTMENT WILL PRO RATE THE PRINCIPAL REDUCTION FOR THAT TIME DURING WHICH THE HOUSEHOLD MEMBER WAS EMPLOYED IN HOWARD COUNTY. THE REMAINING PRINCIPAL BALANCE WILL BECOME DUE AND OWING UPON ANY OF THE EVENTS LISTED IN RULE 09.E.