



State of California
Department of Veterans Affairs
Division of Farm and Home Purchases

CONSENT TO ENCUMBER

Contract Purchaser's Name: _____ Contract Number: _____

Contract Property Address: _____

Lenders Name: _____ Lender Account #: _____

Address: _____ Lender Contact: _____

City: _____ State: _____ Zip Code: _____ Title Contact Person: _____

1. Total amount of the encumbrance to be issued: \$ _____

2. Are there any existing Note(s) & Deed(s) of Trust recorded against the Property (not including the CalVet Contract)? Yes [] No []

3. Will proceeds from this loan pay existing junior lienholder(s)? Yes [] No []

4. Will the junior lienholder be paid in full from the proceeds of this loan? Yes [] No []

New Lender's Authorized Signature: _____ Phone: () _____

Email: _____ Fax: () _____

APPROVAL - CONSENT TO ENCUMBER

The CA Department of Veterans Affairs will consent to placing a deed of trust against the property described in the above-numbered CalVet purchase contract under the following terms and conditions:

The contract purchaser agrees that:

- a) All monies obtained under this deed of trust will be expended for a lawful purpose.
b) All labor or material liens arising from the construction activities on the contract property will be satisfied by the contract purchaser.

Lender agrees that the deed of trust will be junior and subordinate to any interest the CA Department of Veterans Affairs may now have, or may hereafter acquire by reason of increases in the CalVet loan balance resulting from advances for payment of assessments, charges, insurance premiums, taxes or other requested advances.

Lender further agrees to provide CalVet with the name and address of assignee if the Note/Deed of Trust is assigned to another party.

Lender acknowledges CalVet Flood Coverage to satisfactorily meet flood Insurance requirements and further agrees that it will not force-place additional flood coverage on the subject property.

The Department agrees to notify the lender 30 days in advance of declaring this CalVet contract in default and issuing its Notice of Cancellation.

FOR DEPARTMENT USE ONLY

APPROVAL-CONSENT TO ENCUMBER [] TO IMPROVE [] DECLINED []

CalVet Representative

Date



State of California
Department of Veterans Affairs
Division of Farm and Home Purchases

CONSENT TO ENCUMBER

Contract Number: _____

CALVET PURCHASER AND SPOUSE COMPLETE THE FOLLOWING:

- 1. I request consent: [] To encumber my CalVet Property For the purposes of pulling cash / equity, and / or consolidating debts [] To make improvements to my CalVet Property If the improvements include structural alterations or additions, I understand I must submit plans or a detailed sketch with dimensions. Permits must also be obtained from the City or County prior to the start of any property improvements.

2. A review of your insurance coverage might be necessary if you are making improvements, adding square footage, or if you have previously made improvements without notifying CalVet (without notification to CalVet of added improvements, Fire & Hazard or Disaster Indemnity coverage would not be provided for these added items). Please provide us with a brief description of any prior or proposed improvements:

3. There is a nonrefundable fee of \$25.00 to process a request to encumber. Fees are to be paid based on method used to submit the request: If it was faxed, it will be charged to your monthly statement and will be payable with your regular installment. If the form was mailed to CalVet, please include a check or money order made payable to CDVA.

4. By signing this form you acknowledge and agree to the terms.

Date: _____ Signature of Purchaser: _____

Signature of Spouse: _____

INSTRUCTIONS:

BROKERS: COMPLETE THIS FORM ONLY IF YOU ARE GOING TO BE THE LENDER. OTHERWISE, HAVE THE LENDER COMPLETE THE LENDER INFORMATION.

Be sure the form is completely filled in and signed. If not, the form will be returned.

Please allow 3 to 5 business days to process the Consent form.

Fax this form to (916) 651-9090, or mail it to:

CalVet Home Loans / Consent to Encumber
1227 O Street
Sacramento CA 95814

A copy of the Consent form with the Loss Payable Endorsement, if required, will be returned to you by mail.