

## **NADA Continues to Push for Military Lending Act Solution**

As part of its continuous efforts to convince the Department of Defense (DOD) to withdraw the interpretive rule it issued in December, NADA on October 12 sent a [letter](#) explaining why withdrawing the guidance is in the best interest of service members. (The rule states that financing GAP waiver or other credit products as part of a vehicle finance transaction with active duty military members or their dependents subjects the transaction to the Military Lending Act.) This question was posed to NADA in a recent meeting with the DOD Office of General Counsel and follows a [joint petition](#) NADA and the American Financial Services Association filed with DOD in January seeking withdrawal of the DOD interpretive rule. This is part of a broad and comprehensive effort by NADA and six financial services trade associations to urge DOD to withdraw the interpretive rule, which was issued without notice, an opportunity to comment or any assessment of its effect on service members and their families.

Rhett Ricart  
Chairman, NADA Regulatory Affairs Committee

