If a borrower meets any of these criteria for “adverse credit” they will be denied. If not, they will be approved:

- Bankruptcy (Chapters 7, 11, or 12 within the past 5 years)
  **Note:** Department Policy does not consider Chapter 13 bankruptcy as adverse credit.
- Voluntary surrender within the last 5 years
- Repossession within the last 5 years
- Foreclosure proceedings started
- Foreclosure within the last 5 years
- Deed in lieu of foreclosure
- Accounts currently 90 days or more delinquent
  **Note:** Unpaid collection accounts and charge offs are considered adverse credit.
- Wage garnishment within the last 5 years
- Defaulted loan that has been claim paid
- Lease or contract terminated by default
- County/State/Federal tax lien, within the past 5 years