

6 Ways to Combat Mortgage Fraud

by using Data Facts Verifications Services

DATA FACTS WHITE PAPER SERIES



DATA FACTSSM
Information You Trust



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Tax Return Verifications (TRV)

Tax Return Verifications are a great way to combat income fraud. With an easy to order platform that features direct access to the IRS, Data Facts is proud to offer you an easier way to order, including online ordering, electronic TRVs, and the fastest turnaround times available. Ordering a TRV is as simple as ordering a supplement!

Document Review

The IRS will still charge you a processing fee, even if they reject the order. So, the Data Facts Verifications Department always reviews your tax return verification forms before submitting, this helps to ensure that the IRS does not reject the order. This service is one way that we can help you, our valued customer and is offered at no additional cost to you.

KEY BENEFITS:

- Easy online ordering with multiple order capability
- 24-48 hour turn around time
- Approval process to minimize rejections
- 24 hr IRS sweep that allows results to be sent automatically
- Data Facts reviews all files for errors prior to submitting*

**This has been proven to reduce the amount of rejections but is never a guarantee.*



SOC 1 / SOC 2 COMPLETION

" The completion of the SOC 1 Type 1 examination and SOC 2 Type 1 examination typifies Data Facts, Inc.'s continued dedication to pioneer and maintain the most stringent controls needed to ensure the highest quality and security of services provided to their customers. Companies who complete annual SOC 1 and SOC 2 examinations are able to demonstrate a substantially higher level of assurance and operational visibility than those companies who do not. "



INDUSTRY EXPERIENCE

" Since 1989, we have provided information you can trust and rely on to make lending decisions "



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TIMEFRAMES FOR PULLING A TRANSCRIPT FROM THE IRS

E-FILE – we can order it about 15 business days after you file

PAPER FILE – we can order about 6 to 8 weeks from the time the IRS receives and process the return.

IF YOUR BORROWER OWES THE IRS any money it can take an additional 4 to 6 weeks for them to be processed.

8 Tips to help Minimize IRS Rejections for Tax Return Verifications

1. Make sure the name(s) and SSN are listed on the 4506-T form.
2. The 4506-T needs to be signed and dated within 120 DAYS.
3. **DOUBLE CHECK THE ADDRESS.** The IRS goes off the address listed on the tax returns that have been filed, which has to match the United States Postal Service (Google USPS and verify that the address is not missing any information ex. Ave,



INNOVATIVE TECHNOLOGY

"Ensures the most accurate information is received. Our ordering platform allows you to order everything that you need."



COMPLIANCE

"Committed to supplying the most up-to-date information on FCRA regulations to ensure best practices Lending Solutions."



CERTIFICATION

"Each Staff member is NCRA FCRA Certified within 60 days of employment and required to re-certify every 2 years."



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St, Apt# SW, NE.) If anything is missing from the address add it to the 4506-T form on line 4. You can list more than one address.

4. If you need 1099 information a W-2 will come with the 1099 order. You do not have to order an additional W-2.
5. If you need an **AMENDED RETURN**, check 6c Record of Account on the product section of the 4506-T. Then choose 1040 ROA when entering the order in the system.
6. If you have a 4506-T signed by a Power of Attorney, we will need a copy of the POA to send with the order.
7. When ordering a 1065, 1120 Business/Corporate returns, the IRS requires the borrower's title at that business to be on the 4506-T underneath the signature at the bottom.
8. **DO NOT** scratch through anything on the 4506-T form. The IRS will consider it to be altered and will reject it back. (Even if the borrower has put their initials by it).



VALUE ADD SERVICES

" Since 1989, we have provided extraordinary customer service in our offices throughout the United States. "



DATA FACTS GIVES BACK

" Sign up with Data Facts and we will donate 10% of your first FULL month's invoice to the charity of your choice. "



Sign Up for a COMPLIMENTARY COMPARISON

Try Data Facts free with a limited-time, no-obligation, side by side vendor comparison. Already a customer? Try one of our services that you aren't currently using!

Click here for more information:
<http://bit.ly/1IDYFHL>



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Social Security Verifications



Common types of Identity Fraud

- SSA death master file check
- SSN Never issued
- SSN Invalid
- SSN not associated with name
- SSN issue date inconsistent with DOB
- Additional names associated with SSN
- Address - current
- Phone - current
- DOB confirmed
- Name/address/phone associated with last name
- OFAC, EPLS, HUD watch list check
- ID Validation score
- High risk factors
- Fraud alerts
- Standardized address and dwelling type

There is 1 victim of Identity Theft every 3 Seconds *(That is 1200 victims per hour!)*

Social Security verifications prove that the person across the desk from you really is who they say that they are. Easy to read reports add that extra layer of protection to make sure that you have covered all your bases.

In most cases, the fraudster uses a mixture of accurate and “borrowed” information. A social security number verification can quickly determine if the borrower IS who they say they are. Data Facts is set up DIRECTLY with the Social Security Administration, for faster turnaround times.

Fannie Mae’s DU update 9.1 states that Social Security Numbers must be validated directly with the Social Security Administration (direct validation by a third party is acceptable) If the Social Security Number cannot be validated with the Social Security Administration, the loan is not eligible for delivery to Fannie Mae.




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Social Security Verifications (Continued)

Sample Return Verification Form




P.O. Box 4276 // Cordova, Tennessee 38088
P 901-685-7599 // F 901-685-5013




Consent Based Social Security Verification

Consumer Name: Sample,John	Client Name: Test Client Test Client Test
Social Security #: 223-34-4555	Client #: 101
Date of Birth: 01/01/1980	Attention:
	Date: 8/7/2014


VERIFICATION MATCH

The social security number provided below has been searched through The Social Security Administration database. The database verified the assignment of the social security number to the subject name and if entered the date of birth listed above and confirmed that the information as entered **DOES MATCH**. 

VERIFICATION DOES NOT MATCH

The social security number provided below has been searched through The Social Security Administration database. The database verified the assignment of the social security number to the subject name and if entered the date of birth listed above and confirmed that the information as entered **DOES NOT MATCH**. 

VERIFICATION MATCH BUT DECEASED

The social security number provided below has been searched through The Social Security Administration database. The database verified the assignment of the social security number to the subject name and if entered the date of birth listed above and confirmed that the information as entered **DOES MATCH**. 

DECEASED - The name and social security number submitted for verification matches SSA's records, but the records indicated the number holder is **deceased**.

Disclaimer:
US Social Security Administration is the only source of definitive verification of the issuing data surrounding the Name, Social Security Number, Date of Birth of any person. Confirming the death of an applicant can be delayed as much as 60 days from the date of death. Secondary sources should be used in this case, or in the event that a live applicant is using a deceased person's identity.

- KEY BENEFITS:**
- Easy To Order
 - Results Back in 15 Minutes or less!
- Points to Remember:**
- Individual Requests Only
 - SSA-89 information and borrower Information must match exactly
 - SSA-89 must be signed within 90 days



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Employment Verifications

Verification of Employment Eases the administrative burden by centralizing the verification process. You can eliminate this time consuming activity by letting Data Facts' trained professionals interview current and former employers to maximize information on prior performance.

KEY BENEFITS:

- Reverse lookup of submitted telephone number
- FAX1005 to employer
- Phone call with employer to complete Freddie form 90
- Phone call with employer to confirm employment status
- Multiple status updates, including: Email confirmations, Fax sent and Employer delay

NOTE - Not every VOE can be completed through the work number.

The Work Number

The Work Number® database currently houses over 54 million current employment records contributed by more than 3,000 employers nationwide. This information is updated at every payroll cycle, so you always receive the most current information possible.

You need a trusted third-party to validate consumer information that moves just as fast as your industry and provides you with data that is authentic and current.

MERS SSN Lien Search

The MERS lien report can determine if an applicant has obtained other mortgages secured by the same property, or is a borrower on an undisclosed number of mortgage loans. Contains information on approximately 60 million property liens, in both first and second positions. Provides a real-time method to verify lien information disclosed by the borrower and is



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updated within 10 days of closing. Alerts lender to new loans registered on MERS between the application date and the closing date. Data Facts, bundles their products so that your loan process is more streamlined. We have included this in our fraud suite (ADV 120) so that your loan officer can spend more time closing loans.

KEY BENEFITS:

- Exclusion lists (GSA, HUD, OFAC)
- Appraiser license verification

Verification of Deposit

Verification of deposit will provide third party verification of funds in a checking or savings account and the current balance.

KEY BENEFITS:

- Third party verification
- Streamlines your processes
- 24-48 lead time

Verification of Mortgage

Are you in a whirlwind of refinances right now? Or doing a streamlined process? We offer a quick, easy and low cost Verification of Mortgage (VOM) to simplify your process. A VOM provides documentation of a borrower’s mortgage payment history, which is often required when they apply for a loan. A VOM also verifies the existing balance, monthly payments and checks for any late payments on the account.

KEY BENEFITS:

- Easy Online Ordering
- Verify Borrower’s Existing Balance and Monthly Payments
- Checks for any Late Payments on the Account
- Fastest Turn Around Time in the Industry, with reports back in 24-48 hours

