

Product Enhancements

- Tax Liens & Judgments
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◆◆ Overview of Tax Liens & Judgment Data

Why are there changes to the way that the bureaus are reporting Tax Liens & Judgments?

- Experian®, Equifax®, and TransUnion® announced that they will be enacting their National Consumer Assistance Plan (NCAP) starting in July 2017.
- The three credit bureaus' will make changes to how they report Public Record data which will significantly reduce the amount of tax-lien and civil-judgment information found in consumer credit files.
 - » The reason for this change is because it has been determined that some public record data does not meet minimum data standards and service levels for collection and timely updating.
- Starting in July 2017 the following standards (or PII) for a record to appear on a consumer credit report will be applied to new and existing Public Record data:
 - » Minimum required for consumer identifying information:
 - Name, Address, Social Security number and/or date of birth
 - » Minimum frequency for courthouse visits to obtain newly filed and updated public records:
 - At least every 90 days is required

◆ Overview of Tax Liens & Judgment Data

Will it have all the Data the old credit reports had?

- The bureaus anticipate no changes to bankruptcy public record data as bankruptcies are filed with the minimum required consumer ID information.
- This will affect civil judgment public records and tax lien data.
- According to Experian's preliminary analysis, about 96% of civil judgment data and as much as 50% of tax lien data may not meet the enhanced PII requirements.
- Clients will need to order a standard credit report and Tax Liens & Judgments

Overview of Tax Liens & Judgment Data

Why is Factual Data able to use the data?

- Factual Data will be providing the Tax Liens & Judgments data from LexisNexis® Risk Solutions in their FCRA compliant product RiskView™ Liens and Judgments Report. This data will be directly integrated into the Factual Data credit report.

Will the Tax Liens & Judgments data be passed to Fannie Mae?

- Fannie PRT File
 - » Yes, Tax Liens & Judgments will be reflected on the text based view file returned to DU/DO
- Raw Data from the Bureaus
 - » No, because this is not considered bureau data
- Fannie DAT File
 - » Yes, any public record from a source other than the three national credit bureaus will be reflected

◆ Overview of Tax Liens & Judgment Data

What are the setup options?

- Never Perform
 - » If the account is set to Never Perform regardless of where the request is initiated Tax Liens & Judgments will not be ordered
- Perform on Request
 - » If the account is set to Perform on Request, the user is able to select when to order Tax Liens & Judgments
 - » This option is currently only available via a Factual Data platform (Verify or Dotcom)
 - » Default is set to pre-checked for ordering and would need to be unchecked to prevent Tax Liens & Judgments from being ordered
- Always Perform
 - » If the account is set to Always Perform regardless of where the request is initiated Tax Liens & Judgments will be ordered

Overview of Tax Liens & Judgment Data

Impact to report output - Public Records Section

- Ident section will have a new indicator of BL1 (borrower) or CL1 (co-borrower) to indicate which applicant the records belongs to along with the new data source
- If available, the following will display:
 - » Plaintiff
 - » Defendant
 - » Filing Book
 - » Filing Page
- Output will match current output

Public Records					
Tax Lien	BX1	State Tax Lien	Docket # SQ02911290	Amount \$905	Status Filed
		Court name Marion County Clerk	Filed 08/05/2016		Status date 08/16
Tax Lien	BX1	State Tax Lien	Docket # SQ02384609	Amount \$820	Status Released
		Court name Marion County Clerk	Filed 08/01/2013		Status date 03/15
Judgment	BL1	Judgment	Docket # 49K059506 SC6435	Amount \$1000	Status Judgment
		Court name Marion Pike Township	Filed 06/13/2014		Status date 06/14
		Comments Plaintiff: -- PLAINTIFF NAME HERE --			

Overview of Tax Liens & Judgment Data

Impact to report output – File Variations Section

- Ident section will have a new indicator of BL1 (borrower) or CL1 (co-borrower) to indicate which applicant the records belongs to along with the new data source
- New data source will be listed

- File Variations						
Trans Union	BL1	666-90-5029	BAKER, WILLIAM ** INFORMATION USED TO GENERATE THIS REPORT IS FROM A TEST DATABASE **	//	03/23/17 01:46	
Equifax	BQ1	666-90-5029	BAKER, WILLIAM ** INFORMATION USED TO GENERATE THIS REPORT IS FROM A TEST DATABASE **		04/07/17 01:50	
Experian	BX1	666-90-5029	BAKER, WILLIAM ** INFORMATION USED TO GENERATE THIS REPORT IS FROM A TEST DATABASE **	1968	03/23/17 01:46	
LexisNexis	BL1	666-90-5029	BAKER, WILLIAM ** INFORMATION USED TO GENERATE THIS REPORT IS FROM A TEST DATABASE **	1968	03/23/17 01:46	

Overview of Tax Liens & Judgment Data

Impact to report output – Information Sources Section

- New data source will be listed

Information Sources			
This report includes information retrieved from the following repository(ies):			
TransUnion Consumer Relations PO Box 1000 Chester, PA 19016-1000 (800) 916-8800 www.transunion.com/myoptions	Equifax Consumer Relations PO Box 740241 Atlanta, GA 30374 (800) 685-1111 www.equifax.com/fcra	Experian Consumer Relations PO Box 2002 Allen, TX 75013 (888) 397-3742 www.experian.com	LexisNexis Risk & Information Analytics Group Inc. PO Box 812289 Boca Raton, FL 33481 (877) 913-6245
<small>This Residential Merged Credit Report is furnished in response to your request. The information contained herein meets the standards of the Fair Credit Reporting Act. The information contained herein is to be held in strict confidence and may be revealed only to the person to whom this report was ordered, except that it has been obtained from sources deemed reliable, accurate, and complete.</small>			
* denotes source(s) of adverse information			
End of Report		0	05/15/2017 08:19:03

◆◆ Overview of Tax Liens & Judgment Data

How can Factual Data assist with these updates?

- Job aid on how to read the report
- Provide updated Technical Specs with information in regards to how to consume the XML

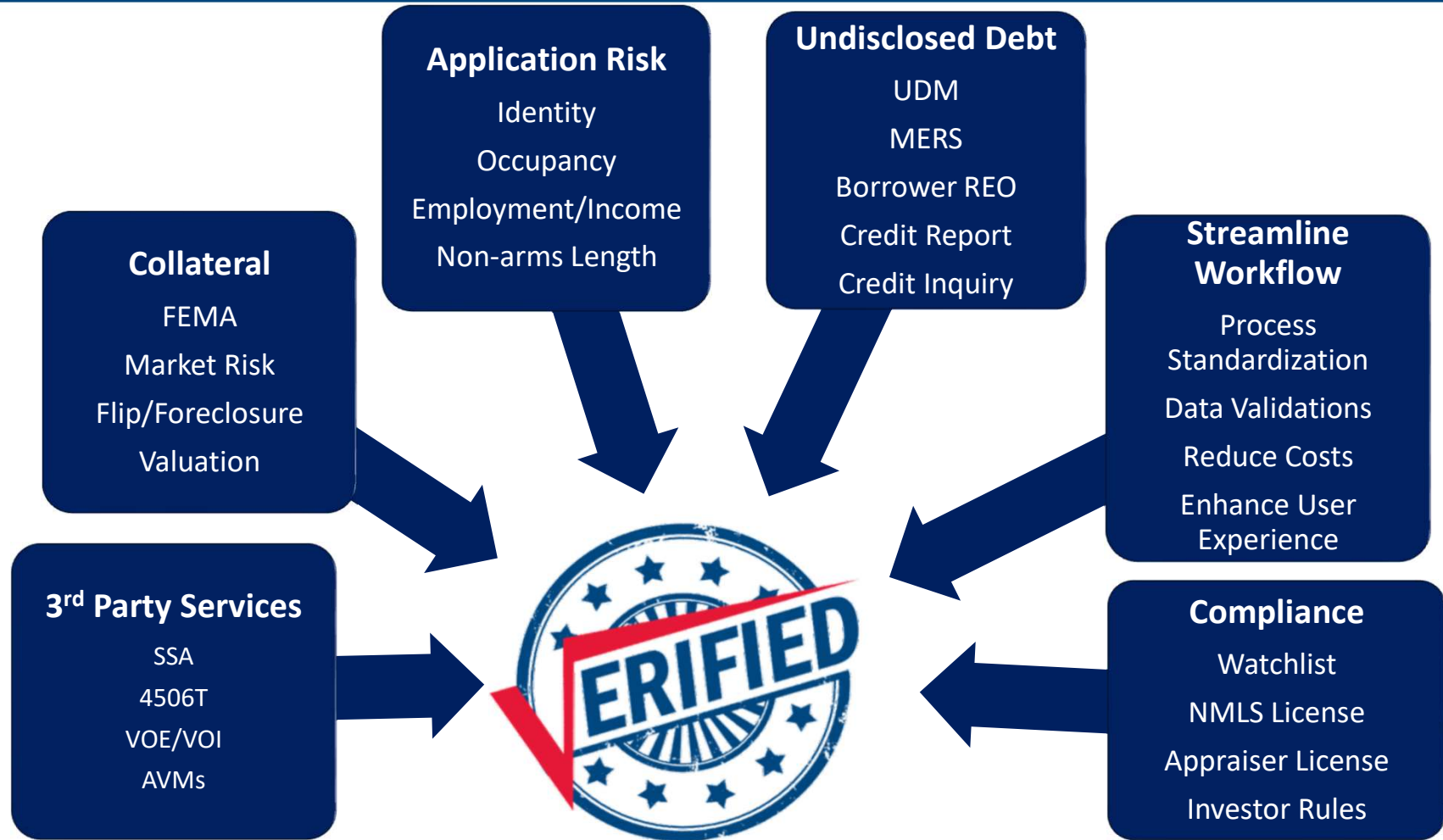


Florida CUREN
Day 1 Presentation
July 21, 2017



The Leader in Risk Mitigation

DataVerify consolidates multiple vendors into one platform



DataVerify and Day 1 Certainty

- **DataVerify is a Report Supplier to Fannie Mae for the following services**
 - 4506T
 - The Work Number
 - Verification of Income (Coming Soon!)
 - Verification of Employment (Coming Soon!)
 - Verification of Deposits (Coming Soon!)
- **DataVerify is establishing connections to other service providers for asset and verification services**



Early Warning

About Early Warning

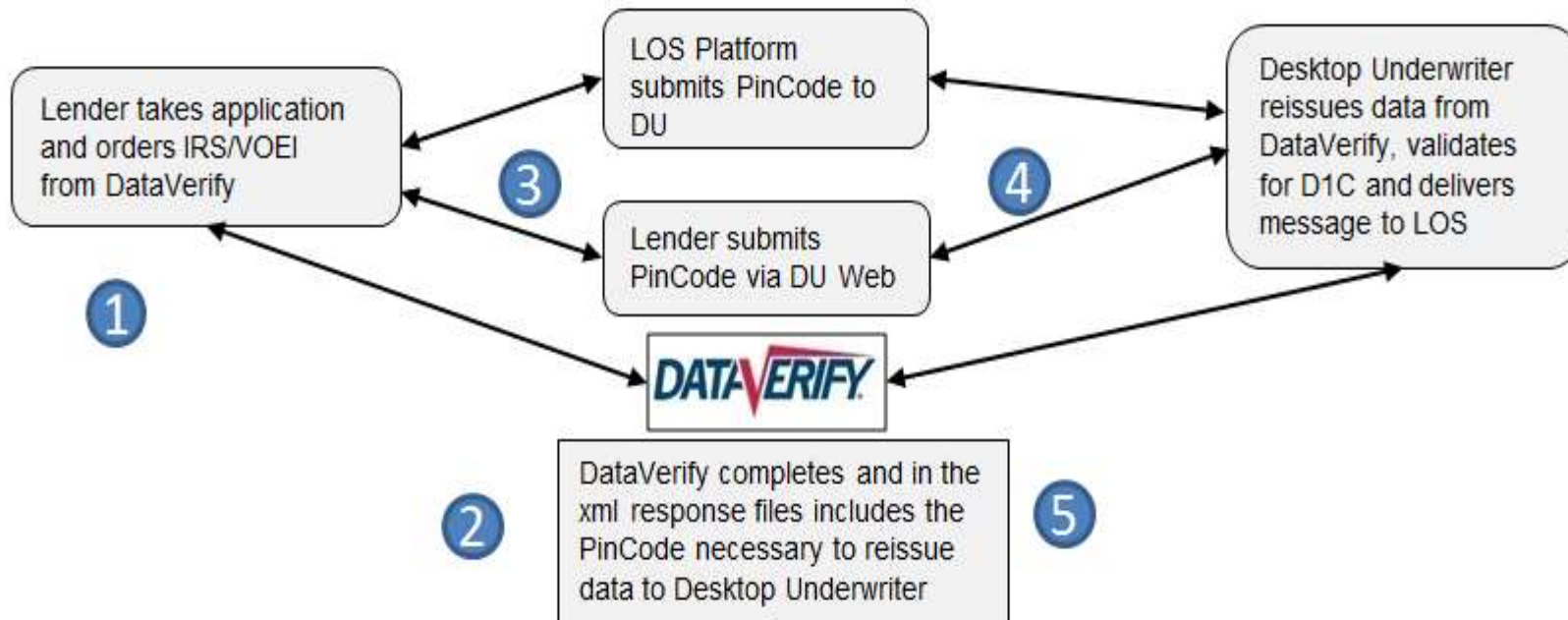
Bank Owned



The image displays a collection of logos for major U.S. banks, arranged in a grid-like fashion. At the top, the text 'About Early Warning' is written in red. Below it, a curved grey line separates the title from the text 'Bank Owned', also in red. The logos include JPMorgan Chase (blue square icon with a white 'J'), Capital One (blue and red swoosh), BB&T (red serif font), Wells Fargo (yellow text on a red square), Bank of America (blue text above a red and blue striped icon), usbank (white text on a red shield), and PNC BANK (orange and blue circular icon).



Basic Process Flow



Fannie Mae Day 1 Certainty – LOS Updates

Fannie Mae Day 1 Available:

- Mortgage Cadence – ELC and LFC Manual
- FICS – Manual
- Wipro Net Oxygen - Manual
- Mortgage Builder – Manual
- Encompass and TQL – Automated
- Lending QB – Automated
- Integra Destiny – Automated
- Byte – Automated
- PC Lender –
- MortgageFlex – Available by Client Request
- Empower – Manual/Automated based on version

Coming Soon:

- Calyx Point – Fall 2017



Make it easy to connect the dots

More than just a "stare and compare" flat report, verification reports from DataVerify's platform apply decisioning logic customized to each client. The DataVerify platform provides lenders:

- **Complete access** to personal and business tax returns, W-2s, and 1099 transcripts
- **Secure third-party access** for business partners to review original results through our web portal using our exclusive PIN Code technology
- **User-friendly, web-based ordering** that allows a client to easily add 4506-T and VOE/VOI service to their workflow
- **Quality customer service** from an expert support staff to help with everything from training to order processing and delivery



Why DataVerify and Day 1

- Automated calculation of borrower income using Fannie Mae guidelines and ability to compare transcript data to the loan application for further verification



SELF-EMPLOYED INCOME ANALYSIS			
A. 1040		Tax Year 2014	Tax Year 2015
1. W-2 Income	+	\$200,000.00	\$208,334.00
2. Alimony Received	+	\$0.00	\$0.00
3. Total Pension and Annuities	+	\$0.00	\$0.00
4. Total Social Security Benefits	+	\$24,765.00	\$25,772.00
5. Schedule 2106 Total expenses	+	\$0.00	\$0.00
6. Schedule B			
A. Taxable Interest Income: Schedule B	+	\$61.00	\$61.00
B. Tax-Exempt Interest	+	\$0.00	\$0.00
C. Ordinary Dividend Income: Schedule B	+	\$0.00	\$0.00
7. Schedule C			
A. Net Profit or Loss	+	-\$24,810.00	\$119,417.00
B. Depletion	+	\$0.00	\$0.00
C. Depreciation	+	\$4,324.00	\$4,500.00
D. Less: 20% Exclusion for Meals and Entertainment	-	\$0.00	\$0.00
8. Schedule D			
A. Recurring Capital Gains	+	\$0.00	\$75,896.00
9. Schedule E			
A. Net Profit or Loss	+	\$554,975.00	-\$216,384.00
B. Depreciation	+	\$0.00	\$0.00
10. Schedule F			
A. Net Profit or Loss	+	\$0.00	\$0.00
B. Depreciation	+	\$0.00	\$0.00
11. Schedule K-1			
A. Form 1065 Partnership Ordinary Income (Loss)	+		
B. Form 1120 Ordinary Income (Loss) Other Income or Loss	+		
Total		\$759,315.00	\$217,596.00

4506T Automated Review

Conditions				
Code	Subject	Description	Action(s) to Resolve	Scoring Analysis
High				
2346 (H)	Borrower 1	The borrower has paid Alimony on the most recent tax transcript received of more than 10% of their reported income.	Obtain the borrower's divorce decree to verify the borrower's alimony obligation. Review the alimony paid from the transcript and make sure the liability is included on the 1003.	Monthly Alimony Amount: \$12,250.00

2322 (H)	Borrower 2	IRS 4506 Tax Transcripts (SELF EMPLOYED) indicate the borrower(s) had a decrease in income of at least 10% comparing the most recent year tax returns to the previous year.	Follow standard underwriting guidelines for calculating income. Review the borrower's Tax Returns and follow standard underwriting guidelines for self employed borrowers with declining income.	Income: 109294.00 (2015), 188334.00 (2014)
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Verification of Employment and Income

Username	Comment	Status	Date/Time Stamp
Diane Olson	Order Created. OrderID: 15749825	New	6/30/2017 9:12:18 AM
Taylor Shaw - VOE/I Processor	called input ph#7273936133, spoke with Cindy/manager, provided email stay@barefootbeachhotel.com, sent forms to email. **NEED TO CONFIRM FORM RECEIVED AND OBTAIN TAT**	Pending	6/30/2017 2:36:11 PM
Taylor Shaw - VOE/I Processor	called input ph#7273936133, spoke with Cindy/hotelir she provided the		
Crystal Ingram - VOE/I Processor	Again RIC from employer Barabara Palmer /Owner provided email to send form bajupa@yahoo.com followup ph 9418098000 (reconfirmed) **Notified Processor**	Pending	7/10/2017 3:27:38 PM
Jacob Kenny - VOE/I Processor	FULL YEAR AND FULL START DATE received results, INFORMATION VERIFIED BY AUTHORIZED EMPLOYER CONTACT	Complete	7/12/2017 2:21:17 PM

5. Current earning	\$14,950.00 Yearly
What is the thru date?	7/10/2017
Base Pay	\$7,475.00
Overtime	\$0.00
Commission	\$0.00
Bonus	\$0.00
Total	\$7,475.00
What is the year provided on the Verification of Income?	2016
Base Pay	\$14,950.00
Overtime	\$0.00
Commission	\$0.00
Bonus	\$0.00
Total	\$14,950.00
What is the year provided on the Verification of Income?	2015
Base Pay	\$14,950.00
Overtime	\$0.00
Commission	\$0.00
Bonus	\$0.00
Total	\$14,950.00





Verification of Employment and Income

Conditions				
Code	Subject	Description	Action(s) to Resolve	Scoring Analysis
High				
2314 (H)	Borrower 1 Employer 1	VOE indicates potential income issue: Income amount (s) on VOE do not match the income specified.	Verify input accuracy of income information and review the VOE/VOI report within DRIVE. Review any additional comments provided by the processor.	Order ID: 10661191 Input Income: \$3,009.82 Verified Income: \$2,870.40



Early Warning


LOANS | REPORTS | SUPPORT | TOOLS | ADMIN
LOGOUT 

Early Warning

Early Warning Order Form

• Separate multiple email addresses with a comma

Customer Information

Date: 7/19/2017 Customer Requested by *: Kurt Raymond Phone *:

Email *: kurt.raymond@dataverify.com Loan Number:

Borrower Info **Type the borrower information in the following fields**

First Name *: Jane Middle Name:

Last Name *: Doe Suffix:


Street Address:

City:

State *: IL Zip Code:

SSN *: 521-

* = required field



Asset Search and Verification™

Asset Response ID: 525878770 Reference ID: TesterTest

Original Report Date: 03/13/2017 16:09:56 GSE: All

SNS: xx-xx-x-9666 LO Name: DATAVERIFY_HL_TEST

Name: Jane Doe

Accounts - Test Bank A

ABA: 567567567 Account Number: 92412580119

Bank Name:	Test Bank A	Open Date:	01/19/2010
Account Type:	CC	Closed Date:	
Account Name:	DOE JANE H	Removed Date:	
Joint:	No		
Address:	5054 N WOLCOTT AVE APT 3S		
City:	CHICAGO		
State:	IL		
ZIP:	60640-2652		

Balances

Date	Current Balance	Average Monthly Balance
03/11/2017	\$ 2,164.97	
Date	Monthly Balance	Average Monthly Balance
03/01/2017	\$ 120,500.00	\$ 16,254.78
02/01/2017	\$ 1,623.21	\$ 1,701.00
01/01/2017	\$ 1,745.23	\$ 1,701.21

Transactions

Date Range: 12/13/2016 - 03/13/2017

Date	Transaction Amount	Transaction Type
03/12/2017	\$ 125.64	Deposit
03/11/2017	\$ 232.51	Withdrawal
03/10/2017	\$ 125.64	Withdrawal
03/09/2017	\$ 8.15	Deposit
03/08/2017	\$ 16,000.00	Deposit

All information is proprietary and confidential.

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Thank you!

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