# **SECUREORIVE**

# **Pre-Paid Maintenance**

Understanding and Selling the Product

# **Objectives**

Introduce the features of SecureDrive Prepaid Maintenance

Describe vehicle eligibility and Prepaid Maintenance terms and conditions

Describe the benefits for the customer and dealer

Explain the process for selling a Prepaid Maintenance contract using the HUB



# What is SecureDrive Prepaid Maintenance?

A service contract designed to provide customers coverage for essential service needs of their vehicles such as oil and filter changes, tire rotation and more.

Dealers can offer protection that suits the intended ownership period of their customers while keeping with the Owner's Manual recommended intervals for normal or severe usage conditions.

Coverage available on any new vehicle that is either financed, leased, or cashpurchased.



# Why is there a need for Prepaid Maintenance?



...allows you to lock in the price for essential maintenance on your vehicle

Have trained technicians and genuine OEM parts used for maintenance





Increase the resell and trade in value of your vehicle



# How can Prepaid Maintenance benefit your dealership?



Has the customer coming back to the dealership and helps to increase customer retention

Opportunity to generate substantial service department revenue that could go outside the dealership





Allows Service Department to sell additional services as required based on the vehicle inspection report



# **Prepaid Maintenance Eligibility**



✓ Must be a Kia model.



✓ Must be a new vehicle within 6 months and 12,000 kilometers



✓ There are no exclusions on commercial vehicles; both commercial
and light commercial vehicles are accepted



✓ Kia Soul EV, K900 and Stinger are not eligible for Prepaid Maintenance



# **Prepaid Maintenance Coverage Options**



Service Intervals	1	2	3	4	5	6	7	8	9	10	11	12	13	14
Engine Oil	•	•	•	•	•	•	•	•	•	•	•	•	•	•
Engine Oil Filter	•	•	•	•	•	•	•	•	•	•	•	•	•	•
Engine Oil Drain Plug Gasket	•	•	•	•	•	•	•	•	•	•	•	•	•	•
Tire Rotation	•	•	•	•	•	•	•	•	•	•	•	•	•	•
Multi-point Vehicle Inspection	•	•	•	•	•	•	•	•	•	•	•	•	•	•
Shop Supplies	•	•	•	•	•	•	•	•	•	•	•	•	•	•
Cabin Air Filter		•		•		•		•		•		•		•
Engine Air Filter				•				•				•		



# **Parts and Labour Pricing**

	Retail Cost					
Service Intervals	Class 1	Class 2	Class 3			
4	\$448	\$481	\$530			
5	\$507	\$542	\$601			
6	\$650	\$698	\$769			
7	\$708	\$759	\$839			
8	\$826	\$891	\$986			
9	\$881	\$948	\$1,052			
10	\$1,018	\$1,097	\$1,212			
11	\$1,072	\$1,154	\$1,278			
12	\$1,184	\$1,278	\$1,417			
13	\$1,235	\$1,331	\$1,478			
14	\$1,316	\$1,423	\$1,580			

**Example:** 

8 Intervals(4 years)

Interest: 3%

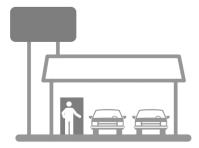
Retail cost: \$826-\$986

\$4.22-\$5.00 weekly



## **How to Submit a Prepaid Maintenance Claim**

- The submission process is the same as that of MBP or Appearance Protection.
  - 1. You can submit a claim by calling the administrator at 1-866-475-8864
  - 2. LGM currently developing to allow Service Department to submit claims directly through HUB
- The customer's first service can be scheduled the day they purchase the vehicle
- Service Department can contact LGM and have the services pre-authorized before the customers comes in





## **Parts and Labour Pricing**

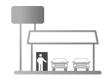
Reimbursement for items required under Kia Service advantage claims will be as follows:

- Parts will be reimbursed at dealer cost plus 10%
- Reimbursement for labour will be calculated at 60% of the dealer's warranty labour rate.

Any other items required as per the vehicle inspection report (VIR) will be:

Sold at dealer retail rates and billed on a separate repair order







# **Dealer Markup – Class 1**

Class 1: Rio, Rio 5-door, Rio5, Soul, Rondo, Forte, Forte Koup, Forte5

Maintenance Interval	Dealer Cost	Retail PPM Price	Dealer Markup
4	\$348	\$448	¢100
5	\$407	\$507	\$100
6	\$500	\$650	
7	\$558	\$708	Ć1F0
8	\$676	\$826	\$150
9	\$731	\$881	
10	\$818	\$1,018	
11	\$872	\$1,072	
12	\$984	\$1,184	\$200
13	\$1,035	\$1,235	
14	\$1,116	\$1,316	



# **Dealer Markup – Class 2**

Class 2: Sportage, Sorento 4 cyl, Optima, Optima Hybrid, Optima Plug-In Hybrid

Maintenance Interval	Dealer Cost	Retail PPM Price	Dealer Markup
4	\$381	\$481	¢100
5	\$442	\$542	\$100
6	\$548	\$698	
7	\$609	\$759	¢150
8	\$741	\$891	\$150
9	\$798	\$948	
10	\$897	\$1,097	
11	\$954	\$1,154	
12	\$1,078	\$1,278	\$200
13	\$1,131	\$1,331	
14	\$1,223	\$1,423	



# **Dealer Markup – Class 3**

Class 3: Niro, Sorento 6 cyl, Sedona, Cadenza

Maintenance Interval	Dealer Cost	Retail PPM Price	Dealer Markup
4	\$430	\$530	¢100
5	\$501	\$601	\$100
6	\$619	\$769	
7	\$689	\$839	¢150
8	\$836	\$986	\$150
9	\$902	\$1,052	
10	\$1,012	\$1,212	
11	\$1,078	\$1,278	
12	\$1,217	\$1,417	\$200
13	\$1,278	\$1,478	
14	\$1,380	\$1,580	



## **Terms & Provisions**





24 – 90 month plans

### **Transferability**



\$100 Transfer fee applies (except where prohibited by law)

### **Cancellation Provision**



- Prepaid Maintenance is fully refundable within 30 days. Non-cancellable by customer after 30 days. (Dealer may override if participating in the refund)
- Should Lienholder request cancellation due to total loss or repossession after 90 days from the date of purchase the dealer is not required to participate.



# **SECUREORIVE**

# **Pre-Paid Maintenance**

**Processing a Transaction in the HUB** 

### **LGM HUB**

- Products are available as an online registration only there is no need to complete pre-printed forms.
- Every policy must be registered through the HUB to ensure coverage is effective for your customer immediately.
- Simply log on to get started.

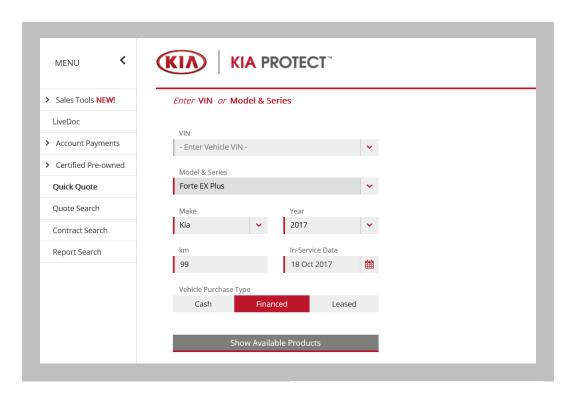




## **LGM HUB – Vehicle Information**

### **Quick Quote screen:**

- 1. Enter either the VIN or the Year, Make, and Model of the vehicle. Once you have entered this in, the additional vehicle details will populate.
- 2. Next, enter Kilometres, In-Service Date, and Vehicle Purchase Type.

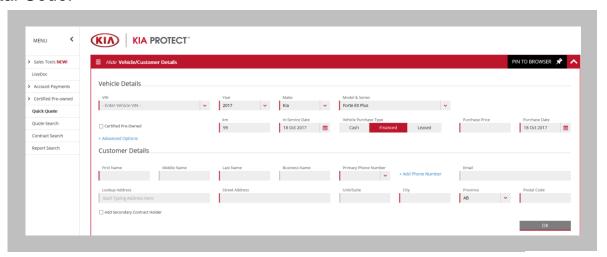




## **LGM HUB – Customer Information**

When vehicle information is entered, you can then enter the customer information. This can be completed from expanding the customer details field under the vehicle information.

• Enter required information such as Name, Primary Phone Number, Street Address, City, Province, and Postal Code.

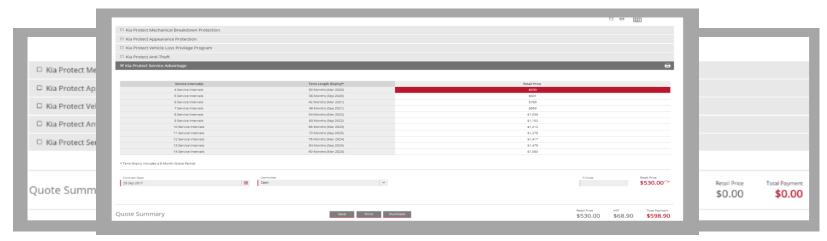




## **LGM HUB – Prepaid Maintenance**

Click on the *Prepaid Maintenance* tab and **complete the following steps:** 

- 1. Choose the amount of Service Intervals the customer is purchasing
- 2. Enter the *Contract Date* and *Lienholder* (if applicable)



You will now see the retail price of the product on the HUB screen.



# **SECUREORIVE**

# **Pre-Paid Maintenance**

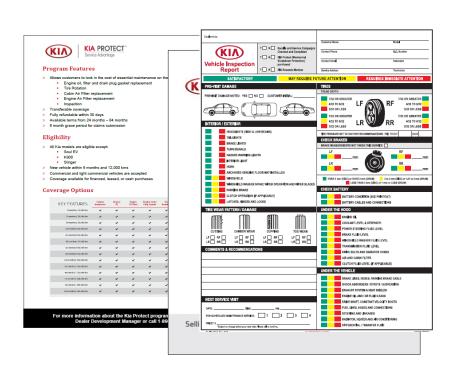
**Available Resources** 

### Sales Tools and Resources

Highlight Sheet

Selling Dealer Guide

Vehicle Inspection Report

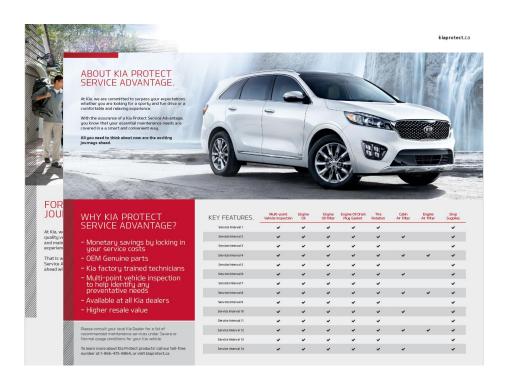




### Sales Tools and Resources

Coverage Matrix

Brochure





# LGM Academy



# BROAD LEARNING SCOPE

A full suite of interactive courses ranging from product knowledge, to consultative selling, to personal growth and development.



# MULTI-DEVICE FUNCTIONALITY

Compatible with multiple devices so you can switch between your desktop, tablet, or mobile device and learn on-the-go!



# TRACK YOUR PROGRESS

Your progress is automatically saved so you can pick up right where you left off. Collect custom badges each time you complete a course!



## PERSONALIZED COACHING

Your LGM Dealer Development Manager (DDM) will provide a personalized coaching experience throughout your learning journey.

### Start your learning journey today.

Simply log into the HUB and select 'LGM Academy' from the menu on the left-hand side to get started. Don't have a HUB account? No problem! Reach out to <u>LGMAcademy@LGM.ca</u> and we will get you all set up.



## **Resources for Ethical Sales**

## CLICK ON THE LINK FOR YOUR RESPECTIVE REGION FOR MORE INFORMATION ABOUT LICENSING, COMPLIANCE, AND INDUSTRY GUIDELINES.

#### **BRITISH COLUMBIA - COLOMBIE-BRITANNIQUE**

BC Financial Services Authority (BCFSA)

Insurance Council of BC

New Car Dealers Association of BC

**Motor Vehicle Sales Authority** 

#### ALBERTA - ALBERTA

Superintendent of Financial Institutions (ASFI)

Alberta Motor Vehicle Industry Council

Alberta Insurance Council

Motor Dealers' Association of Alberta

#### SASKATCHEWAN - SASKATCHEWAN

Financial and Consumer Affairs Authority

Saskatchewan Auto Dealers Association

Insurance Councils of Saskatchewan

### MANITOBA - MANITOBA

Consumer and Corporate Affairs

Manitoba Motor Dealers Association

Insurance Council of Manitoba

### NORTHWEST TERRITORIES - TERRITOIRES DU NORD-OUEST

Office of the Superintendent of Securities

#### **ONTARIO - ONTARIO**

Financial Services Regulatory Authority (FSRA)

Ontario Motor Vehicle Industry Council (OMVIC)

### QUEBEC - QUÉBEC

Autorité des marchés financiers (AMF)

Corporation des concessionaires d'automobiles du Quebec (CCAQ)

Consumer Protection Office (OPC)

#### NEW BRUNSWICK - NOUVEAU-BRUNSWICK

Financial and Consumer Services Commission

**New Brunswick Auto Dealers Association** 

#### **NEWFOUNDLAND & LABRADOR - TERRE-NEUVE-ET-LABRADOR**

Department of Government Services

Automobile Dealers Association of Newfoundland and Labrador (ADANL)

#### NOVA SCOTIA - NOUVELLE-ÉCOSSE

Finance and Treasury Board

Nova Scotia Auto Dealers Association

### PRINCE EDWARD ISLAND - L'ÎLE DU PRINCE-ÉDOUARD

Justice & Public Safety

Prince Edward Island Auto Dealers Association



<u>Financial Consumer Agency of Canada (FCAC)</u>
<u>Canadian Council of Insurance Regulators (CCIR)</u>

<u>Canadian Auto Dealers Association (CADA)</u>
<u>Office of the Superintendent of Financial Institutions (OSFI)</u>
<u>Advertising Standards Canada</u>