Texas Title Reference Guide



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Please note - This document is intended to cover most requirements for obtaining a negotiable, lien-free title. It is not intended to replace motor vehicle department regulations or rulings. If you have title questions please contact IAA's Title Solutions Department (<u>TitleSolutions@iaai.com</u>).



Contact Information

IAA Website: http://www.iaai.com

Title Questions:

IAA – Title Solutions

13085 Hamilton Crossing Blvd

Carmel, IN 46032

Toll Free: 888-698-4853 FAX: 855-584-5198 TitleSolutions@iaai.com

IAA Locations in Texas:

Abilene

7700 US 277

Hawley, TX 79601

Phone: 325-675-0699 **Fax:** 325-675-5073

Auction: BI-Weekly Every other Thursday at

9:30AM

Amarillo

11150 S.FM 1541

Amarillo, TX 79118

Phone: 806-622-1322

Fax: 806-622-2678

Auction: Bi-Weekly: Every other Monday at

9:30am

Austin

2191 Highway 21 West

Dale, TX 78616

Phone: 512-321-8075

Fax: 512-321-8303

Auction: Every Tuesday at 9:00 AM CT

Motor Vehicle Department:

Texas Department of Motor Vehicles

4000 Jackson Ave.,

Austin, TX 78731

Phone: 888-368-4689

www.txdmv.gov

Houston-North

16602 E. Hardy

Houston, TX 77032

Phone: 281-443-1300

Fax: 281-443-4433

Auction: Every Thursday at 8:30 AM CT

Longview

5577 US Highway 80 East

Longview, TX 75605-6771

Phone: 903-553-9248

Fax: 903-553-0210

Auction: Every Thursday at 9:00 AM CT

Lubbock

5311 N. CR 2000

Lubbock, TX 79415

Phone: 806-747-5458

Fax: 806-747-5472

Auction: Every Tuesday at 9:30 AM CT



IAA Locations in Texas (continued):

Corpus Christi

4701 Agnes Street

Corpus Christi, TX 78405-3601

Phone: 361-881-9555 Fax: 361-887-8880

Auction: Every Wednesday at 10:00 AM CT

Dallas

204 Mars Road Wilmer, TX 75172 **Phone:** 972-525-6401

Fax: 972-525-6403

Auction: Every Wednesday at 8:30 AM CT

Dallas/ Fort Worth

4226 East Main Street Grand Prairie, TX 75050 **Phone:** 972-522-5000

Fax: 972-522-5090

Auction: Every Tuesday at 9am CT

El Paso

14651 Gateway West El Paso, TX 79927 **Phone:** 915-852-2489

Fax: 915-852-2235

Auction: Every other Friday at 9:30 AM MT

Houston

2535 West Mt. Houston Road Houston, TX 77038-3532 **Phone:** 281-847-4700

Fax: 281-847-4799

Auction: Every Wednesday at 8:30 AM CT

McAllen

900 N. Hutto Road Donna, TX 78537 **Phone:** 956-464-8393 **Fax:** 956-464-8510

Auction: Bi - weekly (Tuesday)

Permian Basin

701 W 81st St Odessa, TX 79764 **Phone:** 432-550-7277 **Fax:** 432-366-8725

rax: 432-300-8/23

Auction: Every other Thursday at 10:00 AM CT

San Antonio-South

11275 South Zarzamora San Antonio, TX 78224 **Phone:** 210-628-6770 **Fax:** 210-628-6778

Auction: Every Monday at 9:00AM

Dallas Processing Center

4226 East Main Street Grand Prairie, TX 75050 Phone: 972-522-5005 Fax: 972-522-5094

Texas Service Center

2191 Highway 21 West

Dale, TX 78616

Phone: 512-321-8075 Fax: 512-321-8305



Title mistakes can be costly and can significantly delay the sale of salvage vehicles. Catching these potential errors before the title paperwork goes to the auction can prevent title problems that will delay a vehicle's sale by weeks or even months.

Title and Disposal Information

Standard Title Processing

IAA will apply for the appropriate title in the Provider's name. In order to initiate this process the vehicle provider must supply the following documentation:

- **Properly Executed Title** If owner held title at time of loss, then the provider must send a title that has been properly executed by the owner or the title including the correctly executed Power of Attorney (POA.) If the lien holder possessed the title at the time of the loss, then the provider must send the unsigned title with a lien release if applicable or lien holder signed off on title, and Power of Attorney signed by the owner. Must be original no copies. **Certified copies of original PoA are accepted**.
- Lien Release (if applicable) Lien to be satisfied and dated on the face, or include separate notarized lien termination statement on lien holder letterhead with a vehicle description and owner's name(s).original. No copies.
- Odometer Disclosure Starting in 2021, odometer disclosure is required for 2011 model year vehicles and newer until the vehicles are 20 years old; 2010 model year and older are exempt. The disclosure can be accomplished on the title or with a separate odometer statement, signed by the owner. Mileage should be stated with a verified reading and should not be an estimate or guess.

If IAA is not processing the title, please attach the properly executed sale document and any additional required forms as outlined above to a coversheet with your selling instructions noted. Forward these documents to the appropriate IAA Branch.

DMV Title Fees

Please contact your local IAA Branch or DMV for up-to-date fees.

Clear Duplicate - \$2.00 Clear - \$33.00

Salvage - \$8.00 Duplicate to Salvage/Non-repairable - \$8.00

Duplicate Title

With the owner's cooperation, IAA can apply for a clean duplicate title.

IAA will need:

- One (1) Power of Attorney and copy of owner's driver's license. If vehicle is titled in a business name a business card or statement on company letterhead stating the representative's position signing on behalf of the company and that they are authorized to do so.
- Lien Release if applicable (must be original). Either business card or letter proving that agent can sign, if lien holder is a business.

Please direct any questions, comments, or corrections to IAA's Title Solutions Team.

<u>TitleSolutions@iaai.com</u> Toll Free - 888-MY-TITLE (888-698-4853)

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Additional Information

Deceased Owner Requirements

- If One Owner A copy of the Death Certificate and notarized Affidavit of Heir are needed. Heir must sign title or POA.
- If Joint Tenant With Right of Survivorship (JTWROS) Survivor must sign title and provide copy of Death Certificate.
- If Probated Letters of Testamentary/Administration along with the title signed by executor are required.

Repossessed Vehicle

- On a repossessed vehicle, the lien holder has to sign as seller on original title, and attach a notarized Affidavit of Repossession or the lien holder must sign a power of attorney
- Must include a notarized Affidavit of Repossession VTR 264

Name Changes

- If the insured's name is different than the name that appears on the title (i.e. different last name or nickname instead of first name), a copy of the marriage license, divorce decree, copy of photo ID or court document stating legal name has changed may be required in addition to the signed title. Please contact a Texas branch if questions arise.
- If name on title is completely different, this could be a situation where the owner purchased the vehicle from someone and did not title it properly. In this scenario the owner will be required to pay sales taxes and have the vehicle titled properly before it can be sold. Contact your local IAA branch or Title Solutions for assistance in resolving these situations.

Owner Retain

• If the vehicle has been declared a total loss by the provider, the owner may retain the vehicle. If the estimate to repair exceeds the ACV, the Insurance Company is required to submit an owner retained report to TX DMV. Additionally a salvage or non-repairable title must be obtained by the owner. The owner is required to surrender their original title to TX DMV and TX DMV will in turn issue the salvage or non-repairable title to the owner. It is acceptable for the Insurance Company to submit the title on behalf of the owner, but not required. The owner retained report, however, must be submitted by the Insurance Company no later than 30 days from the payment of the claim.

Un-Recovered Theft

- The provider is required to obtain a clear title in their name because the provider will need proof of ownership if the vehicle is recovered.
- Copy of Police Report is required.

Please direct any questions, comments, or corrections to IAA's Title Solutions Team.

<u>TitleSolutions@iaai.com</u> Toll Free - 888-MY-TITLE (888-698-4853)

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Alternate Disposal

If the Provider is unable to obtain a negotiable title, IAA can obtain one through one of the following processes:

- TX -HB1422 (Insurance Companies Only): If a provider has exhausted all efforts to obtain a negotiable title, they can obtain a certificate of title through this process. The provider has the option of a clear, salvage, non-repairable, salvage flood, or non-repairable flood (based on percent of damage). HB1422 Provider Requirements include: Two written notices attempting to obtain the properly assigned certificate of title, a Title Transmittal Form, a signed Insurance Company Statement, a Proof of Paid Claim form, and proof of ownership (DMV printout, copy of title, registration receipt any document that has the owner's information as well as the vehicle's information.). This process can be used on out of state titled vehicles as long as there is a connection to Texas. A connection to Texas include any of the following: theft occurred in Texas, theft recovery occurred in Texas, damage occurred in Texas, or owner resides in Texas.
- <u>Abandonment without Proceeds</u> A provider release of interest form is required. Please contact your local IAA branch for details.
- <u>Court Ordered Title</u> (Donation/Dealer Vehicles Non Insurance Vehicles): Can be used on any vehicle without a stolen notice in DMV. This process takes 4 to 6 months to obtain an adequate resale documents. Process costs: \$260 for a clear title and \$170 for salvage or non-repairable titles and can be initiated with written notification on Provider letterhead requesting a Court Ordered title. A letter of Authorization and a special limited power of attorney are also required if we do not already have one on file.



State Guidelines

Title Requirements by Vehicle Type

| Vehicle Type | Titled | Note |
|--|--------|---|
| Passenger vehicles | Yes | |
| ATVs | Yes | |
| Boats – motorized | Yes | All powerboats, self-propelled boats less than 14 feet in length are exempt from titling. |
| Commercial trucks (i.e. tractor trailers) | Yes | |
| Farm Equipment | No | Sell on Bill of Sale |
| Manufactured and mobile homes | No | Sell on Bill of Sale |
| Motor Homes and RV's | Yes | |
| Motorcycles | Yes | |
| Snowmobiles | No | Sell on Bill of Sale |
| Trailers with an unloaded weight equal to or greater than 4,000lbs | Yes | |
| Trailers with an unloaded weight less than 4,000lbs | No | Sell on Bill of Sale |

Trailers now have the option to be titled if the following applies:

- 17 digit VIN
- Has a record of non-titled in TX DMV
- Must have a power of attorney from the owner on the DMV record
- Bill of Sale signed by the owner to the Provider
- Photo ID from the owner



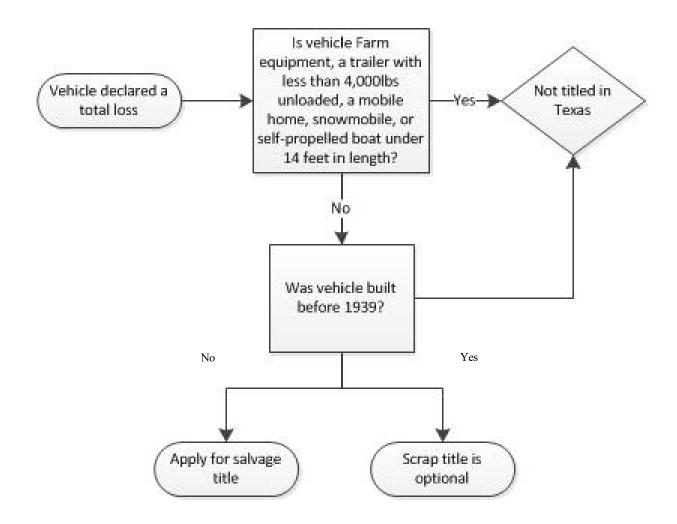
Title Branding Guidelines

| Salvage Title/ Non-repairable Title | Salvage titles are required for vehicles of all model years that have been damaged over 100% of the ACV. The provider can choose to apply for a salvage or non-repairable title even if the damages do not exceed 100% of the ACV. Salvage title needed for any flood claim Non-repairable titles are required on all vehicles for which the residual value is scrap only. (Total burns and basket Cases.) |
|---|---|
| Clear Title | As long as the estimated cost of repair is less than 100% of the ACV the title can remain clear. |



Determining the Correct Title Type

Texas Salvage Title Flow Chart





Frequently Asked Questions

What is required to correct a mistake that is made by the owner on the back of the title?

If an error is made on the title please contact the branch to determine if an affidavit of correction will suffice or if a duplicate title is required. Please contact the branch for more specific situations.

Is a copy of the written estimate needed to process the title?

A damage appraisal is not required. If a TX clear title is being requested the estimate cost of repair or ECR will need to be provided on the paperwork that is sent in to determine if the percent of damage is less than 100%.

What type of POA is required if the title is not signed?

All titles must be signed by the owner on the back of the title. If a power of attorney is necessary you may use the VTR-271 or if the title is lost or held by a lien holder you must use the Secure Power of Attorney (VTR-271-A).

If an owner's full name is listed, does he/she need to sign as listed on the face of the title?

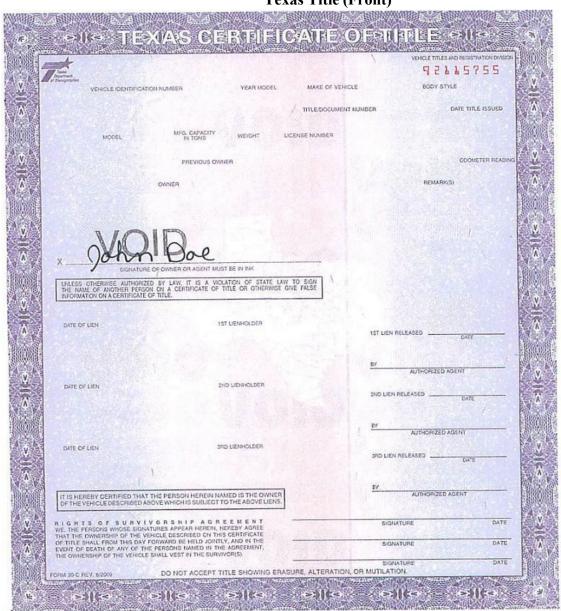
The signature should match exactly as the name is listed on the face of the title.

Example: John P. Doe / John P Doe. Note that this is NOT signed John Doe or J. Doe or Mr. Doe.



Example Documents

Texas Title (Front)



A signature on the face of the title is not required by TX DMV



Texas Title (Back)

| | FEDERAL AND STATE LAW REQUIRES THAT YOU STATE THE MILEAGE IN CONNECTION WITH THE TRANSFER OF OWNERSHIP, FAILURE TO COMPLETE OR PROVIDING A FALSE STATEMENT MAY RESULT IN FINES AND/OR IMPRISONMENT. | | | | | | | | |
|-----------------------|---|--|------------------------------------|--|--------------------|--|--|--|--|
| | The undersigned hereby certifies that the vehicle describ | | | The state of the s | | | | | |
| OF TITLE | Name of Purchaser I certify to the best of my knowledge that the ODOMETER READING (No Terrors) | Street odometer reading is the actual mileage of 1. The mileage stated is in e | xcess of its mechanical lim | ito, | | | | | |
| 00 | | nature of Seller/Agent | Printed Name | (same as signature) | No. of Section | | | | |
| | I am aware of the above odometer certification | on made by the seller/agent. | | | | | | | |
| Vis. | Signature of Buye | r/Agent | Printed Name | (same as signature) | | | | | |
| | The undersigned hereby certifies that the vehicle describ | ed in this title is free and clear of all liens, except as no | oled herein, and has been transfer | red to the following printed | name and address | | | | |
| DEALER ONLY | Name of Purchaser I certify to the best of my knowledge that the | Sires: a odometer reading is the actual mileage o 1. The mileage stated is in e | xcess of its mechanical lim | nits. | | | | | |
| 200 | ODOMETER READING (No Terths) | L) 2. The boometer reading is h | of the actual mileage. WAH | Dealer | DISCHEPANG | | | | |
| EE E | Sale | Dealer's Name | | No. | | | | | |
| DE | Agent's Signal I am aware of the above edometer certification | ure | Printed Name | (same as signature) | | | | | |
| | Signature of Buye | r/Agent | Printed Name | (same as signature) | Natural Control | | | | |
| - | The undersigned hereby sertifies that the vehicle describ | The state of the s | sted herein, and has been transfer | red to the following printed | risine and address | | | | |
| DEALER ONLY | Name of Purchaser I certify to the best of my knowledge that the ODOMETER REALING (No "enths) [Date of | Street be odometer reading is the actual mileage of the interest of the inter | excess of its mechanical lim | its. | | | | | |
| 를 등 | Sale | Dealer's Name | | [No. | | | | | |
| SECOND | Agent's Signat I am aware of the above odometer cartification | ure . | Printed Name | (samo as signature) | . X | | | | |
| | Signature of Buye | r/Agent | Printed Name | (same as signature) | | | | | |
| | The undersigned hereby certifies that the vehicle describ | ped in this title is free and clear of all tiens, except as n | | | name and address | | | | |
| ASSIGNMENT EF ONLY | Name of Purchaser I certify to the best of my knowledge that the ODOMETER READING (No Tentra) Date of Sale | Street a odometer reading is the actual mileage o 1. The mileage stated is in a | excess of its mechanical lin | nits. | | | | | |
| THIRD REAS | Sang | Dealer's Name | | [NO. | | | | | |
| | Agents Signat | ure on made by the seller/agent. | Printed Name | r (same as signature) | | | | | |
| HH | 1 and dware of the above occurrent Centical | | | | | | | | |
| | Signature of Buye | er/Agent | Printed Name | e (same as signature) | | | | | |



Glossary

Affidavit of Correction A form that can correct certain errors made by an owner on the title.

Written estimate detailing damage and replacement costs for a vehicle. **Appraisal**

Clear Title A clear, original title with no brands. Also known as a clean title.

Date of Loss Date accident occurred or vehicle was stolen.

Duplicate Title A duplicate title is a replacement title obtained through the state title processing

agency (Ex. DMV, MVD, BMV). When a duplicate title is issued the original

title becomes void.

Electronic Title Some states are now using E-Titles especially when there is a Lien Holder listed.

> An E-Title is held in the title possessing agency's system until the Lien Holder releases the lien. The title is then printed and mailed out to the specified party.

Exceeds Mechanical

Limits (EML)

Exceeds Mechanical Limits is an option on most titles that is selected when the vehicle has travelled more miles than the odometer can register. Many older

vehicles are limited to 99,999.9 mile odometer reading. When the vehicle exceeds the odometer's mechanical limits traveling past 100,000.0 miles, the vehicle has exceeded its mechanical limit for the odometer. This option is rarely selected on newer vehicles since most odometers now register up to 999,999

miles.

Lien Release When a lien has been paid off on a vehicle the state requires the lien holder to

> release the lien indicating that the lien has been satisfied before ownership of the vehicle can be transferred. Lien releases are typically executed by having the lien holder sign and date the face of the title or by providing a separate notarized lien termination statement on the lien holder's letterhead. If a separate statement is used the statement should include a description of the vehicle including; VIN, year, make, model, and the owner's name(s). Lien holder can also add or remove electronic liens by accessing the state's database. A paper title will automatically be mailed to address of the lien holder's discretion if the lien is active or to the vehicle owner if it is a title holding state. (Prescribed form of release of lien –

VTR-266.)



Glossary

Non-Repairable Title Non-repairable titles are required on all vehicles for which the residual value is

scrap only. (Total burns and basket Cases.)

Not Actual Mileage

(NAM)

Not Actual Mileage is an option on most titles that allows the owner to indicate that mileage shown on the odometer is not a true representation of the mileage of

the vehicle. This can happen on some vehicles when the odometer or the vehicles engine control unit (ECU) is replaced, or when the odometer or its

related systems are damaged or inoperable.

Odometer Disclosure Requirement to disclose vehicle mileage either on title or separate disclosure

statement. Requirement linked to vehicle model years and varies by state.

Owner The name listed on the front of the title. It usually states Owner or Legal Owner.

Owner Retain Any vehicle deemed a total loss by the provider that the owner elects to retain

ownership of. Most states will require that the title is converted into some form of salvage title. Rules regarding who is responsible for transferring the title vary

by state.

Power of Attorney (POA) Legal document that allows the appointed person/Provider to sign title,

application, or any other documents related to the vehicle listed on the form on

behalf of the owner.

Properly Executed Title Title that is properly signed by owner and lien holder, which has released lien if

applicable.

Provider Insurance company, charity, or individual selling the vehicle through IAA

Repair Estimate Written appraisal detailing estimated repair cost of damage and replacement cost

for a vehicle. Also known as a Damage Appraisal

Sale Document Document that was used to sell the vehicle at an IAA auction. (bill of sale, clear

title, salvage title, certificate of destruction, junk title, scrap title etc.)

Salvage Title Titles are branded Salvage on ANY vehicles that fall into the salvage branding

criteria for each specific state. Most states consider a vehicle to be salvage if it has been deemed uneconomical to repair by the insurance company. These vehicles are issued a salvage title and may be subject to repair and re-inspection.

Title ProblemsTitle paperwork received by IAA that is not correct or incomplete and requires

additional documents or information before the title can be processed and vehicle

can be sold.

Title Solutions A specialized and exceptionally knowledgeable service by IAA that provides

innovative and prompt solutions for your toughest title problems.

Please direct any questions, comments, or corrections to IAA's Title Solutions Team. <u>TitleSolutions@iaai.com</u> Toll Free - 888-MY-TITLE (888-698-4853) Page 15

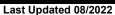


Glossary

Total Loss Any vehicle that has been deemed uneconomical to repair by the insurance

company.

Un-Recovered Theft Any vehicle that has been stolen and not recovered.





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