

## Factsheet – Originate, Compliance Reporter SBDC Module

# Improve efficiency and ensure regulatory compliance through Finastra's enhanced Originate – Small Business Data Collection Module solution

SBDC and Originate combine solutions to intuitively automate the process of identifying applicants who are subject to 1071 and begin the data collection process

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***"By creating a solution that streamlines a front-end application with our SBDC module, financial institutions will streamline applicants onboarding process, while meeting the complex compliance requirements of DFA 1071."***

Susanne Fernald  
Senior Product Manager

### Automation enhances Compliance

The combined Originate / Small Business Data Collection Module (SBDC) solution is designed to leverage Originate's best-in-class commercial digital application user experience while ensuring compliance with the ECOA Small Business Lending rule. It simplifies both the application process for small businesses and required data collection and management procedures for financial institutions.

Working together, they utilize logic to identify when your financial institution is required to undertake additional data collection under the rule. Automated requests for protected demographic information are then sent to the applicant using the same technology as the SBDC Module's digital forms. This establishes a natural firewall between applicants' sensitive data and loan decision-makers, providing your financial institution with an effortless way to comply with the rule's firewall requirement.

Originate has been upgraded to request applicant details such as gross annual revenue and allow for configuration of loan products subject to the ECOA Small Business Lending Rule. If an Originate digital application identified as a transaction subject to the rule, the applicant automatically receives a digital request to provide demographic information.

At the same time, a new small business record is generated in SBDC, which includes the applicant-related business data. This means less hassle for applicants who won't receive multiple document requests throughout their application process and more efficiency for financial institutions working within the new regulation.

### Finastra's comprehensive SBDC approach

The SBDC Module helps financial institutions meet the requirements of the ECOA Small Business Lending rule, while providing users with a simple and intuitive workflow. SBDC supports

multiple sources of data entry so that financial institutions can benefit from having all their small business records in a single location.

The data entry workflow includes automatic data validation logic, reducing the need for manual scrubbing of data, and helps users structure their data entry in a compliant manner. Additionally, the solution features multiple controls helping financial institutions accommodate for the firewall requirement. The cloud-native solution can be easily accessed from any location, and seamlessly integrates with Finastra's lending products LaserPro, DecisionPro, Originate, and CreditQuest.

### Finastra's cohesive Originate experience

Originate is a fully-digital SaaS solution that encompasses the full spectrum of business loan and deposit origination priorities. It streamlines account opening into one fully-supported process, setting up financial institutions for future success by expanding opportunities to earn increased wallet share via cross-sale. Originate eliminates manual processes, reduces errors and re-work, improves completion rates, and enables you to scale your business in a cost-effective way. Originate also features solutions for consumer and mortgage lending.

Benefits of Finastra's SBDC solution



Data Collection

Collect required data from your small business customers through a user-friendly interface.



Data Validation

The data collected in the user interface is automatically validated using the CFPB's warning and error validations, helping maintain an efficient data cleaning process.



Data Submission

Generate required annual data submissions to the CFPB in the prescribed format using a simple automated process.



Data Reuse

Save time and inconvenience to your customers by automatically searching for and using reusable data as permitted under the Equal Credit Opportunity Act (ECOA).

About Finastra

Finastra is a global provider of financial services software applications across Lending, Payments, Treasury and Capital Markets, and Universal (retail and digital) Banking. Committed to unlocking the potential of people, businesses and communities everywhere, its vision is to accelerate the future of Open Finance through technology and collaboration, and its pioneering approach is why it is trusted by ~8,100 financial institutions, including 45 of the world's top 50 banks. For more information visit [finastra.com](https://finastra.com)

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