

LexisNexis® Military Status for Auto

Ensure compliance amid rising auto delinquency rates



More accurately confirm the military status of your auto loan customers

When facing rising auto loan delinquencies and repossessions, lenders must maintain highly effective compliance strategies, especially regarding accurate identification of potential active-duty military customers.¹

Without the right linking technology, name variations and aliases can make matching information contained in the U.S. Department of Defense (DOD) database difficult.

The Servicemembers Civil Relief Act (SCRA) provides special regulatory protection for the following groups:



Active-duty members of U.S. Air Force, Army, Coast Guard, Marines and Navy



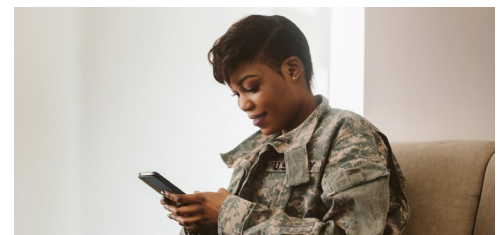
Reservists upon being called up for active duty



National Guard units when mobilized for 30+ days



Active-duty officers from Public Health Service and National Oceanic and Atmospheric Administration



Active-duty servicemembers are entitled to protections that include:

- 6% interest rate cap
- Restrictions on civil defaults
- Limits on vehicle repossession and lease termination

LexisNexis® Military Status can reduce your compliance burden

To ensure servicemembers receive the benefits guaranteed by the SCRA (such as protection against summary judgments and vehicle repossession), **LexisNexis Military Status** solution leverages our superior linking technology to clean and enhance your data so you can more accurately match also-known-as (AKA) identities with names in the DOD database.

Auto lenders also benefit, as it permits them to more efficiently allocate collections or legal resources toward accounts that are not protected under SCRA.

Failure to comply with SCRA guidelines can be costly

Before filing a default action or summary judgment and prior to initiating a repossession, auto lenders must confirm whether an individual is eligible for SCRA benefits. Neglecting to do so comes with severe federal penalties. A first offense incurs a \$55,000 fine, and the fine for each subsequent violation is \$110,000.² Remaining compliant can be difficult without access to linking technologies.

LexisNexis Military Status can help your auto business:

- Streamline DoD checks with applicable AKA's
- Accelerate SCRA-required due diligence
- Clean your file format
- Manage end-to-end SCRA compliance efforts
- Reduce the risk of non-compliance



Caution: Auto lenders should prioritize due diligence around military status to avoid repercussions.

Failing to prioritize SCRA compliance can bring additional risks in the form of costly lawsuits and reputational damage, in some cases facing class action filings that could reach into the millions of dollars.²

Improve your allocation of legal and collections resources — and avoid the consequences of non-compliance — with the help of our automotive SCRA solution.

To learn more about LexisNexis Military Status, contact your LexisNexis® Risk Solutions representative or visit risk.lexisnexis.com/militarystatus.

Sources:

1. <https://www.investopedia.com/auto-loan-delinquencies-hit-13-year-high-as-monthly-payments-get-bigger-8559565>
2. <https://www.canopyservicing.com/blog/scra-checklist/>

About LexisNexis Risk Solutions

LexisNexis® Risk Solutions harnesses the power of data and advanced analytics to provide insights that help businesses and governmental entities reduce risk and improve decisions to benefit people around the globe. We provide data and technology solutions for a wide range of industries including insurance, financial services, healthcare and government. Headquartered in metro Atlanta, Georgia, we have offices throughout the world and are part of RELX (LSE: REL/NYSE: RELX), a global provider of information-based analytics and decision tools for professional and business customers. For more information, please visit [LexisNexis Risk Solutions](#) and [RELX](#).