

of Wis. Adm. Code section VA 3.04. Such loan may be made for the purchase or improvement of a mobile home whether or not such home is located or to be located on land owned by the veteran borrower.

History: Cr. Register, March, 1965, No. 111, eff. 4-1-65; am. (1) and (7), Register, December, 1965, No. 120, eff. 1-1-66; am. (1), (7); r. (9) (e), Register, October, 1967, No. 142, eff. 11-1-67; am. (7) and cr. (10), Register, June, 1970, No. 174, eff. 7-1-70; am. (1), (7), and r. and recr. (10), Register, November, 1971, No. 191, eff. 12-1-71; am. (1), Register, October, 1972, No. 202, eff. 11-1-72.

VA 3.04 Security. Security or guarantors acceptable to the department will be required on all loans in excess of \$250. Furniture will not be taken as security on loans for business purposes or for the payment of debts.

(1) **VALUE OF SECURITY.** A loan secured by a mortgage will only be made where the department is satisfied that the property will provide adequate security therefor.

(2) **UNACCEPTABLE SECURITY.** Second chattel security agreements and chattel security agreements on merchants' stocks of goods in trade will not be accepted as security for loans.

(3) **REAL ESTATE.** When real estate is offered as security, the veteran mortgagor must submit evidence that he has merchantable title to such real estate and sufficient equity therein to provide adequate security for the loan. When the department has a first mortgage loan on real estate, it will retain the abstract of title or title policy until such loan is paid in full.

(4) **INSURANCE.** A veteran is required to carry insurance at his own expense on real estate improvements and chattels mortgaged to the department in a company acceptable to the department, in an amount equal to or greater than the balance owing on the mortgage plus all encumbrances prior in security to the mortgage, and must furnish the department with an insurance policy with a standard mortgage endorsement showing the department's interest at the time the loan is made evidencing such insurance coverage.

(a) Fire and extended coverage insurance must be carried on real estate improvements.

(b) Fire, lightning and windstorm insurance must be carried on farm machinery and livestock and fire and comprehensive coverage insurance must be carried on all other types of chattels.

History: Cr. Register, March, 1965, No. 111, eff. 4-1-65; r. and recr. (1) Register, October, 1967, No. 142, eff. 11-1-67; am. intro., Register November, 1971, No. 191, eff. 12-1-71; am. (2), Register, August, 1972, No. 200, eff. 9-1-72.

VA 3.05 Educational loans. Loans may be made for educational purposes.

(1) **LOANS TO VETERANS.** A loan to assist a veteran to complete his educational objective as stated on his application may be granted upon the condition that arrangements for monthly repayment will be entered into immediately upon withdrawal from or completion of the approved course of instruction, and in the case of a medical student upon completion of internship.

(2) **EDUCATION IN OUT-OF-STATE SCHOOLS.** A loan to a veteran attending a school outside Wisconsin must be secured as provided in Wis. Adm. Code section VA 3.04 and, except in cases of undue hardship, no such loan will be made when adequate courses of study in the desired field of education are available in Wisconsin.

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(3) CHILDREN'S EDUCATION. A loan to a veteran, to a veteran's widow, whether remarried or not, or to the mother of a veteran's children for the education of the veteran's child or children may be granted upon approval of the course or courses of instruction by the department.

History: Cr. Register, March, 1965, No. 111, eff. 4-1-65; r. and recr., Register, December, 1965, No. 120, eff. 1-1-66; am. (3), Register, October, 1967, No. 142, eff. 11-1-67; am. (3), Register, June, 1970, No. 174, eff. 7-1-70; am. (2), Register, November, 1971, No. 191, eff. 12-1-71.

VA 3.06 History: Cr. Register, March, 1965, No. 111, eff. 4-1-65; r. Register, December, 1965, No. 120, eff. 1-1-66.