

RULE 2007-8

SALVAGE, REBUILT & PARTS ONLY VEHICLES

This rule is promulgated by the Director of the Department of Finance and Administration to administer the provisions of Act 410 of 2007 pursuant to the authority of Ark. Code Ann. § 27-14-2301 through Ark. Code Ann. §27-14-2305 as amended by Act 410 of 2007.

1. Definitions. For purposes of this rule, unless otherwise required by their context, the following definitions apply:
 - A. “Affidavit of Reconstruction” means a form, prescribed by the Commissioner, which shall be completed by a repairer or rebuilder upon completion of the rebuilding or reconstruction of a damaged motor vehicle and surrendered to the Commissioner by the owner of such rebuilt or reconstructed motor vehicle when making application for registration and issuance of a rebuilt title as defined herein.
 - B. “Commissioner” means the means the Director of the Department of Finance and Administration acting in his capacity as Commissioner of Motor Vehicles in this state.
 - C(i) “Dealer” means any person or business who sells or offers for sale a motor vehicle after selling or offering for sale five (5) or more motor vehicles in the previous twelve (12) months or who is a new or used motor vehicle dealer licensed by or with the State of Arkansas.
 - (ii) Persons or businesses that operate as salvage vehicle pools or salvage vehicle auctions are not dealers for purposes of this rule when selling vehicle parts to a dealer.
 - D. “Declaration of Damage” means a form, prescribed by the Commissioner, which shall be completed by the owner or insurer of a salvage vehicle, as defined herein, which is submitted to the Commissioner by the owner when making application for registration and issuance of a salvage title or, for an insurer not taking title to the salvage vehicle, within 30 days of indemnifying the owner for loss.

- E(i) "Motor vehicle" means every self-propelled vehicle, except motorcycles, motor-driven cycles, and trucks with an unladen weight of ten thousand pounds (10,000 lbs.) or more, in, upon, or by which any person or property is or may be transported upon a street or highway.
- (ii) "Motor vehicle" does not include, motorcycles, motor-driven cycles, trucks with an unladen weight of 10,000 pounds or more, any motor vehicle that has been damaged to the extent that it is considered junk under the provisions of Ark. Code Ann. §27-14-913 or for which an Arkansas intent to dismantle form has been submitted or an out-of-state junking certificate has been issued and any motor vehicle that is more than seven (7) model years old prior to the year of occurrence. (Subtracting 8 from the current calendar year will determine the latest model year excluded.)
- F. "Occurrence" means the event which caused the motor vehicle to become damaged and includes, without limitation, collision, theft, vandalism, storm and flood.
- G. "Office of Motor Vehicle" or "Office" means the Office of Motor Vehicle of the Revenue Division of the Department of Finance and Administration.
- H. "Owner" means an individual, insurance company, or other entity with legal title to the motor vehicle.
- I. "Parts only title" means an Arkansas certificate of title issued to the owner of a vehicle that has no resale value except as a source for parts or scrap that bears the notation "PARTS ONLY" and "Not for Registration".
- J. "Rebuilt or reconstructed motor vehicle" means a motor vehicle for which a salvage, damaged, water-damaged, reconstructed, rebuilt or other similar certificate of title has been previously issued and such motor vehicle has been repaired to the extent that it can be licensed for use on the public streets and highways of this state.
- K. "Rebuilt title" means an Arkansas certificate of title issued to the owner of a rebuilt or reconstructed motor vehicle, as defined herein, that bears the notation "REBUILT" printed in the remarks section on the face of the title.
- L. "Repairer or Rebuilder" means any person, firm or entity that engages in the repairing, rebuilding or reconstructing of any

damaged motor vehicle, as defined in this regulation, whether or not such activity is for profit.

- M. "Salvage title" means an Arkansas certificate of title issued to the owner of a salvage vehicle, as defined herein, that bears the notation "SALVAGE" printed in the remarks section on the face of the title.
- N. "Salvage vehicle" means a motor vehicle which is water-damaged as defined in this rule or sustains any other damage in an amount equal to or exceeding seventy percent (70%) of its average retail value, as listed in the most current issue of any pricing guide approved by the Commissioner for use in determining the percentage of such damage.
- O. "Water-damaged" means damage to a motor vehicle caused by submerging or partially submerging the vehicle in water to the extent that the vehicle was submerged or partially submerged at any water level above the dashboard of the vehicle, regardless of the actual dollar amount of the damage.

2. Salvage Title Application Process.

- A. Any owner of a salvage vehicle, including insurers who acquire ownership of the vehicle through indemnification on an insurance policy, shall, within 30 days after the date of occurrence, surrender to the Commissioner the existing certificate of title along with:
 - (i) A completed Declaration of Damage form prescribed by the Commissioner and incorporated herein which describes the damage and reflects the extent of the damage to the motor vehicle;
 - (ii) An application for registration and issuance of a salvage vehicle title
 - (iii) Any additional documentation required by the Commissioner to comply with specific statutory requirements for registration and issuance of a salvage title; and
 - (iv) Payment of all requisite fees and taxes for the registration and issuance of a salvage title.
- B. Effective January 1, 2008, any person other than an insurer who acquires ownership of a salvage vehicle, as defined in this rule, after the time it becomes a salvage vehicle but prior to the issuance of a salvage title may either:

- (i) Apply for a salvage title by surrendering the certificate of title, along with all accompanying documents and fees referenced herein, within 30 days following the date of acquisition of the certificate of title for issuance of a salvage title; or
- (ii) Apply for a parts-only title, if the salvage vehicle has no resale value other than as a source for parts or scrap, by surrendering the certificate of title, along with all accompanying documents and fees referenced herein, within 30 days following the date of acquisition of the certificate of title for issuance of a salvage title.

3. Issuance of Salvage Titles and Title Notation.

- A(i) Owner & Insurer Application. Upon receipt of the certificate of title and accompanying documents and fees referenced in Section 2 of this Rule, the Commissioner shall issue to the owner of a salvage vehicle, including insurers who take ownership through indemnification, a new certificate of title bearing the notation "SALVAGE" in the remarks section on the face of the title.
 - (ii) Insurer Notification. If a motor vehicle becomes a salvage vehicle and an insurer indemnifies under the insurance policy, but the insurer does not take title to the salvage vehicle, the insurer shall notify the Office that the motor vehicle is a salvage vehicle by submitting a completed Insurer Notification and Declaration of Damage form which is prescribed by the Commissioner and incorporated into this Rule. An insurer's total loss report that lists the damage sustained by the vehicle may be submitted to the Office in lieu of completing Section 5 of the completed Insurer Notification and Declaration of Damage form that requires a description of damage. Upon receipt of such the completed Insurer Notification and Declaration of Damage form and the insurers total loss report, if applicable, the Commissioner shall attach a note or stamp identifying the vehicle as a salvage vehicle to any copy of a title issued by the Office or to any reissued or changed title. Such note or stamp shall remain in place until the owner of the vehicle surrenders the certificate of title to the salvage vehicle and a salvage vehicle title is issued by the Commissioner.
- B. In the event that a motor vehicle is rebuilt or reconstructed after the issuance of a salvage title, a rebuilt title may later be substituted for the salvage title if the owner complies with the provisions of this

Rule pertaining to the registration and titling of rebuilt or reconstructed vehicles.

4. Issuance of Parts-Only Titles and Title Notation.

- A. Any motor vehicle that has been damaged to the extent that it is considered junk, non-repairable or any other similar designation under the provisions of Ark. Code Ann. §27-14-913 and for which an Arkansas Notice of Intent to Dismantle a Motor Vehicle form, prescribed by the Commissioner and incorporated into this Rule, has been submitted, or for which a junking certificate has been issued by another state shall not be registered in the State of Arkansas.
- B. Effective January 1, 2008, an Owner of a vehicle considered junk, nonrepairable or any other similar designation may obtain a new certificate of title bearing the notation "PARTS ONLY" and "Not for Registration" by completing and submitting a Request for Parts Only Title Form, to be prescribed by the Commissioner, along with all requisite fees due for issuance of the replacement title along with any additional documentation that may be necessary to comply with the statutory requirements for the issuance of a replacement title.

5. Issuance of Rebuilt Titles and Title Notation.

- A. When any motor vehicle for which a Salvage title has been issued (or for which a similarly branded or designated title has been issued by another state) is rebuilt or reconstructed, the repairer or rebuilder shall complete and deliver to the owner a signed Affidavit of Reconstruction for a Salvage Vehicle form which is prescribed by the Commissioner and incorporated into this Rule that fully discloses the repairs made to the vehicle and lists all parts and components that were repaired or replaced. The owner or repairer or rebuilder, if that person is the owner, shall acknowledge receipt of the Affidavit of Reconstruction form by signing it in the space provided for the owner's signature.
- B. The owner or repairer or rebuilder of a salvage vehicle, if that person is the owner, shall, within ten (10) working days, make application to receive a new certificate of title bearing the notation "REBUILT" in the remarks section on the face of the title by surrendering the existing Salvage title to the repaired or reconstructed motor vehicle accompanied by:
 - (i) The completed Affidavit of Reconstruction form;

- (ii) An application for registration and issuance of a certificate of title to the vehicle signed by the vehicle owner;
 - (iii) Any additional documentation otherwise necessary to comply with specific statutory requirements for registration and issuance of a certificate of title; and
 - (iv) Payment of all requisite fees and taxes.
- 6. Notation Carried forward. The notation of “Salvage,” “Rebuilt,” “Parts Only” or any other similar designation issued by another state shall be carried forward and printed on the face of all subsequent Arkansas titles issued for the motor vehicle.
- 7. Taxes. Pursuant to the provisions of Ark. Code Ann. §27-14-2306, persons licensed by the State of Arkansas as motor vehicle dealers shall not be required to pay gross receipts taxes or compensating use taxes on any motor vehicle they are required to register and title. Pursuant to the provisions of Ark. Code Ann. §26-52-510 and Ark. Code Ann. §27-14-903, persons other than licensed motor vehicle dealers shall pay sales or compensating use tax at registration if the total consideration paid for the motor vehicle is more than the amount set forth in Ark. Code Ann. §26-52-510(b)(1)(B).
- 8. Special Provisions for Insurance Companies.
 - A. Transfer of Possession of Motor Vehicles. Any insurance company licensed to do business in the State of Arkansas that obtains possession of a motor vehicle as the result of a settlement of an insurance claim, and such motor vehicle has not sustained sufficient damage to require the issuance of a Salvage title or is excluded from the definition of motor vehicle by virtue of its age may dispose of the motor vehicle by reassigning the existing certificate of title assigned to the insurance company by the insured owner and shall not be required to apply for registration and issuance of a title in the name of the insurance company.
 - B. Transfer of Possession of Exempt Vehicles. Any insurance company licensed to do business in the State of Arkansas that obtains possession of exempt motorcycles, motor driven cycles, and trucks with unladen weight of 10,000 pounds or more as the result of a settlement of an insurance claim, and such vehicle is excluded from the definition of motor vehicle may dispose of the vehicle by reassigning the existing certificate of title assigned to the insurance company by the insured owner and shall not be required

to apply for registration and issuance of a title in the name of the insurance company.

- C. Insurers having the responsibility under this rule to surrender the certificate of title on a Salvage vehicle for which it has taken title or to notify the Office that a motor vehicle is a Salvage, Rebuilt or Parts Only vehicle may delegate the responsibility of surrendering the certificate of title or of notification to a servicing organization or to any person or entity purchasing the vehicle from the insurer.
 - D. Insurers shall remain responsible under Arkansas law if the servicing organization or purchaser fails to properly surrender the title or notify the Office.
9. Enforcement. Pursuant to the provisions of Ark. Code Ann. §27-14-406, §27-14-701 and §27-14-719, failure to abide by the requirements of Ark. Code Ann. §27-14-2301 et seq. and this Rule shall entitle the Office of Motor Vehicles to cancel the existing title to the motor vehicle for cause and take possession of any certificate of title, registration certificate, permit, license, or registration plate issued by it for the motor vehicle.
10. Repeal of Damaged Vehicle Title Regulation, Regulation, 1995-4.
The provisions of Damaged Vehicle Title Regulation, Regulation 1995-4 are hereby repealed.

~~REGULATION 1995-4~~
~~DAMAGED VEHICLE TITLE REGULATION~~

~~Pursuant to authority given the Director of the Department of Finance and Administration by section 7 of Act 614 of 1993 and Act 620 of 1995, after the effective date of this regulation, an owner of a DAMAGED MOTOR VEHICLE must meet the requirements of this regulation for the purposes of placing a brand on the face of the certificate of title denoting such damage, and denoting the previous damage if the vehicle is subsequently sold, repaired or retitled.~~

~~1) Definition:~~

~~(A) "Commissioner" means the Commissioner of Revenues for the Department of Finance and Administration.~~

~~(B) "Dealer" means any person or business who sells or offers for sale a motor vehicle after selling or offering for sale five (5) or more motor vehicles in the previous twelve (12) months, or who is a new or used motor vehicle dealer licensed by or with the State of Arkansas. Persons or businesses that operate as salvage vehicle pools or salvage vehicle auctions are not considered to be~~

~~"dealers" under the provisions of this regulation when selling vehicle parts to a dealer.~~

- ~~(C) "Owner" means an individual, insurance company or other entity with legal title to a motor vehicle subject to the provisions of this regulation.~~
- ~~(D) "Repairer or Rebuilder" means any person, firm or entity that engages in the repairing, rebuilding or reconstructing of any damaged motor vehicle, as defined in this regulation, whether or not such activity is for profit.~~
- ~~(E) "Motor vehicle" means every self-propelled vehicle, upon or by which any person or property is or may be transported upon a street or highway. Such definition shall exclude:
 - ~~(i) motorcycles, motor-driven cycles, and trucks with an unladen weight of 10,000 pounds or more;~~
 - ~~(ii) any motor vehicle that has been damaged to the extent that it is considered junk under the provisions of Ark. Code Ann. §§27-14-913, or for which an Arkansas permit to dismantle or an out-of-state junking certificate has been issued;~~
 - ~~(iii) any motor vehicle that is more than five (5) model years old. (Using the current calendar year and subtracting five (5) determines the latest model year excluded.)~~~~
- ~~(F) "Water damage" means damage to a motor vehicle caused by submerging or partially submerging the vehicle in water to the extent that the vehicle was submerged or partially submerged at any water level above the dashboard of the vehicle, regardless of the actual dollar amount of the damage.~~
- ~~(G) "Damaged motor vehicle" means a motor vehicle, as defined in this regulation, that has received:
 - ~~(i) physical damage that equals or exceeds seventy percent (70%) of the vehicle's average retail value, as listed in the most current issue of any pricing guide that may be approved by the Commissioner for use in determining the percentage of such damage; or~~
 - ~~(ii) water damage, as defined in this section.~~~~
- ~~(H) "Rebuilt or Reconstructed motor vehicle" means a motor vehicle for~~

~~which a Damaged title, or similar certificate of title issued by another state, has been previously issued, and such motor vehicle has been repaired to the extent that it can be licensed for use on the public streets and highways of this state.~~

- ~~(I) — "Damaged title" means an Arkansas certificate of title issued to the owner of a damaged motor vehicle, as defined in this regulation, that bears the notation "DAMAGED" in the remarks section on its face.~~
 - ~~(J) — "Previous Damage title" means an Arkansas certificate or title issued to the owner of a rebuilt or reconstructed motor vehicle, as defined in this regulation, bearing the notation "PREVIOUS DAMAGE" in the remarks section on its face.~~
 - ~~(K) — "Declaration of Damage To a Motor Vehicle" means a form, prescribed by the Commissioner, which shall be completed by the owner of a damaged motor vehicle and surrendered to the Commissioner when making application for registration and issuance of a Damaged title.~~
 - ~~(L) — "Affidavit of Reconstruction For A Damaged Motor Vehicle" means a form, prescribed by the Commissioner, which shall be completed by a repairer or rebuilder upon his completion of the rebuilding or reconstruction of a damaged motor vehicle, and surrendered to the Commissioner by the owner of such rebuilt or reconstructed motor vehicle when making application for registration and issuance of a Previous Damage title.~~
- ~~2) — After the effective date of this regulation any owner of a motor vehicle which sustains physical damage or water damage to the extent that it is a "damaged motor vehicle" shall surrender to the Commissioner the existing certificate of title to such motor vehicle accompanied by the following:~~
- ~~(A) — either:
 - ~~(i) — a completed Declaration of Damage (attachment #1) describing the damaged motor vehicle and reflecting the extent of damage; or,~~
 - ~~(ii) — a copy of the insuring company's total loss report, if such report has been approved by the Commissioner, in writing, for use as a substitute for the Declaration of Damage;~~~~
 - ~~(B) — an application for registration and issuance of a certificate of title to the vehicle signed by the vehicle owner;~~

- ~~(C) — any additional documentation otherwise necessary to comply with specific statutory requirements for registration and issuance of a certificate of title to a vehicle;~~
 - ~~(D) — the payment of all requisite fees and taxes for the registration and issuance of a Damaged title.~~
- ~~3) — Upon receipt of the certificate of title and accompanying documents listed in paragraph 2) above, the Commissioner shall cause to be issued to the owner a new certificate of title bearing the notation "DAMAGED" in the remarks section on its face. Such registration and issuance of a Damaged title shall be for proof of ownership only, and the damaged motor vehicle shall not be operated on the streets or highways of this state until it meets the requirements set forth in paragraph 5) of this regulation.~~
- ~~4) — When any motor vehicle for which a Damaged title has been issued (or for which a similarly branded or designated title has been issued by another state) is rebuilt or reconstructed, the repairer or rebuilder shall complete and deliver to the owner a signed Affidavit Of Reconstruction For A Damaged Motor Vehicle (attachment #2) fully disclosing the repairs made to the rebuilt or reconstructed motor vehicle, listing all parts and components that were repaired or replaced. The owner, or repairer or rebuilder if he is the owner, shall acknowledge receipt of the Affidavit Of Reconstruction For A Damaged Motor Vehicle by signing it in the space provided for the owner's signature.~~
- ~~5) — The owner, or repairer or rebuilder if he is the owner, of a damaged motor vehicle that has been repaired or reconstructed shall surrender to the Commissioner the existing Damaged title to the repaired or reconstructed motor vehicle, accompanied by:
 - ~~(A) — the completed Affidavit Of Reconstruction For A Damaged Motor Vehicle required by paragraph 4) above;~~
 - ~~(B) — an application for registration and issuance of a certificate of title to the vehicle signed by the vehicle owner;~~
 - ~~(C) — any additional documentation otherwise necessary to comply with specific statutory requirements for registration and issuance of a certificate of title to a vehicle;~~
 - ~~(D) — the payment of all requisite fees and taxes for the registration and issuance of a Previous Damage title.~~~~
- ~~6) — Upon receipt of the Damaged title and accompanying documents listed in~~

~~paragraph 5) above, the Commissioner shall cause to be issued to the owner a new certificate of title bearing the notation "PREVIOUS DAMAGE" in the remarks section on its face. Such notation shall be carried forward and printed on the face of all subsequent titles issued for such repaired or reconstructed motor vehicle.~~

- ~~7) All documents surrendered to the Commissioner for issuance of a Damaged title or a Previous Damage title to a motor vehicle shall be made part of the permanent records of ownership of such motor vehicle, and shall be made available for public inspection upon request.~~
- ~~8) In accordance with Section 6. of Act 614 of 1993, persons licensed by the State of Arkansas as dealers in motor vehicles shall not be required to pay gross receipts taxes or compensating use taxes on any motor vehicle they are required to register and title in accordance with this regulation.~~
- ~~9) Any motor vehicle that has been damaged to the extent that it is considered junk under the provisions of Ark. Code Ann. §§27-14-913 and for which an Arkansas permit to dismantle has been issued, or for which a junking certificate has been issued by another state, shall not be registered or titled in the State of Arkansas for any purposes.~~
- ~~10) Any Insurance company licensed to do business in the State of Arkansas who obtains possession of a motor vehicle as the result of settlement of an insurance claim, and such motor vehicle has not sustained sufficient damage to require the issuance of a Damaged title, or is excluded from meeting the definition of a motor vehicle by virtue of its age [paragraph 1) (E) (iii) of this regulation], may dispose of the motor vehicle by reassigning the existing certificate of title assigned to the insurance company by the insured owner, and shall not be required to apply for registration and issuance of a title in the name of the insurance company.~~
- ~~11) Dealers in motor vehicles offering for sale any motor vehicle for which a Previous Damage certificate of title has been issued shall display in a side window of the vehicle a buyer's notification form, as prescribed by the Consumer Protection Division of the Office of the Attorney General, disclosing the nature of the brand on the certificate of title and a description of the damage sustained by the motor vehicle, as reflected on the records maintained by the Commissioner under the provisions of paragraph 7) of this regulation.~~
- ~~12) An owner of a motor vehicle who knowingly offers for sale or trade any motor vehicle for which a Previous Damage certificate of title has been issued shall furnish, prior to sale or trade to any prospective buyer, on a buyers notification form prescribed by the Consumer Protection Division of the Office of the Attorney General, the nature of the brand on the~~

~~certificate of title and a description of the damage sustained by the motor vehicle as reflected on the records maintained by the Commissioner under the provisions of paragraph 7) of this regulation.~~

- ~~13) The buyers notification form shall be properly completed and signed by the buyer, prior to the time of sale, and a signed copy retained by the owner. Failure of the owner or dealer to procure the buyers signature on the buyers notification form shall render the sale voidable at the election of the buyer any time within thirty (30) days after the date of the sale transaction.~~

Executed this _____ day of _____, 2007.

Richard A. Weiss, Director
Arkansas Department of Finance
and Administration

Tim Leathers, Commissioner of
Revenue, Arkansas Department
of Finance & Administration

DECLARATION OF DAMAGE FOR A SALVAGE MOTOR VEHICLE

NOTICE: A completed copy of this form (approved insurance total loss reports may be used in lieu of the form) is required to be surrendered to the department of Finance and Administration with the certificate of title to any motor vehicle that sustains physical damage equal to or exceeding seventy percent (70%) of its average retail value, or water damage to the extent that it was submerged to any level above the dashboard, and the owner shall apply for the issuance of a new certificate of title bearing the notation "SALVAGE" in the remarks section. Failure by the vehicle owner to surrender to the department a completed copy of this form is a Class A misdemeanor. Motor Vehicles more than seven (7) model years old prior to the calendar year the damage occurred are exempt from this requirement. This age exemption is determined by subtracting eight (8) from the current calendar year. Note: The salvage or similar brand of an out of state title surrendered to Arkansas will be carried forward on an Arkansas title with a "SALVAGE" brand or with a "REBUILT" brand if the vehicle has been rebuilt, regardless of the vehicle's age.

SALVAGE TITLE APPLICANT INFORMATION	
NAME:	DOING BUSINESS AS:
ADDRESS	CITY, STATE, ZIP
CURRENT TITLED OWNER (IF OTHER THAN APPLICANT)	
ADDRESS:	CITY, STATE, ZIP:

VEHICLE INFORMATION				
V.I.N.	YEAR	MAKE	MODEL	BODY STYLE

DESCRIPTION OF DAMAGE	
TYPE OF DAMAGE (physical or water): _____	ESTIMATE OF DAMAGE: \$ _____ PERCENT OF A.R.V. _____ %
PRICE GUIDE USED: _____	YEAR: _____ MONTH: _____ AVERAGE RETAIL VALUE: \$ _____
ENTER A THOROUGH DESCRIPTION OF THE NATURE AND EXTENT OF DAMAGE TO THE VEHICLE (Damage to the frame or unibody structure that would require repair or replacement if rebuilt should be noted)	

I hereby certify that the information contained herein is as complete and accurate as could be determined from a visual inspection of the damage. Additional undisclosed damage may have occurred which could not be detected without disassembly or the use of specialized equipment for the detection of structural, mechanical, or electrical damage.

SIGNATURE OF APPLICANT FOR DAMAGED TITLE

DATE

CURRENT TITLE NO.

(STATE)

ARKANSAS OFFICE OF MOTOR VEHICLES
Insurer Notification and Declaration of Damage for a Salvage Motor Vehicle

Pursuant to Arkansas Code 27-14-2301, "salvage vehicle" means a motor vehicle that has sustained physical damage equal to or exceeding seventy percent (70%) of its average retail value, or water damage to the extent that the motor vehicle was submerged to any level above the dashboard. If an insurer indemnifies under an insurance policy, but does not take title to a motor vehicle that has become a "salvage vehicle", the insurer shall notify the Office of Motor Vehicle that the motor vehicle is a salvage vehicle. The Office is required to note on any subsequent title issued that such motor vehicle is a salvage motor vehicle. Motor vehicles exempt from salvage vehicle laws are motorcycles, motor-driven cycles, trucks with an unladen weight of ten thousand pound (10,000 lbs.) or more, and motor vehicles more than seven (7) model years old prior to the calendar year of the of the event which caused the motor vehicle to become damaged. The age exemption is determined by subtracting eight (8) from the current calendar year.

Complete this form and deliver to Office of Motor Vehicle by any of the following methods:

E-mail: OMVSalvage@rev.state.ar.us	Fax: 501-682-4756
In Person: Office of Motor Vehicle Ragland Building, Room 1100 1900 West 7 th Street Little Rock, AR 72201	By Mail: Office of Motor Vehicle P.O. Box 8096 Ragland Building Room 1100 Little Rock, AR 72203

Section 1, 2, 3 and 4 of this form must be completed. A copy of the insurer's total loss report may be submitted in lieu of completion of Section 5. If a total loss report is submitted, it must contain a detailed description of damages.

SECTION 1	Insurance Company Information	Vehicle Owner Information	
Name of Insurance Company		Owner's Last Name	Owner's First Name
Address		Address	
Address:		Address	
City, State, ZIP		City, State, Zip	

SECTION 2	Insurer's NAIC and Phone Number	
Insurer's National Association of Insurance Carrier (NAIC) Number	Insurer's Phone Number	

SECTION 3	Vehicle Information			
V.I.N	Year	Make	Model	Body Style

SECTION 4	Type and Estimate of Damage		
Type of Damage:(Physical or Water)	Estimate of Damage \$	Percent of A.R.V. %	
Price Guide Used:	Date of Damage	Average Retail Value \$	

SECTION 5	Description of Damage
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ENTER BELOW A THOROUGH DESCRIPTION OF THE NATURE AND EXTENT OF DAMAGE TO THE VEHICLE OR ATTACH A COPY OF THE TOTAL LOSS REPORT. (Damage to the frame or unibody structure that would require repair or replacement if rebuilt should be noted).

I hereby certify that the information contained herein is as complete and accurate as could be determined from a visual inspection of the damage. Additional undisclosed damage may have occurred which could not be detected without disassembly or the use of specialized equipment for the detection of structural, mechanical, or electrical damage.

Printed Name of Insurance Company Official Completing Notification	Title	Date

This form may be photocopied, reprinted, or computer generated, provided the information required hereon is displayed in substantially the same format.

**STATE OF ARKANSAS
NOTICE OF INTENT TO DISMANTLE A MOTOR VEHICLE**

Any owner who sells a motor vehicle as scrap or to be dismantled or destroyed must assign the certificate of title thereto to the purchaser. The certificate of title as assigned shall be delivered to the Office of Motor Vehicle accompanied by this notice that the vehicle is to be dismantled or destroyed. If the motor vehicle is at least ten (10) years old and no certificate of title is available, a bill of sale may be forwarded in lieu of the certificate of title. If a bill of sale is forwarded, it shall identify the vehicle by year, make, model, and vehicle identification number.

The Office of Motor Vehicle shall cancel the certificate of title to the motor vehicle and record in the motor vehicle system, a notation that the motor vehicle has been dismantled. A certificate of title shall not be issued again for a vehicle that has been recorded as dismantled, except upon certification within ninety (90) days of the filing, from the party filing the notice, that the notice of intent to dismantle was filed in error. The recording that the vehicle has been dismantled shall authorize the owner to possess or transport the motor vehicle, or to transfer ownership thereto, by endorsement on a bill of sale. Such bill of sale shall reflect the following:

- The year, make, model, and vehicle identification number.
- A statement that notice has been forwarded to the Office of Motor Vehicle that the vehicle is to be dismantled or destroyed, and that a certificate of title shall not again be issued for the vehicle.
- Signature of buyer and seller and date of sale.

Complete the information requested below and return to:

Department of Finance and Administration
Office of Motor Vehicle, Records Unit
P.O. Box 1272
Little Rock, AR 72203

Printed Name of Party Submitting Notice: _____

Mailing Address: _____

City, State, Zip: _____

I certify that the vehicles listed below have been sold for scrap and are to be dismantled. I hereby request that certificates of title for the vehicles be cancelled.

VEHICLE DESCRIPTION

Year	Make	Model	Vehicle Identification Number	Title Number

Signature of Person Submitting Notice

Date

**AFFIDAVIT OF RECONSTRUCTION
FOR A SALVAGE MOTOR VEHICLE**

IMPORTANT NOTICE: Read the information on the back carefully for instructions as to when this affidavit is required and when a VIN or VIN derivative must be listed.

REBUILDER OF REPAIRMAN INFORMATION				
NAME		DOING BUSINESS AS:		
ADDRESS		CITY, STATE, ZIP		
OWNER (IF OTHER THAN REPAIRMAN)				
ADDRESS		CITY, STATE, ZIP		
VEHICLE INFORMATION				
VIN	YEAR	MAKE	MODEL	BODY STYLE

(See reverse side for list of replacement parts for which VIN or VIN derivative must be listed.)

LIST PARTS REPAIRED OR REPLACED

(Enter an "A" for parts repaired or "B" for parts replaced)

LIST VIN OF VEHICLE(S) FROM WHICH PARTS WERE OBTAINED

A/B	PART	VIN
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
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_____	_____	_____
_____	_____	_____
_____	_____	_____

BRIEFLY DESCRIBE THE REPAIRS NECESSARY TO REBUILD THE VEHICLE

I hereby certify that all structural repairs to the vehicle are in accordance with the manufacturer's and/or industry approved standards. I affirm under penalty of law that all parts and repairs to the vehicle are fully disclosed hereon, and that all information contained in this statement is true and correct to the best of my knowledge.

_____	_____	_____
SIGNATURE OF REPAIRER OR REBULDER	DATE	VEHICLE OWNER'S ACKNOWLEDGEMENT OF RECEIPT OF AFFIDAVIT

MOTOR VEHICLES REGISTERED IN ARKANSAS: The owner of any motor vehicle registered in Arkansas at the time of damage, that has received physical damage equal or exceeding seventy percent (70%) of its average retail value, or water damage to the extent that the vehicle was submerged to any level above the dash board, is required to surrender a completed "Declaration of Damage" and the existing title, and apply for issuance of a "SALVAGE" branded title. When such motor vehicle is rebuilt or reconstructed, the owner, and re-builder if he is not the owner, is required to surrender to the Department of Finance and Administration a completed copy of this affidavit and the existing "SALVAGE" branded title, and apply for issuance of a new title bearing the notation "REBUILT". Motor Vehicles registered in Arkansas that are more than seven (7) model years old prior to the calendar year the damage occurred are exempt from this requirement. This exemption is determined by subtracting eight (8) from the current calendar year. Note: The salvage or similar brand of an out of state title surrendered to Arkansas will be carried forward on an Arkansas title with a "SALVAGE" brand or with a "REBUILT" brand if the vehicle has been rebuilt, regardless of the vehicle's age.

OUT OF STATE VEHICLES: When any vehicle with an out of state salvage or similarly branded ownership document is rebuilt, the owner, and re-builder if he is not the owner, must surrender such out of state ownership document and a completed copy of this affidavit, and apply for issuance of a new title bearing the notation "REBUILT". Vehicles with out of state salvage or similarly branded ownership documents, not registered in Arkansas at the time of damage, are not eligible for the age exemption, or any exemption, provided for Motor Vehicles registered in Arkansas at the time of damage.

PENALTY: Failure by a repairer or re-builder to provide the vehicle owner with a completed copy of an Affidavit of Reconstruction or failure by vehicle owner to surrender the completed Affidavit of Reconstruction to the department is a Class A misdemeanor.

JUNK VEHICLES: Vehicles for which an ownership document bearing the notation "Junk", Non-repairable", Parts Only", or similar classification shall not be registered for use on the streets and highways.

COMPONENTS FOR WHICH THE VIN MUST BE LISTED

Cowl Assembly (firewall to front of rocker)	Frame	Transmission
Front clip (unibody, forward of cowl)	Truck cab	Transaxle
Front end assembly (frame type, entire unit forward of cowl)	Truck bed	Transfer case (4WD)
Rear clip (with or without top section)	Engine	

INDIVIDUAL PARTS FOR WHICH VIN OR VIN DERIVATIVE MUST BE LISTED ONLY IF SO NUMBERED

Right cowl side	Right frame rail	Right front door
Left cowl side	Left frame rail	Left front door
Upper cowl	Right quarter panel	Right rear door
Lower cowl	Left quarter panel	Left rear door
Front suspension cross member	Deck lid	Rear bumper
Right fender	Rear truck pan	<u>TRUCK ONLY</u>
Left fender	Right rocker panel	Roof
Right fender wheelhouse spring mounting panel	Left rocker panel	Cowl
Left fender wheelhouse spring mounting panel	Right center pillar post	Back panel
Front bolt on suspension bracket	Left center pillar post	Floor panel
Radiator support	Center body pan	Right door
Hood	Front bumper	Left door

NOTE: ALL ELECTRICAL COMPONENTS REPLACED MUST BE LISTED FOR WATER DAMAGED VEHICLES

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