

Regional Office
155 Van Gordon
Box 25126
Denver, CO 80225

**Department of
Veterans Affairs**

**Information
Bulletin**

July 14, 2006

Loan Guaranty Letter 06-03
264-1

SUBJ: LOAN PRODUCTION NOTIFICATION REQUIREMENTS

PURPOSE

Department of Veterans Affairs (VA) provides annual notice to lenders on certain requirements relating to the VA Home Loan Program.

PAID IN FULL LOANS

Title 38 Code of Federal Regulations (38 CFR) Section 36.4333, Satisfaction of Indebtedness, requires lenders to notify VA whenever a guaranteed loan is fully satisfied by payment or otherwise. Please review loan records in your portfolio to ensure that all satisfied VA loans which have been liquidated, including those paid in full in advance of maturity, have been properly reported to VA.

PROCEDURE

If the guaranty is evidenced by VA Form 26-1899, Loan Guaranty Certificate, the certificate should be marked "PAID IN FULL", dated, signed by an authorized officer of the holder, and returned to VA. Loans on properties located in **Alaska, Colorado, Idaho, Montana, Oregon, Utah, Washington, and Wyoming** should be reported to:

Department of Veterans Affairs (264)
155 Van Gordon Street
Box 25126
Denver, CO 80225

If the original certificate has been lost, please advise us in writing. This notification should include the VA loan number, the veteran's name, and reason the original certificate is not available. If a claim has been paid by VA, be sure the appropriate box is checked. If the guaranty is evidenced by endorsement of the indebtedness instrument, the holder should cancel the endorsement and notify VA.

PRIOR APPROVAL LOANS

This is also to remind lenders that a Certificate of Commitment, VA Form 26-1866, is valid for six months from the date issued by VA. We should be notified when a loan does not close or is canceled after we have issued a Certificate of Commitment.

PATRICIA E. BOLTE
Loan Guaranty Officer

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