

Five Critical Reasons Why AMCs Should Outsource Compliance Reviews.

Expert Summary

The integrity of your AMC Compliance Review is significantly impacted by the credibility of who is conducting the review and how it is performed. Use this guide to help you decide if you would benefit more by outsourcing this important function.

INTERTHINX COMPLIANCE REVIEW STANDARD FEATURES

- A deep panel of certified appraisers to assure broad coverage
- Extensive experience completing third party reviews
- Appraiser panel leverages public and private data sources
- Customized check sheet ensures clients all requirements are met
- Specific Letter of Engagement for each of the client's products
- Ability to order, receive, track, store and report
- Remote login streamlines workflow
- 24/7 online access
- E-mail notifications
- Batch order capabilities

- 1 YOUR AMC COMPLIANCE REVIEWS SHOULD BE PERFORMED BY CAREFULLY-VETTED, CERTIFIED APPRAISERS.** Peer-to-peer reviews need to be conducted so that the licensing level of the reviewer equals or exceeds that of the origination appraiser. Vetting for reviewers should, at a minimum, involve examination of Appraisal Subcommittee records, background checks and scrutiny of state boards of appraisal data.
- 2 THE IMPORTANCE OF EXPERIENCE AND THE SKILL SETS OF THE REVIEW PROVIDER ARE PARAMOUNT.** Since regulations involving self audits are not clearly defined, it is very challenging for an AMC to effectively complete this task with its own staff. In fact, in some states, compliance reviews must be outsourced. So, third-party reviews accompanied by experience and capacity can provide a more clearly defined path to success.
- 3 CUSTOM RULE SETS CREATED TO MEET SPECIFIC CUSTOMER COMPLIANCE NEEDS REQUIRE SKILL AND KNOWLEDGE.** When the situation calls for customization, the compliance review provider needs to have a thorough understanding of applicable regulations and how they are to be met in each specific situation.

- 4 A NATIONALLY-RECOGNIZED RISK EVALUATION FIRM IS BEST POSITIONED TO DELIVER REVIEWS ACCEPTED BY THE INDUSTRY AND REGULATORS.** When you choose a knowledgeable provider with national credentials, you are far more likely to receive a product developed with the experience and skills necessary to meet with regulatory approval. And during an audit, you can be confident that your Quality Control Reviews will meet or exceed required standards.
- 5 REQUIREMENTS FOR INDEPENDENT THIRD-PARTY REVIEW FOR AMCS VARY FROM STATE TO STATE.** Consideration is the fact that not all states have enacted AMC legislation. Of those that have, some already require periodic third-party reviews; of those states that have not yet adopted AMC rules, it is safe to assume some of those will also mandate TPR's.

In Closing

If any of the points covered here resonates, contact Interthinx today. The Interthinx Appraisal Panel contains a deep lineup of experienced certified appraisers who have all passed a thorough background investigation that includes criminal and civil records checks.

About Interthinx Review Appraisal Services

Trust your mandated compliance review needs to an experienced team with an established reputation for mastering the mortgage industry's challenges. Interthinx Review Appraisal Services is ready to leverage a network of experienced certified appraisers to provide a variety of products to meet the dynamic needs of today's mortgage industry. If your AMC has quality control or appraisal underwriting needs that require a customized approach, Interthinx can create a solution.

We're a name you know and trust and we're here to provide you with a smarter approach to risk.

About Interthinx

Interthinx, a Verisk Analytics (Nasdaq:VRSK) subsidiary, provides essential solutions to mitigate risk in the mortgage and retail lending marketplace. Interthinx offers capabilities in mortgage fraud and verification, property valuation, compliance, quality control, loss mitigation, retail loan loss forecasting, and capital planning that are used by the nation's top financial institutions. Interthinx helps its clients minimize risk, increase operational efficiencies, satisfy regulator demands, manage data verification, and remain compliant.

For more information, visit www.interthinx.com or call 1-800-333-4510.