

MOTOR VEHICLE TITLE MANUAL



Texas Department *of* Motor Vehicles

HELPING TEXANS GO. HELPING TEXAS GROW.

TxDMV October 2025

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GENERAL PROVISIONS

This chapter contains the following sections:

- [1.1 Short Title](#)
- [1.2 Purpose](#)
- [1.3 Applicability](#)
- [1.4 Conflicts with Business & Commerce Code Section](#)

1.1 Short Title

Transportation Code Section 501.001

This chapter may be cited as the Certificate of Title Act.

The Certificate of Title Act was enacted in 1939 by the 46th Texas Legislature and created a public policy for titling of motor vehicles in Texas.

On May 3, 1941, the 47th Texas Legislature amended the Certificate of Title Act to change the state agency responsible for titling motor vehicles from the Texas Department of Public Safety to what was then called the Texas Highway Department. Later the department became the Texas Department of Transportation. Now the Texas Department of Motor Vehicles provides these services.

Effective Dates:

- Motor Vehicles - October 1, 1939
- House Trailers - July 1, 1947
- Trailers and Semitrailers - August 11, 1959
- Camper Trailers - September 1, 1967
- Off-Highway Motorcycles - September 1, 1975
- Mopeds - September 1, 1983
- ATVs - September 1, 1985
- Recreational Off-Highway Vehicles - September 1, 2009

1.2 Purpose

Transportation Code Section 501.003

This chapter shall be liberally construed to lessen and prevent:

- (1) the theft of motor vehicles;*
- (2) the importation into this state of and traffic in motor vehicles that are stolen;
and*
- (3) the sale of an encumbered motor vehicle without the enforced disclosure to
the purchaser of a lien secured by the vehicle.*

1.3 Applicability

Statute: Transportation Code Section 501.004

See [Chapter 5, “Certificate of Title Requirements”](#), for more information.

1.4 Conflicts with Business & Commerce Code Section

Transportation Code Section 501.005

Chapters 1-9, Business & Commerce Code, control over a conflicting provision of this chapter.

ADMINISTRATION AND TRANSACTION HANDLING PROCEDURES

This chapter contains the following:

- [2.1 Department Administration](#)
- [2.2 County Administration](#)
- [2.3 Rejected Title Transactions/Rejection Requests](#)
- [2.4 Rejection Requests After Title Issuance \(Revocation\)](#)
- [2.5 Lost Title Transaction](#)
- [2.6 Title Transaction Documents - Assembly Procedures](#)
- [2.7 Special Handling Procedures](#)
- [2.8 Title Package Retention](#)
- [2.9 Authorized Transactions](#)

2.1 Department Administration

Rules; Forms

Transportation Code Section 501.0041

- (a) *The department may adopt rules to administer this chapter.*
- (b) *The department shall post forms on the Internet and provide each county assessor-collector with a sufficient supply of any necessary forms on request.*

Processing Of Application; Rules

This section delegates authority to the department to adopt administrative rules and regulations necessary to administer the Certificate of Title Act. The majority of regulations governing the titling of motor vehicles are found in this Act and you may find the adopted rules in the Texas Administrative Code, Title 43, Chapter 217.

There are many forms shown in this manual that are prescribed (approved) but not provided by the department.

Customer Inquiries

The Texas Department of Motor Vehicles (TxDMV) maintains a telephone information center to provide title and registration service support. The Call Center's telephone number is (512) 465-3000 or toll-free 1-888-368-4689. Send written correspondence to TxDMV - VTR, 4000 Jackson Ave, Austin, Texas 78731 or by internet at www.txdmv.gov/. In addition, there are TxDMV Regional Service Centers located in various counties throughout the state to provide support and assistance to the local county tax assessor-collectors, law enforcement agencies, and the general public.

Release of Information

The release of information contained in the department's motor vehicle records is restricted by the Texas Motor Vehicle Records Disclosure Act (Transportation Code, Chapter 730), and the federal Driver's Privacy Protection Act 18 U.S.C. 2721-2725).

The department may provide non-personal information, such as vehicle specific information including year, make, model, weight, and the title/document number and status.

The department cannot disclose personal information including: an individual's photograph, social security number, driver's license number, name, and address (not including the zip code) that appear within the department's motor vehicle records. A person can submit a written request on a *Request for Texas Motor Vehicle Information* (Form VTR-275) if they certify:

- they are a subject of the record;
- they have written authorization from a subject of the record; or
- the intended use is for one of the permitted uses defined by law.

The department cannot disclose motor vehicle record information unless a *Request for Texas Motor Vehicle Information* (Form VTR-275) is properly completed. Refer to the [TxDMV Motor Vehicle Registration Manual](#) for more information. The only exception to this law is a subpoena or court order ordering the department to provide a title history or copies of the vehicle's documents. On receipt of a subpoena or court order, the department must provide the requested information and a *Request for Texas Motor Vehicle Information* (Form VTR-275) is not required.

Note: NMVTIS records are for Department Use Only and may not be provided outside of the TxDMV. Individuals needing to obtain NMVTIS records may do so at <http://www.txdmv.gov/titlecheck>.

Requests from Incarcerated Individuals

The department may also deny requests for motor vehicle record information from individuals who are incarcerated (imprisoned or confined in a correctional facility) pursuant to Government Code, §552.028. (Refer to the [TxDMV Motor Vehicle Registration Manual](#).)

Vehicle Record (History)

The department images and maintains a record of all evidence submitted in support of an application for Texas title for a period of ten years. If there is a question as to the legality of a transfer of a motor vehicle, the transaction documents may be used to determine if the transfer was fraudulent.

The department only provides copies of any documents contained in a vehicle record to persons who complete a *Request for Texas Motor Vehicle Information* (Form VTR-275). (Refer to the [Release of Information](#) section above.)

2.2 County Administration

Duty of and Responsibilities of County Assessor-Collector

Transportation Code Section 520.005

- (a) *Each county assessor-collector shall comply with Chapter 501.*
- (b) *An assessor-collector who fails or refuses to comply with Chapter 501 is liable on the assessor-collector's official bond for resulting damages suffered by any person.*
- (c) *Notwithstanding the requirements of Section 520.0071, the assessor-collector may license franchised and non-franchised motor vehicle dealers to title and register motor vehicles in accordance with rules adopted under Section 520.004. The county assessor-collector may pay a fee to a motor vehicle dealer independent of or as part of the portion of the fees that would be collected by the county for each title and registration receipt issued.*
- (d) *Each county assessor-collector shall process a registration renewal through an online system designated by the department.*

County tax assessor-collectors and their deputies may not accept an application for Texas title unless the evidence of ownership and supporting documents are in proper order and comply with the provisions of the Certificate of Title Act.

Violation by County Assessor-Collector; Penalty

Transportation Code Section 502.480

- (a) *A county assessor-collector commits an offense if the county assessor-collector knowingly accepts an application for the registration of a motor vehicle that:*
 - (1) *has had the original motor number or vehicle identification number removed, erased, or destroyed; and*
 - (2) *does not bear a motor number or vehicle identification number assigned by the department.*
- (b) *An offense under this section is a misdemeanor punishable by a fine of not less than \$10 and not more than \$50.*

2.3 Rejected Title Transactions/Rejection Requests

All county rejection requests must be submitted electronically through the county's local TxDMV Regional Service Center. The rejection request must only include the Vehicle Identification Number, Document Number, the reason for rejection, and whether or not the paperwork is still in the county's office. Do not include any additional information such as the license plate number or scanned copies of the receipt.

Procedure

The following procedures apply to the rejection of title transactions the county tax assessor-collector's office determines to be incorrect after the "voiding" period has expired:

1. The county tax assessor-collector's office should stamp or write the word "Rejection" in the lower portion of the *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS). The county tax assessor-collector's office should immediately contact their local TxDMV Regional Service Center and request a REJECTION be placed on the transaction. The original title transaction should remain at the county tax assessor-collector's office until the corrections are made. If the title transaction has been mailed before the error is discovered, the county tax assessor-collector's office should notify their TxDMV Regional Service Center.
2. After the original title transaction has been corrected, counties should mail the transaction to the imaging vendor, OpenText. For special handling procedures see [Chapter 2, Section 2.6 Title Transaction Documents - Assembly Procedures](#) and [Chapter 2, Section 2.7 Special Handling Procedures](#).
 - Title transactions corrected through the RTS Correct Title Rejection Event should remain in place with the other title transactions processed for the same day.
 - Counties should separate transactions that cannot be corrected through RTS and send to the department in the appropriate Specially Marked Envelope.

Note: Do not use this process for a "stop" title request unless the title transaction has a valid rejection. Otherwise, a temporary restraining order or temporary injunction issued from a county or district court is required to stop the title from issuing (See [Chapter 6, Section 6.10 Stop Title Requests](#)).

Retention of Rejected Title Transaction Documents

County tax assessor-collector offices should follow the procedures in this section regarding the retention of rejected title transaction documents. Retain all documents that remain uncorrected or unresolved for a minimum period of two years. Base the start of the retention period on the date that the title transaction was rejected.

Note: Extending this retention period may be warranted based on any ongoing communication with a customer trying to resolve the problem.

At the end of two years, review the file for each rejected title transaction to verify that the county tax assessor-collector's office attempted to contact the customer or owner/lienholder shown on the title application. The contact documentation may include, but is not limited to:

- copies of all correspondence that was sent to the customer - certified mail delivery confirmation
- any notes that were taken during phone calls or attempted calls
- screen shots showing internet search for phone and address information

If no contact information is available on file, the county tax assessor-collector's office should make an attempt to contact the customer to resolve the pending issues. If all attempts to resolve the rejected title transaction are unsuccessful after two years, shred the original title transaction documents.

Advise customers who contact the office after destruction of the documents to pursue a tax assessor-collector hearing or bonded title to obtain title.

webDEALER Rejection Correction Procedure

Rejected webDEALER transactions must be processed in the RTS Correct Title Rejection event. As a result, copies of the documentation originally submitted in webDEALER must be printed out and attached to any new documents submitted to facilitate the correction and the new RTS Reject Correction receipt. The complete, corrected transaction should be sent to either OpenText or the department, as applicable.

2.4 Rejection Requests After Title Issuance (Revocation)

Correction to Information Printed on the Title is Necessary

Once a title has been issued and a correction to the title is required (such as an omitted brand, omitted lien, odometer, etc.), please submit a request to your local TxDMV Regional Service Center for the transaction to be revoked. In this situation, you will need to submit a copy of the transaction, if available, along with the necessary details explaining the circumstances for the request. Send the original paperwork to the imaging vendor. No special handling is required. The department will notify the applicant that their title has been revoked and to return it to the department for correction.

No Correction to Information Printed on the Title is Necessary

If a title has been issued and a correction to the title document is not required (such as the transaction is missing signatures or paperwork), you may obtain the missing items, and attach them to the title transaction once received. Send the original paperwork to the imaging vendor. No further action will be required on your part, and a revocation would not be required in this situation.

However, if a title has been issued and you are unable to obtain the missing documentation or signature after contacting the customer (within a reasonable time), the only options will be to place a legal restraint on the record and/or revoke the title. You may make this request, to prevent further title transfer or registration renewal, through your local TxDMV Regional Service Center. In this situation, you will need to submit a copy of the transaction, if available, along with the necessary details explaining the circumstances for the request. Send the original paperwork to the imaging vendor. The department will also notify the applicant of the legal restraint (and title revocation, if applicable) and provide instruction to the owner on record for resolving the matter. If the applicant returns to your office to submit missing documentation or provide the missing signatures, send the documentation to the department via special handling in order for the legal restraint and/or title revocation to be removed from the record, as applicable.

2.5 Lost Title Transaction

When a transaction is rejected and it is determined to be lost, but a correction is required, the reason for rejection should be addressed without the paperwork. The county tax assessor-collector's office and their local TxDMV Regional Service Center will coordinate the appropriate steps to resolve the reason for rejection. Any supporting documentation, such as a new *Application for Texas Title and/or Registration* (Form 130-U) should support the correction.

If the transaction included a Certificate of Title Surety Bond, then a duplicate bond with original signatures and a power of attorney are also required when processing the correction.

2.6 Title Transaction Documents - Assembly Procedures

This section contains title transaction assembly procedures for county tax assessor-collector's offices. Title transaction documents are sent to the TxDMV imaging vendor.

Assembly

Documents should be assembled in the following order for each title transaction and securely stapled together one inch from the top left corner:

Note: This list is not intended as an all-inclusive list of supporting evidence.

1. *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS).
2. *Application for Texas Title and/or Registration* (Form 130-U).
3. Evidence of Ownership:
 - Manufacturer's Certificate of Origin (MCO);
 - *Texas Certificate of Title* (Form 30-C);
 - *Texas Certified Copy of Title* (Form 30-CCO);
 - Negotiable out of state title;
 - Out of state/country registration receipt;
 - Foreign evidence of ownership;
 - Valid court order (county level or higher);
 - County Tax Assessor-Collector's Ruling;
 - Original Surety Bond or *Certificate of Title Surety Bond* (Form VTR-130-SB) (and, if applicable a Surety Bond Rider and a Power of Attorney);
 - *U.S. Government Certificate to Obtain Title to a Motor Vehicle* (Form 97);
 - Bill of Sale.
4. Other Supporting Evidence:
 - *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A);
 - *Limited Power of Attorney for Eligible Motor Transactions* (Form VTR-271);

- *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A);
 - Bill of Sale;
 - The *Notice of Determination for a Bonded Title or Tax Assessor-Collector Hearing* (Form VTR-130-ND) establishing the amount of the bond;
 - *Bonded Title Application or Tax Collector Hearing Statement of Fact* (Form VTR-130-SOF);
 - Documents used to establish the bond amount (i.e., photocopies or printouts of the applicable reference pages or the original appraisal of the vehicle);
 - For persons claiming the orthopedically handicapped exemption to the motor vehicle sales tax, *Texas Motor Vehicle Orthopedically Handicapped Exemption Certificate* (Form 14-318);
 - *Affidavit of Motor Vehicle Gift Transfer* (Form 14-317).
5. Out of state vehicles:
- *Vehicle Identification Number Certification* (Form VTR-270), if applicable; or
 - *Law Enforcement Identification Number Inspection* (Form VTR-68-A);
 - Vehicle Inspection Report, if applicable.

2.7 Special Handling Procedures

This section contains procedures for county tax assessor-collector's offices pertaining to special handling transactions. Special handling is for unique transaction types and supporting documentation that requires additional processing and action by the department. Special handling transactions are sent to the TxDMV VTR Division either by scanning and emailing the transaction to the appropriate email address or by physical mail in a Specially Marked Envelope. Counties should scan and email the transactions unless the county does not have a scanner.

Important Notes

- **DO NOT SUBMIT** Non-Title Vehicle Receipts, Vehicle Transfer Notifications, Additional Collections Receipts, Funds Remittance Reports, Funds Summary Reports, Hot Check Redemptions, Title Package Reports, Rejection Requests, or Voided Transactions.
- **TRANSACTIONS REQUIRING ADDITIONAL PROCESSING SHOULD BE** sorted by type and placed within separate, appropriate Specially Marked Envelopes or behind colored coversheets if physically mailed to the department. When scanned and emailed, only one transaction should be sent per email.

Examples of Unique Transaction Types

The following transaction types require action by the department and should be sent via special handling.

NMVTIS

- Errors unable to be corrected by the county tax assessor-collector's office and sent to the department for review and removal of the NMVTIS HOLD.

- Any transaction with a BRAND HOLD, **even after** the transaction has been corrected through RTS to apply the brand.

Special Handling

- Transactions that have any “Hard Stop” (Stolen, Legal Restraint, CR, DCYM, OP, OR, etc.) on the record.
- Transactions involving “Switched Ownership Evidence.”
- Transactions involving “Invalid VINs” with proof of VIN validation *Law Enforcement Identification Number Inspection* (Form VTR-68-A), Vehicle Inspection Report, photo, or pencil tracing.

Note: Red Flag referrals should be submitted to Enforcement.

Scanning and Emailing Instructions

Include supporting evidence required to resolve the transaction such as statements of fact for errors, stolen reports, and VIN verifications, as applicable to the transaction. Once the transaction has been scanned and emailed to the appropriate email address, the original paperwork should be sent to the imaging vendor.

A response from these email addresses will only be provided in the event the department did not receive all supporting evidence to resolve the transaction or the scanned documents were not legible.

The scanned documents are not required to be in color but must show all information and be legible. Scanners must be capable of at least 200 DPI, but the department recommends 300 DPI, which is the most common resolution for desktop scanners.

NMVTIS Transactions

NMVTIS transactions that require department handling should be emailed to VTR_NMVTIS_Rejections@txdmv.gov. Each email must list the VIN in the subject line and contain only one scanned transaction per email. Scan the complete title transaction along with any supporting documents. This includes the front and back of the ownership evidence or any other documents that contain pertinent information. The body of the email must contain the VIN, title number, and NMVTIS error code(s).

Special Handling Transactions

All other special handling transactions should be emailed to VTR_Special_Handling@txdmv.gov. Each email must list the VIN in the subject line and contain only one scanned transaction per email. Scan the complete title transaction along with any supporting documents. This includes the front and back of the ownership evidence or any other documents that contain pertinent information. The body of the email must contain the VIN, title number, and the special handling category, such as stolen, legal restraint, invalid VIN, switched evidence, etc.

Mailing Instructions

Table 2-1 Mailing Instructions

TYPE	ADDRESS
Mail Specially Marked Envelopes To:	Texas Department of Motor Vehicles Vehicle Titles and Registration Division PO Box 26420 Austin, TX 78755-0420
Mail Original Title Transaction Documents To:	OpenText 4210 IH35 Frontage Road Suite 224 Building 2 San Antonio, TX 78218

Note: Do NOT include checks.

2.8 Title Package Retention

All Title Packages must be retained at the county tax assessor-collector's office for a minimum of three business days from the processing date before being mailed to the department. For example, all transactions processed on Monday should be mailed no earlier than Thursday. A county tax assessor-collector's business practices may require longer retention; however, the department requires a minimum of three business days. Additionally, Title Packages should not be retained at a county tax assessor-collector's office for more than two weeks (14 calendar days) from the date of processing.

2.9 Authorized Transactions

Effective June 21, 2021, a county user or administrator with the Authorize Transaction permission in the Registration and Title System (RTS) will have the authority to enter their RTS username and password to complete a transaction that previously required an authorization code issued by the Regional Service Center (RSC).

When processing a transaction with a hard stop, such as a record with a stolen remark or legal restraint, entry of the RTS username and password for the user with authority will be required to bypass the hardstop and continue with the transaction. The RSC should be consulted if there are any questions for when it is appropriate to bypass a hardstop.

The new permission is located under the Miscellaneous menu in RTS. The permission is mapped to the same eLearning modules as the Void permission. If the county user does not have the new permission and they enter their RTS username and password, an error message will display and prevent further processing.

This chapter contains the following sections:

- [3.1 Collection and Disposition of Title Application Fees](#)
- [3.2 Delinquent Transfer Penalty](#)
- [3.3 Allocation of Transfer Fees](#)
- [3.4 Nonrepairable or Salvage Vehicle Title Application Fees](#)
- [3.5 Rebuilt Salvage Fees](#)
- [3.6 Title Fee Chart](#)

3.1 Collection and Disposition of Title Application Fees

Transportation Code Section 501.138

- (a) *An applicant for a title, other than the state or a political subdivision of the state, must pay a fee of:*
- (1) *\$33 if the applicant's residence is a county located within a nonattainment area as defined under Section 107(d) of the federal Clean Air Act (42 U.S.C. Section 7407), as amended, or is an affected county, as defined by Section 386.001, Health and Safety Code; or*
 - (2) *\$28 if the applicant's residence is any other county.*
- (b) *The fees shall be distributed as follows:*
- (1) *\$5 of the fee to the county treasurer for deposit in the officers' salary fund;*
 - (2) *\$8 of the fee to the department:*
 - (A) *together with the application within the time prescribed by Section 501.023; or*
 - (B) *if the fee is deposited in an interest-bearing account or certificate in the county depository or invested in an investment authorized by Subchapter A, Chapter 2256, Government Code, not later than the 35th day after the date on which the fee is received; and*
 - (3) *the following amount to the comptroller at the time and in the manner prescribed by the comptroller:*
 - (A) *\$20 of the fee if the applicant's residence is a county located within a nonattainment area as defined under Section 107(d) of the federal Clean Air Act (42 U.S.C. Section 7407), as amended, or is an affected county, as defined by Section 386.001, Health and Safety Code; or*
 - (B) *\$15 of the fee if the applicant's residence is any other county.*
- (b-1) *Except as provided by subsection (b-4), fees collected under Subsection (b) to be sent to the comptroller shall be deposited to the credit of the Texas emissions reduction plan fund.*

(b-2) The comptroller shall establish a record of the amount of the fees deposited to the credit of the Texas emissions reduction plan fund under Subsection (b-1). On or before the fifth workday of each month, the Texas Department of Transportation shall remit to the comptroller for deposit to the credit of the Texas Mobility Fund an amount of money equal to the amount of the fees deposited by the comptroller to the credit of the Texas emissions reduction plan fund under Subsection (b-1) in the preceding month. The Texas Department of Transportation shall use for remittance to the comptroller as required by this subsection money in the state highway fund that is not required to be used for a purpose specified by Section 7-a, Article VIII, Texas Constitution, and may not use for that remittance money received by this state under the congestion mitigation and air quality improvement program established under 23 U.S.C. Section 149.

(b-3) This subsection and Subsections (b-1) and (b-2) expire on the last day of the state fiscal biennium during which the Texas Commission on Environmental Quality publishes in the Texas Register the notice required by Section 382.037, Health and Safety Code.

(b-4) Fees collected under Subsection (b) to be sent to the comptroller shall be deposited to the credit of the Texas Mobility Fund if the fees are collected on or after the last day of the state fiscal biennium during which the Texas Commission on Environmental Quality publishes in the Texas Register the notice required by Section 382.037, Health and Safety Code.

(c) Of the amount received under Subsection (b)(2), the department shall deposit:

(1) \$5 in the general revenue fund; and

(2) \$3 to the credit of the Texas Department of Motor Vehicles fund to recover the expenses necessary to administer this chapter.

(d) The county owns all interest earned on fees deposited or invested under Subsection (b)(2)(B). The county treasurer shall credit that interest to the county general fund.

Transportation Code Section 501.139

A county assessor-collector that transfers money to the department under this chapter shall transfer the money electronically.

All title applications submitted to or received by the county tax assessor-collector as of March 1, 2022, will have the title application fee of \$28 or \$33 assessed based on the purchaser's county of residence, regardless of the processing county. The processing county will retain \$5 from the fee collected.

Table 3-1 Title Application Fee

COUNTY OF RESIDENCE FOR PURCHASER/OWNER	TITLE FEE
Bastrop, Bexar, Brazoria, Caldwell, Chambers, Collin, Comal, Dallas, Denton, Ellis, El Paso, Fort Bend, Galveston, Gregg, Guadalupe, Hardin, Harris, Harrison, Hays, Henderson, Hood, Hunt, Jefferson, Johnson, Kaufman, Liberty, Montgomery, Nueces, Orange, Parker, Rockwall, Rusk, San Patricio, Smith, Tarrant, Travis, Upshur, Victoria, Waller, Williamson, Wilson and Wise.	\$33
All Other Counties in the State	\$28

The county tax assessor-collector's office must report the department's share of title fees, together with all applications for title that are filed, within 24 hours after receipt. However, the county tax assessor-collector's office may defer remittance of the fees for no more than 34 days provided the fees are deposited in an interest bearing account or certificate in the county depository or any investment authorized under the Public Funds Investment Act (Government Code, Chapter 2256). All interest earned under these conditions belongs to the county. If interest is earned on State funds deposited outside the county depository, or if interest is earned on State funds covering periods in excess of the 34 days, the interest belongs to the department.

3.2 Delinquent Transfer Penalty

Transportation Code Section 501.146

- (a) *If the application for the transfer of title is not filed during the period provided by Section 501.145, the late fee is to be paid to the county assessor-collector when the application is filed. If the seller holds a general distinguishing number issued under Chapter 503 of this code or Chapter 2301, Occupations Code, the seller is liable for the late fee in the amount of \$10. If the seller does not hold a general distinguishing number, subject to Subsection (b) the applicant's late fee is \$25.*
- (b) *If the application is filed after the 60th day after the date the purchaser was assigned ownership of the documents under Section 501.0721, the late fee imposed under Subsection (a) accrues an additional penalty in the amount of \$25 for each subsequent 30-day period, or portion of a 30-day period, in which the application is not filed.*
- (c) *Subsections (a) and (b) do not apply if the motor vehicle is eligible to be issued:*
 - (1) *classic vehicle license plates under Section 504.501; or*
 - (2) *antique vehicle license plates under Section 504.502.*
- (d) *A late fee imposed under this section may not exceed \$250.*

Transfer Requirements

The purchaser of a vehicle (dealers exempted) must file an application for transfer of title and registration with the county tax assessor-collector within 30 days of the date of assignment, if required. A delinquent transfer penalty is assessed if the purchaser fails to apply for title within the 30-day filing period.

Note: Active duty military personnel must file transfers within 60 days after the date of sale or pay a delinquent transfer penalty.

The amount of the delinquent transfer penalty varies dependent on when the transaction is filed and who is filing the transaction.

This statute makes no provisions for anyone to waive the delinquent transfer penalty when the penalty is due.

Filing Period

Thirty days starts with the day following the date of assignment on the title. Use the date of assignment on the title and the filing date in determining the thirty day or sixty-day period.

Filing Date

The date an application is accepted by a county tax assessor-collector's office is the official filing date. This date is indicated on the *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS) and on the application.

Determining Date of Assignment

When available the date of assignment on the Certificate of Title or MCO should be used. If unavailable, to determine the date of assignment/sale:

- Court Orders:
 - a. Use the date on the Bill of Sale; if not available, then
 - b. Use the date the court order was signed by the judge (or made effective)
- Bonded Titles and Title Hearings:
 - a. Use the date on the Bill of Sale; if not available, then
 - b. Use the date of sale reported on the *Bonded Title Application or Tax Collector Hearing Statement of Fact* (Form VTR-130-SOF).

Penalty Amounts

General Public

When an application is filed on the 31st day after the date of sale or later (except military) and is subject to delinquent transfer penalties, the penalties are:

- \$25 if filed on the 31st day after the date of sale; and
- an additional \$25 for each subsequent 30 day period or portion of a 30 day period.
- The penalty may not exceed \$250.

Motor Vehicle Dealers

When an application is filed by a Texas licensed dealer on or after the 31st day after the date of sale, it is subject to a delinquent transfer penalty of \$10, regardless of how late it is filed.

Seller-Financed Sales

When a seller-financed transaction is filed on the 46th day after the date of sale or later, the transaction is subject to a delinquent transfer penalty of \$10 regardless of how late it is filed.

Military Personnel

Active duty military personnel shall apply for title within 60 days. When an application is filed on the 61st day after the date of sale or later it is subject to delinquent transfer penalties as follows:

- \$25 if filed on or after the 61st day after the date of sale; and
- an additional \$25 penalty for each subsequent 30 day period or portion of a 30 day period.
- The penalty may not exceed \$250.

Note: Transfers prior to January 1, 2008 have a flat \$10 delinquent transfer penalty. HB 481 from the 80th Texas Legislative Session increased the penalty from a flat \$10 fee to the monthly fees, however Section 5 of that bill “grandfathered” transfers prior to the effective date of January 1, 2008.

Out of State

Under the Tax Code, sales tax collection begins when the vehicle enters the state, whereas Transportation Code, Section 501.145, requires the date of assignment to be used. The date of assignment and sales tax date are currently one and the same in RTS. For out of state titles and out of state Manufacturer's Certificate of Origin (MCO) transfers, use the first documented date in Texas to calculate the sales tax penalty. The delinquent transfer penalty located on the Sales Tax (TTL012) screen in RTS will need to be calculated manually.

Exceptions

The Delinquent Transfer Penalty does not apply to the following:

- Vehicles that are eligible to be issued classic/antique plates under section 504.501 and 504.502
- A motor vehicle dealer that is applying for title in the dealership name
- Vehicles owned by exempt agencies
- Vehicles transferred by *Operation of Law* (for example repossessions, Affidavit of Heirship) unless a sale (public or auction) has occurred
- Corrected title transactions (no transfer of ownership)
- Vehicles covered by salvage ownership documents (Texas or out of state), nonrepairable title, salvage certificate, etc.
- Non-titled vehicles (trailers/semitrailers, farm trailers/farm semitrailers, Permit or Machinery plated vehicles)
- Optionally titled trailers and semitrailers that have not been previously titled

Note: Vehicles owned by exempt agencies are only exempt when the vehicle is being transferred to another exempt agency. If an exempt vehicle is being transferred to a non-exempt purchaser, the transfer is eligible for the delinquent transfer penalty.

Dealers

A dealer is exempt from the thirty day filing period when an application for Texas title is filed in the name of the dealership, provided the dealer has a current dealer number and the number is shown in the transaction.

Transfers by Operation of Law

The person to whom a vehicle is transferred by operation of law (refer to [Transfer of Vehicle by Operation of Law](#)) is exempt from the thirty day filing period. For example, the person designated as purchaser on an affidavit of heirship is not subject to the penalty nor is a lienholder who repossesses a vehicle. However, in case of repossession, if the lienholder assigns title, the purchaser would not be exempt from the penalty (unless assigned to a dealer possessing a current dealer number).

Applications for Corrected Title

The 30 day filing period does not apply to applications for corrected title since no transfer is involved.

Salvage Vehicles

The penalty does not apply to the purchaser of a vehicle which is transferred on a salvage ownership document (Salvage Certificate, Salvage Vehicle Title, Nonrepairable Vehicle Title or out of state salvage document).

Non-titled vehicles

The penalty does not apply to non-titled vehicles, including:

- Vehicles issued PERMIT or MACHINERY license plates;
- Trailers and semitrailers with a gross weight of 4,000 pounds or under; or
- Non-titled farm trailers and farm semitrailers.

Rejected Transactions

If a vehicle purchaser attempts to file application for Texas title and the title transaction is rejected by a county tax assessor-collector's office because the transaction is not in proper order, the purchaser is liable for the delinquent transfer penalty if the 30 day period has expired at the time the application is subsequently and correctly filed.

3.3 Allocation of Transfer Fees

Transportation Code Section 501.148

- (a) *The county assessor-collector may retain as commission for services provided under this subchapter half of each late fee.*
- (b) *The county assessor-collector shall report and remit the balance of the fees collected to the department on Monday of each week as other fees are required to be reported and remitted. The department shall deposit the remitted fees in the state treasury to the credit of the Texas Department of Motor Vehicles fund.*
- (c) *Of each late fee collected from a person who does not hold a general distinguishing number by the department under Subsection (b), \$10 may be used only to fund a statewide public awareness campaign designed to inform and educate the public about the provisions of this chapter.*

Title and transfer penalty fees are itemized on the *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS). These fees appear on appropriate reports generated by the registration and title systems, which also denote the fee split between the county and the department.

3.4 Nonrepairable or Salvage Vehicle Title Application Fees

Refer to the [TxDMV Salvage/Nonrepairable Motor Vehicle Manual](#).

3.5 Rebuilt Salvage Fees

Refer to the [TxDMV Salvage/Nonrepairable Motor Vehicle Manual](#).

3.6 Title Fee Chart

These are title fees only. Sales tax and registration fees may also apply.

FEE	FEE AMOUNT
Title Application	\$33.00 (Non-attainment county) \$28.00 (other, Attainment county)
Rebuilt Salvage	\$65.00
Salvage Vehicle Title	\$8.00
Nonrepairable Vehicle Title	\$8.00
Certified Copy of Texas Certificate of Title	\$2.00 (if mailed in) \$5.45 (in person, at Regional Service Centers)
Certified Copy of Texas Salvage Vehicle Title	\$2.00 (mail in is the only option)
Certified Copy of Texas Nonrepairable Vehicle Title	\$2.00 (mail in is the only option)
Bonded Title Application Fee	\$15.00
Restitution Lien Fee	\$5.00 (plus title application fee)
Foreclosure Lien Notification Fee	\$25.00

DEFINITIONS

This chapter contains the following:

- **4.1 Definitions**
- **4.2 Remarks/Brands**

4.1 Definitions

Transportation Code Section 501.002

In this chapter:

- (1) *“Assembled Vehicle” has the meaning assigned by Section 731.001.*
- (1-a) *“Certificate of title” means a printed record of title issued under Section 501.021. (See “Transportation Code Section 501.021”)*
- (2) *“Credit card” means a card, plate, or similar device used to make a purchase or to borrow money.*
- (3) *“Dealer” has the meaning assigned by Section 503.001.*

503.001(4) states “Dealer” means a person who regularly and actively buys, sells, or exchanges vehicles at an established and permanent location. The term includes a franchised motor vehicle dealer, an independent motor vehicle dealer, and a wholesale vehicle dealer.

- (4) *“Debit card” means a card that enables the holder to withdraw money or to have the cost of a purchase charged directly to the holder's bank account.*
- (5) *“Department” means the Texas Department of Motor Vehicles.*

The name of the State Highway Department was changed to the State Department of Highways and Public Transportation by the 64th Texas Legislature, Regular Session, 1975, and more recently changed from the State Department of Highways and Public Transportation to the Texas Department of Transportation by the 72nd Texas Legislature, First Called Session, 1991. The 81st Texas Legislature formed a new Texas Department of Motor Vehicles currently responsible for vehicle titling and registration. Consequently, a reference in law to the “department,” “Highway Department,” “State Highway Department,” “State Department of Highways and Public Transportation,” or “Texas Department of Transportation” may be construed as meaning the “Texas Department of Motor Vehicles.”

- (6) *“Distributor” has the meaning assigned by Section 2301.002, Occupations Code.*
- (7) *Repealed by Acts 2019, 86th Leg. R.S., Ch. 485 (H.B. 2188), Sec. 10, eff. September 1, 2019.*
- (8) *“First sale” means:*

- (A) *the bargain, sale, transfer, or delivery of a motor vehicle, other than an assembled vehicle, that has not been previously registered or titled, with intent to pass an interest in the motor vehicle, other than a lien, regardless of where the bargain, sale, transfer, or delivery occurred; and*
- (B) *the registration or titling of that vehicle.*
- (9) *“House trailer” means a trailer designed for human habitation. The term does not include manufactured housing.*
- (10) *“Importer” means a person, other than a manufacturer, that brings a used motor vehicle into this state for sale in this state.*
- (11) *“Importer’s certificate” means a certificate for a used motor vehicle brought into this state for sale in this state.*

Since the title law was passed in 1939, the volume of out of state vehicles being brought into this state by residents, nonresidents, new residents, members of the Armed Forces, auto auction companies, and dealers has grown to such extent that it is almost impossible for a county tax assessor-collector’s office to determine whether the vehicle was brought into this state for the purpose of sale as provided by this section. For this reason, counties should not reject an application for Texas title supported by proper evidence of ownership for lack of an attached importer’s certificate.

- (12) *“Lien” means:*
 - (A) *a lien provided for by the constitution or statute in a motor vehicle; or*
 - (B) *a security interest, as defined by Section 1.201, Business & Commerce Code, in a motor vehicle, other than an absolute title, created by any written security agreement, as defined by Section 9.102, Business & Commerce Code, including a lease, conditional sales contract, deed of trust, chattel mortgage, trust receipt, or reservation of title.*
 - (C) *a child support lien under Chapter 157, Family Code.*
- (13) *“Manufactured housing” has the meaning assigned by Chapter 1201, Occupations Code.*

Under the Texas Manufactured Housing Standards Act, the term “manufactured housing” includes mobile homes. Therefore, mobile homes are excluded from the provisions of the Certificate of Title Act.

- (14) *“Manufacturer” has the meaning assigned by Section 503.001.*

In addition to persons engaged in the business of manufacturing new motor vehicles, the term “Manufacturer” includes persons engaged in the business of assembling vehicles for resale using all new component parts. All manufacturers are required to furnish a Manufacturer’s Certificate of Origin (MCO) covering the entire vehicle they assemble, and the MCO must conform to the MCO approved by the department except for trailer manufacturers. Trailer manufacturers are not required to utilize an MCO printed by a “secured” process; however, the department recommends the “secure” MCO.

- (15) *“Manufacturer’s permanent vehicle identification number” means the number affixed by the manufacturer to a motor vehicle in a manner and place easily accessible for physical examination and die-stamped or otherwise permanently affixed on one or more removable parts of the vehicle.*“
- (16) *“Motorcycle” has the meaning assigned by Section 521.001 or 541.201, as applicable.*
- (17) *“Motor vehicle” means:*
- (A) *any motor driven or propelled vehicle required to be registered under the laws of this state;*
 - (B) *a trailer or semitrailer, other than manufactured housing, that has a gross vehicle weight that exceeds 4,000 pounds;*
 - (C) *a travel trailer;*
 - (D) *an off-highway vehicle, as defined by Section 551A.001; or*
 - (E) *a motorcycle or moped that is not required to be registered under the laws of this state.*
- (18) *“New motor vehicle” has the meaning assigned by Section 2301.002, Occupations Code.*
- (19) *“Owner” means a person, other than a manufacturer, importer, distributor, or dealer, claiming title to or having a right to operate under a lien a motor vehicle that has been subject to a first sale.*
- (20) *“Purchaser” means a person or entity to which a motor vehicle is donated, given, sold, or otherwise transferred.*
- (21) *“Record of title” means an electronic record of motor vehicle ownership in the department's motor vehicle database that is created under Subchapter I.*
- (22) *“Seller” means a person or entity that donates, gives, sells, or otherwise transfers ownership of a motor vehicle.*
- (23) *“Semitrailer” means a vehicle that is designed or used with a motor vehicle so that part of the weight of the vehicle and its load rests on or is carried by another vehicle.*
- (24) *“Serial number” means a vehicle identification number that is affixed to a part of a motor vehicle and that is:*
- (A) *the manufacturer's permanent vehicle identification number;*
 - (B) *a derivative number of the manufacturer's permanent vehicle identification number;*
 - (C) *the motor number;*
 - (D) *the vehicle identification number assigned by the department; or*
 - (E) *the vehicle identification number assigned by the maker of a kit, if the vehicle is an assembled vehicle that is assembled from a kit.*
- (25) *“Steal” has the meaning assigned by Section 31.01, Penal Code.*

Under Section 31.01, Penal Code, “steal” means to acquire a service or property by theft.

(26) “Subsequent sale” means:

- (A) the bargain, sale, transfer, or delivery of a used motor vehicle, with intent to pass an interest in the vehicle, other than a lien; and
- (B) the registration of the vehicle if registration is required under the laws of this state.

(27) “Title” means a certificate or record of title that is issued under Section 501.021.

(28) “Title receipt” means a document issued under Section 501.024.

The term “title receipt” as defined above is the *Tax Collector’s Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS).

(29) “Trailer” means a vehicle that:

- (A) is designed or used to carry a load wholly on the trailer’s own structure; and
- (B) is drawn or designed to be drawn by a motor vehicle.

(30) “Travel trailer” means a house trailer-type vehicle or a camper trailer:

- (A) that is a recreational vehicle defined under 24 C.F.R. Section 3282.8(g); or
- (B) that:
 - (i) is less than eight feet six inches in width or 45 feet in length, exclusive of any hitch installed on the vehicle;
 - (ii) is designed primarily for use as temporary living quarters in connection with recreational, camping, travel, or seasonal use;
 - (iii) is not used as a permanent dwelling; and
 - (iv) is not a utility trailer, enclosed trailer, or other trailer that does not have human habitation as its primary function.

(31) “Used motor vehicle” means:

- (A) a motor vehicle that has been the subject of a first sale; or
- (B) an assembled vehicle that has been issued a title.

(32) “Vehicle identification number” means:

- (A) the manufacturer's permanent vehicle identification number affixed by the manufacturer to the motor vehicle that is easily accessible for physical examination and permanently affixed on one or more removable parts of the vehicle; or
- (B) a serial number affixed to a part of a motor vehicle that is:
 - (i) a derivative number of the manufacturer's permanent vehicle identification number;
 - (ii) the motor number;
 - (iii) a vehicle identification number assigned by the department; or

- (iv) *the vehicle identification number assigned by the maker of a kit, if the vehicle is an assembled vehicle that is assembled from a kit.*

4.2 Remarks/Brands

The chart below lists all of the remarks/brands that may be found in the Registration and Title System, TxDMV Core, printed on the title or any combination thereof.

Table 4-1 Remarks/Brands

REMARK	LOCATION	DESCRIPTION
ABANDONED MOTOR VEHICLE	RTS, Core	The vehicle has been deemed "abandoned" in accordance with Chapter 683 of the Transportation Code. This vehicle cannot be transferred or rebuilt and operated on public roads if issued a Certificate of Authority to Demolish.
ACTUAL MILEAGE	RTS, Core, Title	The mileage indicated on the vehicle's odometer at the time of title transfer was the actual distance in miles that the vehicle had been driven.
ADDITIONAL LIENS RECORDED	RTS, Core	More than one lien is listed on the motor vehicle record.
APPREHENDED	RTS, Core	The gross weight of the vehicle exceeds the registered weight, and the Motor Carrier was apprehended by law enforcement for the weight violation in the county number listed.
BENEFICIARY	RTS, Core, Title	The sole individual to whom the owner's interest in the motor vehicle transfers to on the owner's death.
BONDED TITLE	RTS, Core, Title	Title was secured by the posting of a certificate of title surety bond.
BONDED TITLE - SUSPENDED	RTS, Core	The bonded title transaction has been suspended.
BONDED TITLE - AWAITING REMOVAL	RTS, Core	Three-year bond period has ended.
BRAND HOLD DATE MM/DD/YYYY	RTS, Core	This remark appears on a record for which an NMVTIS inquiry has been conducted and a brand error has been identified. This remark can only be removed by the TxDMV.
CCO ISSUED (MM/DD/YYYY)	RTS, Core	A certified copy of the original title was issued on the date specified.
CHILD SUPPORT	RTS, Core	Family Code, Chapter 232, authorizes the DMV to suspend or deny the renewal of motor vehicle registration for non-payment of child support.
CITY SCOFFLAW: (CITY)	RTS, Core	This remark indicates that the vehicle owner has an outstanding fine for a traffic law violation in the named city or municipality.
COA ISSUED (MM/DD/YYYY)	RTS, Core	A Certificate of Authority to Demolish a Motor Vehicle has been issued. This vehicle cannot be rebuilt and operated on public roads.
COUNTY SCOFFLAW: (3-DIGIT COUNTY #)	RTS, Core	This remark indicates that the vehicle owner owes the county money for a fine, fee, or tax that is past due.
CREDIT VOUCHER ISSUED	RTS, Core	The vehicle was totally destroyed. A registration fee credit may be applied toward the registration of another vehicle owned by the same person. A registration refund could not be authorized since the vehicle had been operated on a public highway during a portion of the current registration year.
DATE OF ASSIGNMENT	RTS, Core	The date of sale of a motor vehicle as shown on the ownership transfer document.
DIESEL	RTS, Core, Title	The vehicle is diesel-powered.

Table 4-1 Remarks/Brands

REMARK	LOCATION	DESCRIPTION
DOT PROOF REQUIRED	RTS	Indicates that proof of compliance with US Department of Transportation (DOT) safety regulations is required before title can be issued. If this remark is indicated on an RPO record, the vehicle may not be titled in the US and the registration cannot be renewed. (<i>Same as DOT STANDARDS in Core</i>)
DOT STANDARDS (y/n)	Core	Indicates that proof of compliance with US Department of Transportation (DOT) safety regulations is required before title can be issued. If this remark is indicated on an RPO record, the vehicle may not be titled in the US and the registration cannot be renewed. (<i>Same as DOT PROOF REQUIRED in RTS</i>)
DPS-EMISSIONS PRGM NON-COMPLIANCE <i>EMISSIONS TEST: (D)</i>	RTS, Core	Indicates the vehicle did not pass an emissions test as required by an emissions testing county for vehicles 2 through 24 years old and gasoline-powered.
DPS SAFETY SUSPENSION	RTS, Core	The Department of Public Safety has placed a suspension on the motor vehicle registration due to the owner's failure to maintain financial responsibility. The addition and removal of the Safety Suspension remark in the department's system occurs on a weekly basis by the DPS. (<i>Same as STOLEN-VERIFY TCIC BY VIN</i>)
DPS STOLEN VERIFY TCIC BY VIN	Core	DPS has notified the department that the vehicle has been reported stolen. Check with reporting police agency that placed the remark in the NCIC-TCIC (National Crime Information Center-Texas Crime Information Center) files to see if the vehicle is still stolen or if a recovery notice has been received within the past few days." The placing and removal of stolen remarks in the department's system is done weekly by the DPS. (<i>Same as STOLEN – VERIFY TCIC BY VIN in RTS</i>)
DUPLICATE NONREPAIRABLE VEHICLE TITLE ISSUED	RTS	The original Nonrepairable Vehicle Title (NVT) was lost, stolen or mutilated and a Duplicate NVT was issued.
DUPLICATE NONREPAIRABLE CERTIFICATE OF TITLE	Core	The original Nonrepairable Certificate of Title (NRCOT) was lost, stolen or mutilated and a Duplicate NRCOT was issued. <i>Obsolete but still displays on old records</i>
DUPLICATE NONREPAIRABLE VEHICLE TITLE	Core	The original Nonrepairable Vehicle Title (NVT) was lost, stolen or mutilated and a Duplicate NVT was issued.
DUPLICATE REG - (RECORD # OF #)	Core	The department's records contain two or more records with the same license plate number.
DUPLICATE SALVAGE CERTIFICATE ISSUED	Core	The original Salvage Certificate was lost, stolen or mutilated and a Duplicate Salvage Certificate was issued. <i>Obsolete but still displays on old records.</i>
DUPLICATE SALVAGE CERTIFICATE OF TITLE	Core	The original Salvage Certificate of Title (SCOT) was lost, stolen or mutilated and a Duplicate SCOT was issued. <i>Obsolete but still displays on old records.</i>
DUPLICATE SALVAGE TITLE ISSUED	Core	The original Salvage Title or Certificate was lost, stolen or mutilated and a Duplicate Salvage Title was issued.
DUPLICATE SALVAGE VEHICLE TITLE ISSUED	RTS	The original Salvage Vehicle Title (SVT), Title or Certificate was lost, stolen or mutilated and a Duplicate SVT was issued.
E-TITLE	RTS, Core	A title record that is held in an electronic status, which includes a title record with an electronic lien. e-Titles support only one lien entry. A paper title is not printed.

Table 4-1 Remarks/Brands

REMARK	LOCATION	DESCRIPTION
E-TITLE PRINT DATE: [MM/DD/YYYY]	RTS, Core	As of February 13, 2012, when an e-lienholder releases an ELT, a paper title is automatically printed and mailed to the owner's address or a third party as specified by the e-lienholder. Upon releasing the ELT, this remark is added.
EVIDENCE SURRENDERED BY OWNER	RTS	The department has received the title or some other valid evidence of ownership on this vehicle from the owner of the vehicle. The title record has been canceled.
EVIDENCE SURR BY SALVAGE YARD: (#, date)	RTS, Core	On (date), salvage yard (#) surrendered the Certificate of Title or other evidence of ownership to the vehicle with a Form VTR-340 or Form VTR-340-M to the department. The title record has been cancelled and marked "JUNKED."
EXEMPT	RTS, Core, Title	Vehicle is owned, or leased by an agency of the State, City, County, school district or Federal Government. The vehicle may display a license plate with the legend "Exempt" along with six or seven numbers.
EXPORT ONLY	RTS, Core	An export-only motor vehicle is a nonrepairable or salvage motor vehicle that is offered for sale in this state to a person who resides in a jurisdiction outside the United States (non-US resident).
FIXED WEIGHT	RTS, Core	A commercial vehicle has been registered for the actual weight of the empty vehicle plus the weight of the permanently mounted machinery or equipment which must cover at least two-thirds (2/3) of the bed.
FLOOD DAMAGED	RTS, Core, Title	The vehicle has been damaged exclusively by flood water to the extent that it meets the definition of a salvage vehicle.
FMCSA RESTRICTED UNIT (PRISM LEVEL CODE)	RTS, Core	Data provided by TxIRP. A carrier account is out of compliance with Performance and Registration Information Systems Management (PRISM). The vehicle belongs to an unfit carrier, and the carrier is considered a risk.
FMCSA RESTRICTED UNIT - UNSAFE	RTS, Core	Data provided by TxIRP. This vehicle has been found unsafe to drive by the Federal Motor Carrier Safety Administration (FMCSA). Repairs or modifications and FMCSA inspection required before it can be operated again.
HEAVY VEHICLE USE TAX VERIFIED	RTS, Core	Indicates that the clerk verified proof of payment of the Federal Heavy Vehicle Use Tax or that the vehicle is exempt from payment.
HOT CK (Title or Regis)	Core	A check in payment of title or registration related fees was not honored by the bank on which it was drawn, and such check was returned to the payee unpaid.
JUNKED on (YYYY/MM/DD)	RTS, Core	The vehicle described on the motor vehicle record is salvage, scrapped, destroyed, or dismantled in such a manner that it loses its character as a motor vehicle. The title or other legal evidence of ownership was surrendered to TxDMV on (date) to advise the vehicle has been junked and the title has been cancelled. <i>Obsolete, but may still display on old records.</i>
LEGAL RESTRAINT-CONTACT TxDMV (file #)	RTS, Core	This remark includes a file number used to reference documentation associated with an owner retained vehicle (OR#/ORSAL/ORNRR) or other administrative stops (CR#, OP# or DC).
LIEN NOT RELEASED	RTS, Core	The first lien was not released. (Only applies to JUNKED vehicles.)
LIEN2 NOT RELEASED	RTS, Core	The second lien was not released. (Only applies to JUNKED vehicles.)
LIEN3 NOT RELEASED	RTS, Core	The third lien was not released. (Only applies to JUNKED vehicles.)

Table 4-1 Remarks/Brands

REMARK	LOCATION	DESCRIPTION
MAIL RETURNED	RTS, Core	The registration renewal mailed to the vehicle owner or registered owner's original or duplicate title (if issued prior to 9-01-01) was returned by the post office to the department as being undeliverable. <i>Obsolete, but may still display on old records.</i>
MANUFACTURER BUYBACK	RTS, Core, Title	This motor vehicle was returned to the manufacturer because of unresolved warranty defects or a title brand has been carried forward from an out of state title or evidence of ownership (Lemon Law).
MILEAGE EXCEEDS MECHANICAL LIMITS	RTS, Core, Title	The odometer reading has exceeded the mechanical limits of the odometer. For example, if the mechanical limitation of an odometer is a 5-digit reading, it cannot record more than 99,999 miles.
MULTIPLE SURVIVORS	RTS, Core, Title	This remark will accompany the "SURVIVORSHIP" brand. The "MULTIPLE SURVIVORS" brand may appear below the "SURVIVORSHIP RIGHTS" brand when there are more than 2 persons in the agreement.
NMVTIS HOLD MM/DD/YYYY	RTS, Core	This remark appears on a record for which an NMVTIS inquiry has been conducted and an error has been identified. This remark can be removed by processing the transaction through the Correct Title Rejection event in RTS.
NONREPAIRABLE CERTIFICATE OF TITLE ISSUED	RTS, Core	A Nonrepairable Certificate of Title (NRCOT) was issued prior to 9/2003 on the motor vehicle indicating the estimated cost of repair was 95% or more of the vehicle's pre-damaged actual cash value. The vehicle may be rebuilt and operated on public roads. Once rebuilt, new titles are branded "Rebuilt Salvage - Damaged." <i>Obsolete, but may still display on old title.</i>
NONREPAIRABLE VEHICLE TITLE ISSUED	RTS, Core	A Nonrepairable Vehicle Title (NVT) was issued on or after 9/2003 on the motor vehicle indicating the only residual value of the vehicle is as a source of parts or scrap metal. The vehicle may not be rebuilt or operated on public roads.
NOT ACTUAL MILEAGE	RTS, Core, Title	The mileage indicated on the vehicle's odometer at the time of title transfer or application filing was not the actual distance in miles that the vehicle has been driven.
NOT FOR DEALER RESALE	RTS, Core, Title	This remark appears on the vehicle record of an assembled vehicle that is not a replica or reconstructed. The remark indicates to a licensed motor vehicle dealer they cannot purchase or sell the assembled vehicle. In addition, the remark indicates to a licensed salvage dealer and independent motor vehicle dealer they cannot rebuild the assembled vehicle.
NO REGISTRATION – ATV/UTV	RTS, Core	Non street legal mini-bikes including 3 and 4-wheel all-terrain vehicles and recreational off-highway vehicles that are required to be titled, but cannot be registered with or without modifications.
NO REG/TTL GC	RTS, Core	Golf carts cannot be titled or registered; however, they can display a golf cart license plate as set forth by Transportation Code, Section 551.402. They may be operated under restricted circumstances.
ON LOAN TO EXEMPT AGENCY	RTS, Core	The vehicle is not owned by the user, such as a Driver Education vehicle, and is registered by the user with Exempt License Plates but is not required to be titled.
OWNED BY US GOVERNMENT	RTS, Core	The vehicle is leased from the U.S. Government and shall be registered with regular registration, and a RPO receipt shall be issued in the name of the lessee.
OWNER SURRENDERED (xxxxxxx)	Core	The department has received the title or some other valid evidence of ownership (as noted) on this vehicle from the owner of the vehicle. The title record has been canceled.

Table 4-1 Remarks/Brands

REMARK	LOCATION	DESCRIPTION
PAPER TITLE	RTS, Core	A paper title has been issued.
PERMIT REQUIRED TO MOVE (PARK MODEL TRAILER)	RTS, Core, Title	The vehicle information selected on the Class/Plate/Sticker screen qualifies this vehicle as a Park Model Trailer that exceeds length and/or width limitations. An oversize and/or overweight permit will be required to move the vehicle on public roads. <i>Obsolete, but still displays on old records.</i>
PLATE AGE	RTS, Core	Reflects the number of years the license plates have been assigned for display on the vehicle for which the plates were originally issued. This will vary from the word "ANNUAL" to a numeric character.
PLATE REMOVED FROM VEHICLE	Core	When an owner submits a <i>Texas Motor Vehicle Transfer Notification</i> (Form VTR-346), online or on paper AND selects that they kept their plates, the phrase PLATE REMOVED FROM VEHICLE is added to the Core remarks along with the VEH TRANSFERRED: YYYY/MM/DD remark.
PLATES SEIZED	RTS, Core	Law enforcement has removed the license plates.
PRIOR CCO ISSUED	RTS, Core	A Certified Copy of An Original Texas Certificate of Title (CCO) was used to file for a corrected title with no change of ownership. This remark will show on the vehicle record but it will not print on the title document.
PRIVATE LAW ENFORCEMENT VEHICLE	RTS, Core	Any vehicle that is owned or leased by a governmental entity, a police department of an educational institution that commissions peace officers, or a peace officer authorized to use a personal vehicle for law enforcement purposes.
REBUILT SALVAGE – DAMAGED	RTS, Core, Title	The title transaction was supported by a Texas Salvage ownership document, or was carried forward from the previous Texas motor vehicle record. If titled prior to 9-1-2003, then SCOT was issued. If titled on or after 9-1-2003, then SVT was issued.
REBUILT SALVAGE – ISSUED BY: (STATE)	RTS, Core, Title	This remark includes the 2-letter abbreviation for the other state or country which issued a salvage certificate/certificate of title and supported the title transaction, or was carried forward from the previous Texas motor vehicle record.
REBUILT SALVAGE - LOSS UNKNOWN	RTS, Core, Title	The title transaction was supported by a Texas Salvage Certificate, or was carried forward from the previous Texas motor vehicle record. Degree of damage is unknown. <i>Obsolete, but still displays on old records.</i>
REBUILT SALVAGE- 95% PLUS LOSS	RTS, Core, Title	The title transaction was supported by a Texas Nonrepairable Certificate of Title, or was carried forward from the previous Texas motor vehicle record. <i>Obsolete, but still displays on old records.</i>
REBUILT SALVAGE- 75-94% LOSS	RTS	The title transaction was supported by a Texas Salvage Certificate of Title, or was carried forward from the previous Texas motor vehicle record. <i>Obsolete, but still displays on old records.</i>
RECONDITIONED	RTS, Core, Title	The vehicle was damaged by collision, fire, hail, or other types of damage (other than by flood) and rendered a total loss by an insurance company. The vehicle was later placed in operable condition, the salvage title was surrendered and application for Texas title was filed. A valid Texas title was issued, and the notation "RECONDITIONED" was reflected on the new title and carried forward on all subsequent Texas titles. <i>Obsolete but still displays on old records.</i> (NOTE: This remark was replaced with a " REBUILT SALVAGE-DAMAGED " remark for Texas titles issued on and after 8-1-97.)
RECONSTRUCTED	RTS, Core, Title	The vehicle has been converted in such a manner that it no longer resembles the vehicle as originally manufactured.

Table 4-1 Remarks/Brands

REMARK	LOCATION	DESCRIPTION
REFUND PENDING REGIS REFUND REFUND: Y/N	RTS, Core	A refund has been authorized by a Regional Office but has not been claimed by the owner of record. (The vehicle cannot be transferred unless the vehicle is reregistered or the refund is voided.)
REG INSUFFICIENT FUNDS	RTS	A check in payment of registration related fees was not honored by the bank on which it was drawn, and such check was returned to the payee unpaid.
REGISTERED BY	RTS, Core	This remark is used for the name of an individual or business other than the owner, who is registering the vehicle.
REGISTRATION INVALID	RTS, Core	The registration is not valid. Example – After a refund is processed or a Salvage Vehicle Title is issued, the registration is invalid.
REGISTRATION PURPOSES ONLY	RTS, Core	Texas issued registration only. The negotiable title for the vehicle was issued by another state, and remains the negotiable evidence of ownership.
REPLICA	RTS, Core, Title	An established make of a previous year model vehicle has been assembled as a new vehicle or built by a motor vehicle manufacturer.
RIGHTS OF SURVIVORSHIP	Title	A survivorship agreement signed by two or more eligible persons indicating that the vehicle is held jointly was filed with the title transaction. As of April 2012, this was renamed "SURVIVORSHIP RIGHTS", however existing records may still display this remark. (Same as SURVIVORSHIP RIGHTS).
SALVAGE CERTIFICATE ISSUED	RTS, Core	Indicates that a salvage certificate was issued on the motor vehicle. Discontinued remark 9-1-03. <i>Obsolete but still displays on old records.</i>
SALVAGE CERTIFICATE OF TITLE ISSUED	RTS, Core	Indicates that a Salvage Certificate of Title (SCOT) was issued on the motor vehicle because the estimated cost of repair was 75% or more of the vehicle's pre-damaged actual cash value. <i>Obsolete but still displays on old records, (Became SALVAGE VEHICLE TITLE ISSUED).</i>
SALVAGE VEHICLE TITLE ISSUED	RTS, Core	Indicates that a Salvage Vehicle Title (SVT) was issued on the motor vehicle because the estimated cost of repair was greater than the vehicle's pre-damaged actual cash value. Implemented 9-1-03.
SALVAGED ON YYYY/MM/DD and SALVAGE YARD #####	RTS, Core	When a licensed salvage dealer surrenders a title to the department the vehicle record will show these two remarks.
SCHEDULED FOR DELETION	RTS, Core	Upon request from a county tax assessor-collector's office, a record may be deleted by the department prior to issuance if record was incorrectly accessed or a customer does not return to the county tax assessor-collector to correct a rejected transaction.
SOLID TIRES	RTS, Core	The vehicle is equipped with solid rubber tires.
SPECIAL EXAMINATION REQUIRED	RTS, Core	Transactions marked for special handling that a county tax assessor-collector's office considers "questionable" and are requesting headquarters to re-examine.
STICKER SEIZED	RTS, Core	The county tax assessor-collector's office was notified by law enforcement that the registration sticker has been seized.
STOLEN – VERIFY TCIC BY VIN	RTS	DPS has notified the department that the vehicle has been reported stolen. Check with reporting police agency that placed the remark in the NCIC-TCIC (National Crime Information Center-Texas Crime Information Center) files to see if the vehicle is still stolen or if a recovery notice has been received within the past few days. The placing and removal of stolen remarks in the department's system is done weekly by the Texas Department of Public Safety.

Table 4-1 Remarks/Brands

REMARK	LOCATION	DESCRIPTION
SURVIVORSHIP RIGHTS	RTS, Core, Title	A survivorship agreement signed by two or more eligible persons indicating that the vehicle is held jointly was filed with the title transaction. (Same as above). (SAME AS RIGHTS OF SURVIVORSHIP). However this brand may be accompanied by up to two printed names (of the persons) or the "MULTIPLE SURVIVORS" brand if more than two persons are involved.
TCEQ-EMISSION PRGM NON-COMPLIANCE <i>EMISSIONS TEST: (T)</i>	RTS, Core	The vehicle was a) detected as a potential gross polluter while being operated in a county in which emission testing is required, and has not passed an emissions test; or b) qualified as part of a low-income accelerated vehicle retirement program (LIRAP), and its required parts must be destroyed or removed in accordance with state and federal regulations.
TITLE APPLICATION AWAITING RELEASE	RTS, Core	This remark indicates that a Texas titled vehicle has been transferred and an application for a new title by the new owner has been received by the department. A new title is in the process of being issued.
TITLE HELD AWAITING DPS OK	RTS, Core	A title transaction is awaiting confirmation from the Department of Public Safety that the vehicle is not a stolen vehicle.
TITLE REJECTED	RTS, Core	The title transaction has been rejected and returned to the county tax assessor-collector's office that originally processed the transaction for correction.
TITLE REVOKED	RTS, Core	The title document number shown on the motor vehicle record has been revoked as a result of fraudulent evidence, false information, a stolen or converted vehicle, failure to provide proper evidence of ownership and documentation, revoked ownership and documentation, or revoked registration.
TITLE SUPERSEDED	RTS, Core	A title transaction is in process on this motor vehicle record. The superseded record is no longer valid. A new transaction (record) has taken the place of the previous record.
TITLE SURRENDERED TO: (2-letter STATE ABBREVIATION) ON (MM/DD/YYYY)	RTS, Core	A Texas-titled vehicle has been taken to another state, and its owner applied for a title in the new state. The new state returned the Texas title to the department with a "surrendered" notice. Date on remark is date the department received the notice.
TITLE WAITING TO PRINT	RTS	A title transaction is in process.
TITLE WAITING TO PRINT (REPRINT)	RTS	A title transaction is in process.
TOLL SCOFFLAW: (TOLL ROAD AUTHORITY)	RTS, Core	This remark indicates that the vehicle owner has an outstanding toll road violation from the named toll road authority.
VEHICLE CRUSHED MM/DD/YYYY	RTS, Core	Indicates that a metal recycler has reported this vehicle as destroyed (crushed).
VEHICLE TRANSFERRED: (MM/DD/YYYY)	RTS, Core	The recorded owner notified TxDMV that on a specific date they sold, donated or traded their vehicle.
VERIFY INSPECTION	RTS, Core	This remark is placed on the vehicle record when "OUT ST" is selected by an individual self-certifying the vehicle is out of state and unable to return for an emissions inspection. The remark is for law enforcement purposes only and counties are not required to take any action as a result of this remark.
VIN CERTIFICATION WAIVED	RTS, Core, Title	The remark was applied when a <i>Vehicle Identification Number Certification</i> (Form VTR-270) is used to verify the vehicle identification number (VIN) prior to January 1, 2025. <i>Obsolete, but still displays on old records.</i>

Table 4-1 Remarks/Brands

REMARK	LOCATION	DESCRIPTION
VIN IN ERROR	RTS, Core	The vehicle identification number (VIN) is in error or the year model is 1980 or older and the VIN is not a 17-digit VIN.
WEBDEALER (P#) (MM/DD/YYYY)	RTS, Core	This remark is placed on the vehicle record when an electronic title (eTitle) record exists in eTITLE. The remark indicates the dealer that has possession of the eTitle record by displaying their general distinguishing number and the date of possession.

CERTIFICATE OF TITLE REQUIREMENTS

This chapter contains the following sections:

- [5.1 Applicability](#)
- [5.2 History](#)
- [5.3 Certificate of Title](#)
- [5.4 Motor Vehicle Title Required](#)
- [5.5 Trailers and Semitrailers](#)
- [5.6 Farm Trailers and Farm Semitrailers](#)
- [5.7 Issuance of Title to Exempt Entities](#)
- [5.8 Federal Government Vehicles](#)
- [5.9 Office of Foreign Missions](#)
- [5.10 Alias Certificate of Title](#)
- [5.11 Sale or Offer without Title Receipt or Title](#)

5.1 Applicability

Transportation Code Section 501.004

- (a) *Except as provided by this section, this chapter applies to all motor vehicles, including a motor vehicle owned by the state or a political subdivision of the state.*
- (b) *This chapter does not apply to:*
 - (1) *a farm trailer or farm semitrailer with a gross vehicle weight of not more than 34,000 pounds used only for the transportation of farm products if the products are not transported for hire;*
 - (2) *the filing or recording of a lien that is created only on an automobile accessory, including a tire, radio, or heater;*
 - (3) *a motor vehicle while it is owned or operated by the United States; or*
 - (4) *a new motor vehicle on loan to a political subdivision of the state for use only in a driver education course conducted by an entity exempt from licensure under Section 1001.002, Education Code.*

5.2 History

Refer to [Transportation Code Section 501.002\(17\)](#) for Motor Vehicle Definition.

History

The Certificate of Title Act required motor vehicles to be titled starting October 1, 1939; however, owners were given until January 1, 1942, to title any motor vehicle purchased after January 1, 1936. Under the requirements of this Act, a county tax assessor-collector's office could not register or re-register a motor vehicle until the vehicle was titled in the owner's name.

New vehicles purchased prior to January 1, 1936, could be registered by presenting a previous year's registration receipt showing "exempt" in the title number space. If an owner sells one of these untitled motor vehicles, the owner must title in their name prior to reselling. An owner of a motor vehicle that is registered at the time of title application is required to provide valid proof of financial responsibility.

Prior to May 3, 1947, "exempt" motor vehicles owned by the State of Texas or a subdivision were registered yearly. However, such vehicles were not required to be titled. House Bill 273, 50th Legislature, which became effective May 3, 1947, provided that motor vehicles owned or acquired after that date by the State of Texas or any of its subdivisions - county, city, school district, state supported institutions, or any other governmental agency created under Article 16, Section 59, of the Constitution of Texas – must be titled. House Bill 273 also stipulated that all provisions of the Certificate of Title Act apply to such vehicles except that they are "exempt" from all fees levied by the State of Texas.

Effective Dates:

- Motor Vehicles - October 1, 1939
- Trailers and Semitrailers - August 11, 1959
- Camper Trailers - September 1, 1967
- Off-Highway Motorcycles - September 1, 1975
- Mopeds - September 1, 1983
- All-Terrain Vehicles (ATVs) - September 1, 1985
- Recreational Off-Highway Vehicles (ROVs) - September 1, 2009
- Utility Vehicles (UTVs) - June 14, 2019
- Sand Rails - September 1, 2019

Re-Registration

When a certificate of title and license receipt is presented as evidence for re-registration, the county tax assessor-collector's office should check the back of the title for any indication of a possible transfer of ownership.

- If the assignment of title has been completed showing transfer of ownership to a new owner, an application for Texas title in the new owner's name must be filed before the vehicle can be registered.
- If an assignment of title shows a signature of the seller and the assignment has not been completed showing the name and address of a purchaser, the county tax assessor-collector's office should request identification from the applicant to determine that he or she is the same person whose name appears on the face of the title. If it is not the same person, counties should not issue registration until the assignment is completed and the new owner has filed an application for transfer of title.

5.3 Certificate of Title

Transportation Code Section 501.021

(a) A motor vehicle title issued by the department must include:

- (1) the legal name and address of each purchaser;*
 - (2) the legal name of the seller and the municipality and state in which the seller is located or resides;*
 - (3) the year, make, and body style of the vehicle;*
 - (4) the vehicle identification number of the vehicle;*
 - (5) if the vehicle is subject to odometer disclosure under Section 501.072, the odometer reading and odometer brand as recorded on the last title assignment for the vehicle;*
 - (6) the name and address of each lienholder and the date of each lien on the vehicle, listed in the chronological order in which the lien was recorded;*
 - (7) a statement indicating rights of survivorship under Section 501.031; and*
 - (8) any other information required by the department.*
- (b) A printed certificate of title must bear the following statement on its face:*
- “UNLESS OTHERWISE AUTHORIZED BY LAW, IT IS A VIOLATION OF STATE LAW TO SIGN THE NAME OF ANOTHER PERSON ON A CERTIFICATE OF TITLE OR OTHERWISE GIVE FALSE INFORMATION ON A CERTIFICATE OF TITLE.”***
- (c) A title for a motor vehicle that has been the subject of an ordered repurchase or replacement under Chapter 2301, Occupations Code, must contain on its face a notice sufficient to inform a purchaser that the motor vehicle has been the subject of an ordered repurchase or replacement.*

5.4 Motor Vehicle Title Required

Transportation Code Section 501.022

- (a) The owner of a motor vehicle registered in this state:*
- (1) except as provided by Section 501.029, shall apply for title to the vehicle; and*
 - (2) may not operate or permit the operation of the vehicle on a public highway until the owner:*
 - (A) applies for title and registration for the vehicle; or*
 - (B) obtains a receipt evidencing title for registration purposes only under Section 501.029.*
- (b) A person may not operate a motor vehicle registered in this state on a public highway if the person knows or has reason to believe that the owner has not applied for a title for the vehicle.*
- (c) The owner of a motor vehicle that is required to be titled and registered in this state must obtain a title to the vehicle before selling or disposing of the vehicle.*
- (d) Subsection (c) does not apply to a motor vehicle operated on a public highway in this state with a metal dealer's license plate or a dealer's or buyer's temporary cardboard tag attached to the vehicle as provided by Chapter 503.*

A vehicle title is an ownership document that should be kept in a safe place and not in the automobile (such as the glove compartment). The owner of a vehicle may use a registration receipt issued under Transportation Code, Chapter 502 as proof of registration (initial or renewal) or the title application receipt as evidence of title. However, the receipt issued at the time of application for Registration Purposes Only may be used only as proof of registration. (For further information regarding Registration Purposes Only, refer to [Chapter 6, “Application and Issuance of Motor Vehicle Title”](#)).

A registration receipt may not be used to transfer any interest or ownership in a motor vehicle or to establish a lien.

Retail Purchasers

The first retail purchaser must secure title in their name before transferring ownership of a motor vehicle to a subsequent purchaser.

Not Eligible for Texas Title

The term “motor vehicle” does not apply to the following, which are not eligible to be titled:

- implements of husbandry;
- construction machinery;
- mobile cranes;
- water well drilling units;
- oil well servicing units;
- golf carts;
- vehicles built or assembled from the merging of two or more vehicle classes, provided that component parts from the following vehicle classes may be interchanged:
 - two-axle, four-tire passenger cars;
 - two-axle, four-tire pickups, panels, and vans; and
 - six-tire dually pickups, of which the rear tires are dual tires;
- vehicles missing or stripped of their motor, frame, or body, to the extent that the vehicle loses its original identity or makes the vehicle unsafe for on-road operation as determined by the department;
- vehicles designed by the manufacturer for on-track racing only;
- vehicles designed or determined by the department to be for off-highway use only, unless specifically defined as a motor vehicle in Transportation Code, Chapter 501;
- vehicles assembled, built, constructed, rebuilt, or reconstructed in any manner with a body or frame from a vehicle which is a nonrepairable motor vehicle or a motor or engine from a vehicle which is flood damaged, water damaged, or any other term which may reasonably establish the vehicle from which the motor or engine was obtained is a loss due to a water related event;
- assembled vehicles that contain any electrical or mechanical components from a flood-damaged vehicle; or
- assembled vehicles that use any parts that do not meet federal motor vehicle safety standards, if standards have been developed for those parts.

Farm Tractors

Farm tractors owned by exempt agencies and farm tractors used as road tractors to mow the right-of-way or used-for-hire to move commodities over the highway are required to be registered and titled.

Distinguishing Plates

The \$5.00 distinguishing license plate is issued in lieu of regular registration. Below are listed the vehicles eligible for the distinguishing plate, and such vehicles cannot be titled under this Act. (Refer to the [TxDMV Motor Vehicle Registration Manual](#).)

Machinery Plates

Machinery Plates are issued to:

- Construction machinery (unconventional vehicles)
- Water well drilling units

Permit Plates

The department issues permit plates to oversize/overweight commercial mobile cranes or vehicles used solely for servicing, cleaning out, and/or drilling of oil wells.

5.5 Trailers and Semitrailers

Trailers and semitrailers having a gross weight (loaded) in excess of 4,000 pounds (Texas licensed dealers excepted) must be titled. Trailers and semitrailers with a gross vehicle weight of 4,000 pounds or less and all farm trailers and farm semitrailers with a gross weight of 34,000 pounds or less may be permissively titled. When a trailer or semitrailer is required to be registered but not titled, the owner should retain the evidence of ownership after showing it to the county tax assessor-collector's office. Once a trailer or semitrailer is titled, it must always be titled and cannot be changed to non-titled under any circumstances.

Evidence of ownership required

Refer to [Chapter 14, Section 14.4 Trailer/Semitrailer](#).

Out of State

For trailers and semitrailers last registered or titled out of state, refer to [Chapter 18, "Out of State Requirements"](#).

Details and Clarifications

Some details of clarification regarding trailers and semitrailers are:

- Jeep axles and converter axles are axle assemblies that are used in conjunction with truck tractor and semitrailer combinations for the purpose of increasing the overall carrying capacity of the combination. These axle assemblies are not titled. (Refer to the [TxDMV Motor Vehicle Registration Manual](#).)
- House moving dollies are registered with "token trailer" plates and titled as semitrailers; however, only one dolly in a combination is required to be registered and titled.

- “Twin Twenties” are two separate semitrailers which, at times, may be buckled together to form one semitrailer. Owners must register and title each unit separately.
- “Double Bottom” is a term applied to a combination of two trailers (one semitrailer and one full trailer) pulled by one power unit. The rear most trailer is usually a semitrailer that has been converted to a full trailer by means of a “Trailer Axle Converter.” Owners must register and title each of the trailers. (Refer to the [TxDMV Motor Vehicle Registration Manual](#)).

5.6 Farm Trailers and Farm Semitrailers

Farm trailers and farm semitrailers are considered trailers or semitrailers:

- Designed and used primarily as a farm vehicle
- With a gross weight of 34,000 pounds or less.

Farm trailers and farm semitrailers must be titled if the gross vehicle weight is over 34,000 pounds. Farm trailers and farm semitrailers under 34,001 pounds are not required to be titled, unless titled at the time of purchase. They may be optionally titled if they are currently non-titled.

Title Requirements

Refer to [Chapter 14, Section 14.6 Farm Trailer/Farm Semitrailer](#) for detailed Farm Trailer and Farm Semitrailer information.

5.7 Issuance of Title to Exempt Entities

Transportation Code Section 501.034

The department may issue a title to a government agency if a vehicle or part of a vehicle is:

- (1) forfeited to the government agency;*
- (2) delivered by court order under the Code of Criminal Procedure to a government agency for official purposes; or*
- (3) sold as abandoned or unclaimed property under the Code of Criminal Procedure.*

For further information, refer to [Chapter 16, “Operation of Law”](#).

State Government Vehicles

Motor vehicles owned or acquired by the State of Texas or any of its subdivisions - county, city, school district, state supported institutions, or any other governmental agency are required to be titled. All provisions of the Certificate of Title Act apply except these vehicles are “exempt” from the title application fee outlined in Transportation Code, Chapter 501.

Exempt license plates are issued to vehicles owned and operated by the State of Texas or any of its subdivisions, school districts, counties, or cities.

Counties should not collect title fees for vehicles owned by exempt agencies.

Note: Exempt license plates are discussed in detail in the [TxDMV Motor Vehicle Registration Manual](#).

Leased Vehicles

Exempt agencies operating leased vehicles must submit the *Application for Standard Exempt License Plates* (Form VTR-62-A) and *Application for Texas Title and/or Registration* (Form 130-U). The *Application for Texas Title and/or Registration* (Form 130-U) must be in the name of the lessor, and counties must collect a title fee. The *Application for Standard Exempt License Plates* (Form VTR-62-A) must show the names of both the lessee and the lessor.

Unconventional Machinery

Unconventional machinery type vehicles owned by exempt agencies are issued exempt license plates, but a certificate of title is not required. An exception is a farm type (pneumatic tired) tractor with or without machinery attached. The owner must title this type of tractor before receiving exempt license plates.

Texas Facilities Commission

The Texas Facilities Commission, an exempt agency, may assign a manufacturer's certificate to another agency of the State of Texas. This Commission is the central purchasing agency for the State of Texas and is the only state agency authorized to make assignments on Manufacturer's Certificate of Origin (MCO).

Fire Fighting Vehicles

Privately owned fire fighting vehicles and vehicles owned by volunteer fire departments may qualify for Exempt license plates. Application for the plates is made on *Application for Exempt Registration of a Fire Fighting Vehicle* (Form VTR-62-F). Privately owned vehicles must be designed and used exclusively for fire fighting in order to qualify for exempt plates. Vehicles owned by volunteer fire departments do not have to be designed for fire fighting but must operate exclusively to conduct the business of the volunteer fire department in order to qualify for exempt plates.

To secure exempt license plates, applicants must file an application for Texas title together with proper evidence of ownership and the *Application for Exempt Registration of a Fire Fighting Vehicle* (Form VTR-62-F) with the county tax assessor-collector's office. These vehicles are exempt from registration fees, but are not exempt from payment of the title fee.

Note: Operators of a fire-fighting vehicle owned and operated by a subdivision of the State of Texas should submit *Application for Standard Exempt License Plates* (Form VTR-62-A) rather than *Application for Exempt Registration of a Fire Fighting Vehicle* (Form VTR-62-F) and are exempt from the title fee.

Civil Air Patrol

The Civil Air Patrol, Texas Wing, qualifies for exempt license plates on vehicles owned by them provided the vehicles are operated exclusively as emergency services vehicles by members of that organization. Application is made on the *Application for Armed Forces, Coast Guard Auxiliary, or Texas Wing Civil Air Patrol License Plates* (Form VTR-227). An application for Texas title is required if a record of Texas title cannot be established in the name of the applicant. These vehicles are exempt from registration fees, but they are not exempt from payment of the title fee.

Volunteer Ambulance

Nonprofit, volunteer ambulance companies qualify for Exempt license plates on vehicles operated exclusively as ambulances. The companies should make application on *Application for Exempt Registration of an Emergency Medical Services Vehicle* (Form VTR-62-EMS) accompanied by a copy of the vehicle registration certificate issued by the Department of Health qualifying the vehicle as an emergency medical services vehicle. These vehicles may be owned by a city or county and operated by the ambulance company. Counties should require an application for Texas title if a record of Texas title does not exist in the name of the applicant or in the name of the city, county, etc. that actually owns the vehicle. A nonprofit, volunteer ambulance company is exempt from registration fees but is not exempt from payment of the title fee.

Nonprofit Food Banks

Vehicles owned and used by nonprofit food banks, as defined in Tax Code, §162.001 (45-a), with a gross vehicle weight of at least 25,000 lbs. are eligible for regular Exempt license plates. An application for exempt registration for a vehicle owned by a nonprofit food bank must include a statement by the owner of the vehicle that the vehicle is used by a nonprofit food bank to deliver food; and a statement signed by an officer of the nonprofit food bank that the vehicle will be used by a nonprofit food bank to deliver food as provided on the *Application for General Issue License Plates for Exempt Vehicle(s)* (Form VTR-119). Applicants are exempt from payment of registration fees but are not exempt from payment of the title fee.

Vehicles that are owned and operated by a nonprofit food bank as defined by Tax Code, §162.001 (45-a), and are primarily used for the purposes of the food bank, regardless of weight, are exempt from the taxes imposed on the purchase, use, or rental of the motor vehicle in accordance with Tax Code, §152.094.

5.8 Federal Government Vehicles

A Texas Certificate of Title is not issued for vehicles owned by the federal government.

The State of Texas does not title motor vehicles owned by the United States Government. The federal government desires that the *U.S. Government Certificate to Obtain Title to a Motor Vehicle* (Form 97)(refer to [Chapter 10, “Evidence of Ownership”](#)) serve as the only legal evidence of ownership to any motor vehicle owned by the federal government.

U. S. Government provides license plates and identifying numbers on these vehicles instead of Texas registration. However, if a federal government agency desires Texas Exempt license plates, they may make application on an *Affidavit and Application for Exempt License Plates* (Form VTR-62-A).

Vehicles Leased from the Government

In the event a person, firm, or corporation leases a motor vehicle from the United States Government, the vehicle must be registered and fees collected. Furthermore, receipt for Registration Purposes Only must be secured in the name of the lessee. The operator must submit the following to a county tax assessor-collector's office:

- *Application for Texas Title and/or Registration* (Form 130-U) with the "Registration Purposes Only" box selected;
- \$28/\$33 Title Application Fee; and
- A document describing the leased vehicle and establishing government ownership of the vehicle.

Local Government Vehicles

If an application for Texas title shows a local government as the owner (for example, "City of Dallas Housing Authority"), an official of that agency should attach a statement stating that the vehicle is not owned by the federal government. If it is owned by the federal government, counties may not issue Texas title to the vehicle.

Private Mail Carriers

Privately owned motor vehicles used to transport the United States mail are not eligible for "Exempt" license plates and must be titled.

5.9 Office of Foreign Missions

The U. S. Department of State, Office of Foreign Missions, issues "Diplomat" license plates and title documents for vehicles owned by foreign diplomats and consular officers who are located in the United States as official representatives of foreign countries. Any lien recorded on the title must be properly released. Customs documentation and a Vehicle Inspection Report are not required to support this type of transfer. The Office of Foreign Missions also issues a "Certificate of Authority to Export a Vehicle." Operators may not use this document to sell or to register and title a vehicle.

5.10 Alias Certificate of Title

Transportation Code Section 501.006

On receipt of a verified request approved by the executive administrator of a law enforcement agency, the department may issue a title in the form requested by the executive administrator for a vehicle in an alias for the law enforcement agency's use in a covert criminal investigation.

5.11 Sale or Offer without Title Receipt or Title

Transportation Code Section 501.152

(a) Except as provided by this section, a person commits an offense if the person:

- (1) sells, offers to sell, or offers as security for an obligation a motor vehicle registered in this state; and*
- (2) does not possess the title receipt or title for the vehicle.*
- (b) It is not a violation of this section for the beneficial owner of a vehicle to sell or offer to sell a vehicle without having possession of the title to the vehicle if the sole reason he or she does not have possession of the title is that the title is in the possession of a lienholder who has not complied with the terms of Section 501.115(a).*

No person in this state may offer for sale any motor vehicle registered out of state without having in his or her possession a title (or registration receipt if the motor vehicle is from a non title state).

APPLICATION AND ISSUANCE OF MOTOR VEHICLE TITLE

This chapter contains the following sections:

- **6.1** Application for Texas Title and/or Registration (Form 130-U)
- **6.2** Place of Application
- **6.3** Personal Identification Information for Obtaining Title
- **6.4** Title Only
- **6.5** Registration Purposes Only (RPO)
- **6.6** Issuance of Title
- **6.7** Title Receipt
- **6.8** Duplicate Title Receipt
- **6.9** Alteration of Certificate or Receipt
- **6.10** Stop Title Requests
- **6.11** Revocation Affidavits - First Sale Title Application
- **6.12** Corrected Title
- **6.13** Undeliverable/Returned Titles
- **6.14** Electronic Titling System

6.1 **Application for Texas Title and/or Registration (Form 130-U)**

Note: The use of white-out or liquid paper is not acceptable on any documents. Corrections should be made with a single strike-through, the correction made, and initialed by the applicant.

Transportation Code Section 501.023

- (a) *The owner of a motor vehicle must present identification and apply for a title as prescribed by the department, unless otherwise exempted by law. To obtain a title, the owner must apply:*
 - (1) *to the county assessor-collector in the county in which:*
 - (A) *the owner is domiciled; or*
 - (B) *the motor vehicle is purchased or encumbered; or*
 - (2) *to any county assessor-collector who is willing to accept the application.*
- (b) *The assessor-collector shall send the application to the department or enter it into the department's titling system within 72 hours after receipt of the application.*

- (c) *The owner or a lessee of a commercial motor vehicle operating under the International Registration Plan or other agreement described by Section 502.091 that is applying for a title for purposes of registration only may apply directly to the department. Notwithstanding Section 501.138(a), an applicant for registration under this subsection shall pay the fee imposed by that section. The fee shall be distributed to the appropriate county assessor-collector in the manner provided by Section 501.138.*
- (d) *An application filed by the owner or lessee of a foreign commercial motor vehicle, as defined by Section 648.001, must be accompanied by a copy of the applicable federal declaration form required by the Federal Motor Carrier Safety Administration or its successor in connection with the importation of a motor vehicle or motor vehicle equipment subject to the federal motor vehicle safety, bumper, and theft prevention standards.*

Applicants must apply for title using the *Application for Texas Title and/or Registration* (Form 130-U).

The *Application for Texas Title and/or Registration* (Form 130-U) is a universal type application for Texas title, which accommodates any type of title transaction regardless of the class of vehicle involved and regardless of whether the transaction covers a transfer of ownership or the correction of an error or both.

When correcting an error in the description of vehicle on an existing Texas title, it is important to mark the “Vehicle Description” on the *Application for Texas Title and/or Registration* (Form 130-U) and record the correct description in Boxes 1 through 12 as applicable. Otherwise, the same make, year model, body style, and VIN as recorded in the existing title record is automatically carried forward to the new title. In addition to serving as an application for Texas title, the *Application for Texas Title and/or Registration* (Form 130-U) also contains a joint affidavit from the seller and purchaser regarding the taxable value of the vehicle, which eliminates the necessity for a separate sales tax affidavit to accompany the title transaction.

When an owner files an application for Texas title with the county tax assessor-collector’s office, the application information is used to prepare the *Tax Collector’s Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS). This information is used to create or update the motor vehicle record and to print the certificate of title.

Required Information

Applicants must type or print the following required information in blue or black ink.

Make of Vehicle

The “make” of vehicle as designated by the manufacturer and shown on the surrendered evidence must appear on the *Application for Texas Title and/or Registration* (Form 130-U).

Note: An exception is evidence of ownership from Mexico (MCO or registration [Tarjeta de Circulacion]) that indicates General Motors (GM) as the make, rather than the established GM car line (Buick, Cadillac, Chevrolet, GMC, Oldsmobile, or Pontiac). In this situation, applicants must correct the “make” to indicate the correct GM make/car line as shown on the Vehicle Identification Certificate.

Vehicle Identification Number

The Vehicle Identification Number (VIN) must appear clearly and in its entirety within its proper space. Strikeovers or erasures, which leave a doubt as to the legibility and correctness of the number are not acceptable. Refer to [Chapter 13, “Vehicle Identification Numbers”](#) for a complete discussion of vehicle identification numbers.

Note: Fleet owners may, if they so desire, have equipment numbers of newly acquired vehicles recorded on their title. To do so, customers should show the appropriate numbers in parentheses immediately following the name of owner in the space provided for the name of owner on the *Application for Texas Title and/or Registration* (Form 130-U).

Current Texas License Plate Number and Month and Year of Expiration

The current Texas license plate number (if any) must appear on the *Application for Texas Title and/or Registration* (Form 130-U) if the vehicle is required to be registered.

- On applications for corrected title (no transfer of ownership), the previous year’s license number must appear even if the vehicle is not currently registered. Current registration is not required because the application is correcting the Texas Title that recorded current registration at the initial issuance of title.
- “Not Reg” should appear in the space for Texas License Plate Number for vehicles not eligible for or not issued registration.

Year Model

The year model of the vehicle on the *Application for Texas Title and/or Registration* (Form 130-U) must agree with the year model as shown on the surrendered ownership evidence (unless a correction is being made). If an application is supported by out of state documents that show “year made” instead of “year model,” the year model shown may vary one year from “year made” in order to show the correct year model.

Note: Counties should determine the year model from the vehicle identification number.

Body Style

The *Standard Abbreviations for Vehicle Makes and Body Styles* (Form VTR-249) provides a list of acceptable body styles.

Passenger Vehicles

The body style must describe the vehicle and should not be in conflict with the evidence surrendered in support of the application for Texas title.

Commercial Vehicles

A body style that correctly describes the type of commercial vehicle being registered is acceptable. For example, stake, flat, van, dump, panel, etc.

House Trailers

The body style for “House Trailers” or “Travel Trailers” should appear as “Camper Trailer (CT).”

Motorcycles and Mopeds

The body style should appear as motorcycle or moped. A motorbike should appear as a motorcycle or moped, if applicable (for example, MC-Motorcycle).

Trailers and Semitrailers

The body style should appear as trailer or semitrailer, and the type of bed must be included. (Example: UT – utility trailer)

Gross Vehicle Weight

The gross vehicle weight on the *Application for Texas Title and/or Registration* (Form 130-U) must match the surrendered ownership evidence (unless a correction is being made). If the gross vehicle weight is not recorded on the surrendered ownership evidence, it must be established.

The gross vehicle weight recorded on the *Application for Texas Title and/or Registration* (Form 130-U) cannot be different from the surrendered evidence.

See [Section 10.2, "Manufacturer's Certificate of Origin \(MCO\)."](#)

Weight**Passenger Vehicles**

The correct weight must appear on the *Application for Texas Title and/or Registration* (Form 130-U). If applicable, the weight can be determined by rounding off the shipping weight to the next highest hundred pounds, plus one hundred (100) pounds.

Many states use other methods for determining the license fees for passenger vehicles; therefore, counties should exercise caution when using the weight shown on any out of state title or registration receipt to establish the correct Texas registration weight.

Commercial Vehicles

Applicants should show the actual empty weight of the commercial vehicle rounded up to the next one hundred (100) pounds. The shipping weight of a commercial vehicle is seldom the actual weight of the same vehicle at the time of registration because a body, bed, or other additions of equipment are often made after the commercial vehicle leaves the manufacturer.

Applicants should obtain a weight certificate on new and out of state vehicles, if applicable, as explained in [Chapter 10, “Evidence of Ownership”](#).

House (Travel) Trailers

Applicants must enter the empty weight and carrying capacity that reflects the correct actual gross weight of a house trailer. This weight is used to determine the registration fees for house trailers. Refer to [Chapter 10, “Evidence of Ownership”](#) for more information.

Motorcycles, Mopeds, and Three Wheeled Vehicles

Weight is not required for these types of vehicles.

Trailers and Semitrailers

Applicants must show the empty weight for trailers and semitrailers. Refer to [Chapter 14, Section 14.4 Trailer/Semitrailer](#) for more information.

Odometer Reading

The odometer reading that appears on the *Application for Texas Title and/or Registration* (Form 130-U) must be the same as the odometer disclosure statement completed by the transferor and transferee on the ownership evidence (refer to [Chapter 15, “Odometers”](#) for more information).

Previous Owner

The previous owner is defined as the person, firm, or dealer from whom a vehicle was acquired. Applicants must show:

- the previous owner's name and address (city and state only).
- the word “Unknown” if the previous owner is unknown.
- the word “Unknown” if the previous owner’s city is unknown.
- the dealer’s GDN (P Number) if the previous owner is a licensed Texas dealer.
- “TX” for the state if the state is unknown; otherwise, use the state as indicated on the supporting documents.
- either the former name of the owner or the name of the previous owner as shown on the title if their name has changed due to marriage or by other process of law. Refer to [Chapter 16, “Operation of Law”](#) for information on transfers.
- the manufacturer's name as the previous owner if a dealer holding a manufacturer's certificate desires title in the dealership's name.

Legal Name of Owner

Effective September 1, 2013, the applicant’s legal name must be used. The legal name is the name exactly as it appears on the required photo identification. If the applicant disputes the name on their identification or wants his or her name changed for any reason, they must have the identification corrected first.

A divorce decree, marriage license or adoption decree is not acceptable proof of a name and is not considered a government issued photo identification. These documents “allow” a person to change a name but they do not require an individual to change their name, therefore, the name may never be changed. An applicant would have to change the name on their identification first in order to have a name change reflected on their Title or RPO.

Note: Regardless of the circumstances, the legal name as required is ALWAYS the name as it appears on the applicant’s photo identification.

When processing a Registration Purposes Only, the legal name as it appears on the identification must be used, regardless of how it appears on the ownership document being presented.

Signatures

Refer to [Chapter 11, “Signature - Authority to Sign”](#) for information on signatures and signature authority. More specifically to [Chapter 11, Section 11.1 Names](#).

The seller’s signature may be photocopied, scanned, faxed, or otherwise electronically reproduced on the *Application for Texas Title and/or Registration* (Form 130-U) but must remain legible when provided. The seller’s signature is not required on Form 130-U when the seller is not a licensed Texas dealer. The buyer’s signature must always be original.

The owner’s legal name and signature, as shown on the face of the application, should agree with each other (but do not have to match exactly) and with the purchaser’s name on the supporting evidence.

Same Name for Owner and Lienholder

An application for Texas title is not acceptable if the name of the owner and lienholder is the same.

Stamps

“Name and Address Stamps” that fit into the correct spaces allotted for this information on the *Application for Texas Title and/or Registration* (Form 130-U) are acceptable.

However, stamps that overlap or are shown out of the allocated space are not acceptable.

Electronic, digital, or signature stamps are not acceptable.

Lessee and Lessor

A leased vehicle should always be titled in the name of the lessor (person or firm who actually owns the vehicle).

The name and address of the lessor (person or company from whom the vehicle is leased) must appear on the *Application for Texas Title and/or Registration* (Form 130-U) in Box 16 (Applicant Name) and Box 18 (Applicant Mailing Address). This enables the lessor to receive the Texas title. The lessor’s name must be followed by “(LESSOR).”

The name and address of the lessee (person or company to whom the vehicle is leased) should appear on the *Application for Texas Title and/or Registration* (Form 130-U) in Box 23 (Renewal Recipient Name) and Box 24 (Renewal Notice Mailing Address). This enables the lessee to receive the registration renewal notices.

Applications should be completed as in the following example:

Address of Owner

The address of owner/title recipient should always be the residential street address.

However, if a residential mail delivery is not available, a P.O. Box number is acceptable.

If a “P. O. Box” address is used in Box 18 and/or 23 of the *Application for Texas Title and/or Registration* (Form 130-U) a physical, residential street address must be shown in

16. Applicant First Name (or Entity Name) Lease-A-Car (Lessor)	Middle Name	Last Name	Suffix (if any)
17. Additional Applicant First Name (if applicable)	Middle Name	Last Name	Suffix (if any)
18. Applicant Mailing Address 14800 Central Street, Houston, Texas 77060	City	State	Zip
19. Owner County of Residence Harris			
20. Previous Owner Name (or Entity Name) Joe's Dealership, Houston, Texas	City	State	21. Dealer GDN (if applicable) P123456
22. Unit No. (if applicable)			
23. Renewal Recipient First Name (or Entity Name) (if different) Ima Good Sample	Middle Name	Last Name	Suffix (if any)
24. Renewal Notice Mailing Address (if different) 123 Long Road, Houston, Texas 77055	City	State	Zip

Box 28 (Vehicle Location Address). See [Address Confidentiality Program](#) for exceptions. Counties should show the "P.O. Box" address in the "Owner Address" or "Renewal Notice Address" fields (as applicable) and the vehicle's physical location in "Vehicle Physical Location" field on the RTS "Owner Entry" TTL007 screen.

Note: Owners of fleet vehicles may show a post office box number in lieu of a street address.

- Out of country and part-time residents must provide their established Texas residential address.
- The address of the owner should be complete and legible and must include the zip code.
- An application which shows the applicant's address to be the same as the lienholder's is acceptable, but the department may reject any application which shows what appears to be a false or fictitious address such as that of the selling dealer or the dealer's agent or employee.
- The notation "in care of" (c/o or %) on an *Application for Texas Title and/or Registration* (Form 130-U) signifies a mailing address.

Address Confidentiality Program

Code of Criminal Procedure, Sec. 56.82. Address Confidentiality Program.

- The attorney general shall establish an address confidentiality program, as provided by this subchapter, to assist a victim of family violence, trafficking of persons or an offense under Section 22.011, 22.021, 25.02, or 42.072, Penal Code, in maintaining a confidential address.*
- The attorney general shall:*
 - designate a substitute post office box address that a participant may use in place of the participant's true residential, business, or school address;*
 - act as agent to receive service of process and mail on behalf of the participant; and*
 - forward to the participant mail received by the office of the attorney general on behalf of the participant.*

The Address Confidentiality Program (ACP) protects the victims of certain crimes, such as sexual assault and stalking. The Office of the Attorney General (OAG) assigns a post office box for use in lieu of a participant's physical address. This is designed to help protect the crime victim by providing the victim an additional layer of confidentiality.

The OAG, Crime Victim Services Division issues ACP participants a card that includes their name, the seal of the Office of the Attorney General, and the number of the assigned post office box. Any transaction involving an ACP participant may use this post office box number instead of any physical address the department may otherwise require.

Counties or dealers can validate participation in the program by asking the person to produce the authorization card issued by the OAG for this program. The card contains the proper post office box number.

Liens

Refer to [Lien Information on Application for Texas Title and/or Registration \(Form 130-U\) in Chapter 12](#).

Communication Impediment

A completed *Certification of a Communication Impediment* (Form VTR-216) must be submitted with the *Application for Texas Title and/or Registration* (Form 130-U) to facilitate the addition of a communication impediment indicator on the motor vehicle record at time of initial registration and title. The indicator can be added to the motor vehicle record by someone other than the vehicle owner.

The *Certification of a Communication Impediment* (Form VTR-216) must be completed by a licensed physician if the applicant has a physical health condition or a licensed physician, licensed psychologist, or a non-physician mental health professional if the applicant has a mental health condition.

A communication impediment indicator may be added to a motor vehicle record at any time by submitting a *Certification of a Communication Impediment* (Form VTR-216), completed by the appropriate health professional.

The *Certification of a Communication Impediment* (Form VTR-216) must be returned to the applicant after verifying the completed certification and adding the indicator to the motor vehicle record.

At any time, an applicant may verbally inform the county tax assessor-collector they wish to remove the indicator for a communication impediment.

The communication impediment indicator will be automatically reset upon transfer of title.

One Document for Multiple Transactions

If one document (power of attorney, heirship affidavit, will, etc.) is used to support the applications of more than one transaction, all affected transactions should be stapled together with the document and a note attached stating, "These transactions must be kept together." Furthermore, if submitted via special handling counties should submit all related transactions with a note stating the transactions should be kept together. An acknowledged copy of the document should support any additional transactions.

Additionally, the county tax assessor-collector's office should submit a certification concerning the number of transactions for which the original document was submitted. (Refer to [Chapter 11, "Signature - Authority to Sign"](#) for information on acknowledgments and certifications.)

6.2 Place of Application

Purchasers must file an application for Texas title on a vehicle in the county in which they reside, the county in which the vehicle is purchased, or encumbered, or any county willing to accept the application. Licensed motor vehicle dealers must apply for title and registration for a motor vehicle in the county as directed by the purchaser on the *County of Title Issuance* (Form VTR-136) (refer to [County of Title Issuance in Chapter 25](#)) for all vehicles sold prior to March 1, 2022. For vehicles sold on or after March 1, 2022, a dealer may submit the title application to a county designated by the dealer, and Form VTR-136 is obsolete. If the dealer chooses to submit the title application to a county other than the purchaser's, dealer's, or lienholder's county, the dealer must ensure the county is willing to accept the transaction. The initial registration may also be issued in the county in which the application for Texas title is filed; but thereafter, the owner must register in the county in which they reside. The application and registration receipt must indicate the owner's residential address and county.

Applicants must be Texas residents to apply for a Texas title and registration. Exceptions are made for military personnel and part-time residents when the application is submitted with required documentation.

Part-time residents (i.e. full-time students) are defined as persons who have dual residency in Texas for part of the year and another jurisdiction for the remainder of the year. Dual residency customers must use the established Texas residential address on the application.

Visitors to Texas without a Texas address are not allowed to title and register a vehicle in Texas.

Out of country residents who qualify for a Texas Title should use their Texas address.

Note: All title applications submitted to or received by the county tax assessor-collector as of March 1, 2022, will have the title application fee of \$28 or \$33 assessed based on the purchaser's county of residence, regardless of the processing county. Refer to [Table 3-1 Title Application Fee](#) for a list of counties that assess the \$33 title application fee.

Note: Effective March 1, 2022, if the title application is processed by a statutory county (purchaser's, seller's, or lienholder's county), local county optional fees are assessed based on the processing county. If the title transaction is processed by a county willing to accept the transaction, local county optional fees are assessed based on the purchaser's county of residence.

6.3 Personal Identification Information for Obtaining Title

Transportation Code Section 501.0235

- (a) *The department may require an applicant for a title to provide current personal identification as determined by department rule.*
- (b) *Any identification number required by the department under this section may be entered in the department's electronic titling system but may not be printed on the title.*

Acceptable Form of Identification

As of September 1, 2013, an application for Texas title or initial registration is not acceptable unless the applicant presents a current photo identification of the owner containing a unique identification number and expiration date. IDs are not required if there is no change in ownership (such as when correcting a title or recording a lien). Only the following IDs will be accepted:

- Driver license or state identification certificate issued by a state or territory of the United States;
- Concealed handgun license or license to carry a handgun issued by the Texas Department of Public Safety under Government Code, Chapter 411, Subchapter H;
- U.S. or foreign passport;
- U.S. military ID;
- North Atlantic Treaty Organization ID;
- identification issued under a Status of Forces Agreement;
- U.S. Department of Homeland Security ID;
- U.S. Department of State ID; or
- U.S. Citizenship and Immigration Services identification document.

Note: An ID will be considered current for identification purposes if it is not more than 12 months expired. A state-issued personal identification certificate issued to a qualifying person that specifies it is non-expiring is acceptable. For a Texas ID, the person must be at least 60 years old to qualify for a non-expiring ID.

Applicants must present an acceptable form of ID for initial title and registration to their county tax assessor-collector's office or motor vehicle dealer. County tax assessor-collector's office employees must visually check the ID to verify owner information, but are not required to make a copy. The ID type, jurisdiction, the unique number must be recorded on the *Application for Texas Title and/or Registration* (Form 130-U).

If the name is too lengthy for the RTS name field, then use the full last name, first name, suffix (Jr., Sr., III), and as much of the middle name as can be accommodated in that order. Truncate (shorten by cutting the end), do not abbreviate.

If the motor vehicle is titled in more than one name, then the identification of one owner must be presented.

Use of Federal Employer Identification/Employer Identification Number (FEIN/EIN)

If a motor vehicle is being titled in the name of an entity, rather than an individual, an FEIN/EIN may be provided on the *Application for Texas Title and/or Registration* (Form 130-U) and proof documenting the associated FEIN/EIN to the entity can be provided. However, the FEIN/EIN is not required for an entity. The use of an individual's personal identification is acceptable for an entity.

In order to use the FEIN/EIN, a document associating the FEIN/EIN to the entity appearing on the title application must be shown at the time of application. This documentation will be treated in the same manner as personal identification. The documentation does not have to be submitted to the county tax assessor-collector's office for dealer transactions, but a copy must be retained with the dealer's sales records. When the transaction does not involve a dealer, a county tax assessor-collector's office is not required to retain a copy or submit it with the transaction to the department. As with personal identification information, it must only be visually verified.

Examples of acceptable documents to verify the associating FEIN/EIN to the entity appearing on the title application could include a business tax filing or documents from the Comptroller of Public Accounts, Secretary of State, or Internal Revenue Service (IRS). These examples are not all encompassing nor is there a specified list of acceptable documents. Any legitimate document associating the FEIN/EIN to the entity is acceptable.

The individual submitting the title transaction to the county tax assessor-collector's office, even with the use of an FEIN/EIN, must still provide an [Acceptable Form of Identification](#) and [Authority to Sign](#). If the FEIN/EIN is not available or a document associating the FEIN/EIN to the entity is not available, the personal identification information of the individual submitting the transactions must be recorded and captured.

Authority to Sign

When an employee or authorized agent applies for a title on behalf of a business, government entity, organization, trust, lease company, or with a power of attorney (POA), the employee or authorized agent must provide one of the following, in addition to their government issued photo ID:

- letter of authorization;
- printed business card;
- employee ID;
- POA to establish authority to sign on behalf of the entity.

In addition, the letter of authorization, printed business card, employee ID, or POA may be an original or photocopy.

Power of Attorney

If a power of attorney is being used to apply for a title, then the applicant must show:

- identification matching the person or employee of the entity named as power of attorney;

- a employee ID, business card, or authorization written on the letterhead of an entity named as power of attorney that matches the identification of the employee; and
- identification of the owner or lienholder.

Note: Any power of attorney may be an original or a photocopy, with the exception of a secure power of attorney, such as a *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A).

Dealer Requirements

A person who holds a general distinguishing number (GDN) issued under Transportation Code Chapter 503 or Occupations Code Chapter 2301 is not required to submit a copy of the ID to the county tax assessor-collector's office, but is required to retain a copy of the ID in their purchase and sales record. The ID type, jurisdiction, and the unique number must be recorded on the *Application for Texas Title and/or Registration* (Form 130-U). Dealers not licensed in Texas are required to present a copy of the applicant's ID to the county tax assessor-collector's office.

GDN holders are not required to submit authority to sign on behalf of an entity to the county tax assessor-collector's office, but must retain a copy of proof in the purchase and sales record. When a secure POA is assigned to a GDN holder, the individual assigning the title is not required to submit their ID or authority to sign to the county tax assessor-collector's office. A GDN holder is also exempt from submitting their agent's or a third party's ID when a non-secure POA has been assigned for a vehicle exempt from odometer disclosure.

Social Security Number of Title Applicant

Transportation Code, Section 501.0235, was repealed in June 2009. Section 501.0235 had required all title applicants to provide their Social Security Number. Do not record the applicant's social security number on the *Application for Texas Title and/or Registration* (Form 130-U).

6.4 Title Only

Transportation Code Section 501.0275

- (a) *The department shall issue a title for a motor vehicle that complies with the other requirements under this chapter unless:*
 - (1) *the vehicle is not registered for a reason other than a reason provided by Section 501.051(a)(6); and*
 - (2) *the applicant does not provide evidence of financial responsibility that complies with Section 502.046.*
- (b) *On application for a title under this section, the applicant must surrender any license plates issued for the motor vehicle if the plates are not being transferred to another vehicle and any registration insignia for validation of those plates to the department.*

On September 1, 1999, the department began issuing negotiable Texas Certificates of Title without requiring Texas registration (Title Only). In addition to requiring the negotiable evidence of ownership and supporting documents (e.g., release of lien), the applicant must complete an *Application for Texas Title and/or Registration* (Form 130-U) and mark the "Title Only" option. The vehicle record will reflect "TONLY##" in the plate number field and "Title Only (No Regis)" as the registration class and plate type.

By applying for a Title Only, the applicant is certifying they are surrendering any license plates and registration insignia, the vehicle has no license plates and/or registration, or that the vehicle does have a license plate issued under an applicable status of forces agreement.

If the vehicle has license plates issued under an applicable status of forces agreement, the applicant must provide proof of valid military registration in the form of:

- a letter written on official letterhead by the applicant's unit commander attesting to the registration of the vehicle; or
- the registration receipt issued by the appropriate branch of the armed forces or host nation.

Note: For additional information on military Title Only applications, refer to [Chapter 20, "Military"](#).

Insurance Company Title Application on Paid Claim Vehicles

Refer to the [TxDMV Salvage/Nonrepairable Motor Vehicle Manual](#).

Miscellaneous

The department does not issue Title Only for a vehicle if the title is currently suspended or revoked. Counties should advise applicants of the reason for the suspension or revocation and that the title must be cleared before the department can issue a vehicle a title without registration.

The department does issue temporary registration to vehicles titled as a Title Only or when an application for Title Only has been filed. (Refer to the [TxDMV Motor Vehicle Registration Manual](#).)

The applicant does not have to provide proof of insurance at the time of application for Texas title without registration.

Vehicles with a Texas title obtained without registration are not subject to inspection under Transportation Code, §548.052.

6.5 Registration Purposes Only (RPO)

Registration Purposes Only may be issued for a vehicle last registered or titled in another state, which is subject to registration in this State, and for which the owner cannot or does not wish to surrender the out of state evidence of ownership. This type of registration was designed to enable the owner to register the vehicle in Texas without applying for a negotiable Texas Title.

Registration Purposes Only is not allowed for an unregistered new vehicle.

Application for Registration Purposes Only

An applicant may apply for Registration Purposes Only by submitting an *Application for Texas Title and/or Registration* (Form 130-U) marked with the “Registration Purposes Only” option to a county tax assessor-collector’s office. Commercial vehicle owners operating under the International Registration Plan (IRP) may apply for “Registration Purposes Only” at the county tax assessor-collector’s office or a TxDMV Regional Service Center. An application must always be in the name of the owner. The Registration Purpose Only receipt that is issued to the applicant serves as proof of registration; however, it can not be used to transfer any interest or ownership in a motor vehicle or to establish a lien on the vehicle.

Application Fee

The application fee for Registration Purposes Only is \$28/\$33 (the same fee that is applicable to applications for Texas title under Transportation Code, §501.138). The applicant must remit the \$28/\$33 application fee and any other applicable fees (registration, sales tax, etc.) with the application.

Evidence of Ownership

Evidence of ownership must **not** be surrendered for Registration Purposes Only. The following are required:

- Properly completed *Application for Texas Title and/or Registration* (Form 130-U) with the “Registration Purposes Only” option marked;
- [Acceptable Form of Identification](#);
- Copy of a title, title receipt, or registration receipt from the jurisdiction where the vehicle was last titled or registered;
- Vehicle Inspection Report, if applicable; and
- Weight certificate verifying the empty weight for commercial vehicles in excess of 10,000 lbs, if applicable.

Out of State Evidence of Ownership

If out of state evidence of ownership (title, registration receipt, etc.) presented to the county tax assessor-collector’s office reflects a lien that has not been released, applicants must record the lien information on the *Application for Texas Title and/or Registration* (Form 130-U). Since there can be no change in ownership with an application for Registration Purposes Only, the applicant must record themselves and their previous city and state of residence in Box 20 (Previous Owner Name, City, and State). Any original ownership evidence must be returned to the applicant with the Registration Purposes Only receipt, license plates, and windshield/plate sticker.

Vehicles Located Out of State

When an applicant applies for Texas title/and or registration for a vehicle last titled and/or registered out of state, the applicant is required to provide a certification of the vehicle identification number (VIN). VIN certification for these vehicles will occur through an applicable state inspection or self-certification by the title applicant on the *Application for Texas Title and/or Registration* (Form 130-U). A *Law Enforcement Identification Number Inspection* (Form VTR-68-A) remains valid for VIN certification when applicable.

A vehicle that is located out of state is exempt from an applicable vehicle inspection. Therefore, if the vehicle is eligible for registration and the applicant submits an application for Registration Purposes Only for a vehicle that is located out of state, the applicant is required to provide a self-certification of the VIN on the *Application for Texas Title and/or Registration* (Form 130-U). (Refer to [Chapter 18, “Out of State Requirements”](#) for more information).

Texas Licensed Dealers

Registration Purposes Only cannot be issued to a motor vehicle assigned to a licensed motor vehicle dealer. Registration Purposes Only can only be issued to the owner in whose name the vehicle is currently titled in another jurisdiction.

Foreign/Imported Vehicles

(Refer to [Chapter 19, “Imported Vehicles”](#) for information concerning foreign/imported vehicles).

If a seized or forfeited vehicle is awarded by the courts to a law enforcement agency for their official use, and the vehicle information provided indicates the vehicle does not conform to USDOT safety requirements (i.e., does not have the U.S. safety labels attached to the vehicle) the department issues a receipt for Registration Purposes Only in the name of the law enforcement agency and the vehicle record is marked “DOT PROOF REQUIRED”. The transaction, in the name of the law enforcement agency should be submitted to the department for processing and issuance of EXEMPT registration. (Refer to [Chapter 16, “Operation of Law”](#) for further information.)

Correction of Registration Purposes Only Record

Owners can file a new application requesting the creation of a new Registration Purposes Only record, when the current Registration Purposes Only record is incorrect. If the correction is due to a customer error, the new application must include the same evidence as any other application for a “Registration Purposes Only” transaction and is subject to applicable fees.

Application for Negotiable Texas Title after Issuance of Registration Purposes Only

If the holder of a Texas Registration Purposes Only receipt or non-negotiable title issued prior to September 1, 2001 (or verification of the non-negotiable title) wants a negotiable Texas title in their name, they must file a new application for Texas title and the proper out of state ownership evidence must be surrendered. They must also surrender the Texas registration receipt or non-negotiable title issued prior to September 1, 2001 (or verification of the non-negotiable title) indicating registration purposes only with the transaction.

If the holder of a Texas Registration Purposes Only receipt or non-negotiable title desires to transfer ownership of the vehicle, the holder may assign the out of state title or the out of state registration receipt if the vehicle was last registered in a non title state.

Registration Purposes Only Issued by Other States

Registration Purposes Only may be referred to by other states under different names, such as Nontransferable Titles, “Registration Purposes Only” Titles, Memorandum Titles, or Goldenrods. These documents are not acceptable as ownership evidence when applying for any type Texas title.

6.6 Issuance of Title

Transportation Code Section 501.027

- (a) *On the day that a county assessor-collector issues a title receipt, a copy of the title receipt and all evidence of title shall be submitted to the department in the period specified in Section 501.023(b)*
- (b) *Not later than the fifth day after the date the department receives an application for a title and the department determines the requirements of this chapter are met:*
 - (1) *the title shall be issued to the first lienholder or to the applicant if a lien is not disclosed on the application; or*
 - (2) *the department shall notify the applicant that the department's titling system has established a record of title of the motor vehicle in the applicant's name if a lien is not disclosed. If a lien is disclosed on the application, the department shall notify the lienholder that the lien has been recorded.*

Automatic Title Issuance

Title transactions processed by county tax assessor-collector’s offices will automatically issue a title, or create an electronic title, seven calendar days after being processed unless a hard stop (such as TITLE HELD AWAITING DPS OK, NMVTIS HOLD, TITLE REJECTED, or LEGAL RESTRAINT) is on the record. Upon removal of a hard stop, the title will automatically be issued if it was originally processed seven or more calendar days prior.

Encumbered Motor Vehicles

When a vehicle is encumbered (lien), the lienholder is provided the negotiable Texas Title and the owner is provided a *Tax Collector’s Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS). The receipt serves as the owner’s evidence that title application was filed recording him or her as owner and recording the lien. Before the owner may sell, trade, or otherwise dispose of the vehicle, the lienholder must release the lien.

Unencumbered Motor Vehicles

When a vehicle is unencumbered (no lien), the owner is provided the negotiable Texas Title.

Signature of Owner

The certificate of title has a space on the front for the owner to sign upon receipt of the title. The signature of owner in this space is preferred; however, the lack of an owner’s signature does not invalidate a certificate of title.

6.7 Title Receipt

Transportation Code Section 501.024

- (a) *A county assessor-collector who receives an application for a title shall issue a title receipt to the applicant containing the information concerning the motor vehicle required for issuance of a title under Section 501.021 or Subchapter I after:*
 - (1) *the requirements of this chapter are met, including the payment of the fees required under Section 501.138; and*
 - (2) *the information is entered into the department's titling system.*
- (b) *If a lien is not disclosed on the application for a title, the assessor-collector shall issue a title receipt to the applicant.*
- (c) *If a lien is disclosed on the application for a title, the assessor-collector shall issue a duplicate title receipt to the lienholder.*
- (d) *A title receipt with registration or permit authorizes the operation of the motor vehicle on a public highway in this state until the title is issued.*

The *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS), issued by the county tax assessor-collector's office to the applicant and lienholder (if any) at the time application for Texas title is filed, constitutes proof of ownership pending the issuance of the Texas title. This form is designed as a combination receipt for title application, registration, and motor vehicle tax.

6.8 Duplicate Title Receipt

Transportation Code Section 501.132

Except as otherwise provided by department rule, the department may not issue a duplicate title receipt unless the original title receipt or certificate of title is surrendered.

In the event the owner or lienholder loses a receipt *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS) and a duplicate is necessary, the county tax assessor-collector's office may issue a duplicate receipt. The method of obtaining a duplicate certificate of title is discussed in [Chapter 24, "Certified Copies"](#).

6.9 Alteration of Certificate or Receipt

Transportation Code Section 501.154

A person commits an offense if the person alters a manufacturer's certificate, a title receipt, or title.

An altered *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS), certificate of title, or manufacturer's certificate attached to a title transaction received by the department constitutes valid reason for the rejection of the transaction.

6.10 Stop Title Requests

The department may add a 10-day temporary hold to a title record if requested by an interested party. This hold will remain in place if the department receives, within 10 days of the temporary hold being issued, a file stamped copy of a lawsuit related to a title record, or a temporary restraining order or temporary injunction issued by a county or district court restraining the department from issuing a title. The hold will be released when the department receives proof the lawsuit has been resolved or the party that requested the hold requests the hold be removed.

Note: A county tax assessor-collector's office may make use of their next day void when appropriate. Once a transaction appears in the system, only a court order may stop a title transaction.

Temporary Hold Title Requests

The department accepts a written request to place a temporary hold for 10 business days on a motor vehicle title record when the requester pursues litigation through a Texas court of competent jurisdiction (county or district court) to prevent title issuance.

Make all requests for temporary holds in the form of a letter either faxed to (512) 465-5638, emailed to VTR_TitleLitigation@txdmv.gov or mailed to:

Texas Department of Motor Vehicles
Office of General Counsel-Title Litigation
4000 Jackson Avenue
Austin, Texas 78731

If the department is not restrained by an injunction or restraining order, which specifically prohibits the department from issuing title, the temporary hold is removed at the end of 10 business days.

6.11 Revocation Affidavits - First Sale Title Application

Transportation Code Section 501.051

(b) The department may rescind, cancel, or revoke an application for a title if a notarized or county-stamped affidavit is presented containing:

- (1) a statement that the vehicle involved was a new motor vehicle in the process of a first sale;*
- (2) a statement that the dealer, the applicant, and any lienholder have canceled the sale;*
- (3) a statement that the vehicle:*
 - (A) was never in the possession of the title applicant; or*
 - (B) was in the possession of the title applicant; and*
- (4) the signatures of the dealer, the applicant, and any lienholder.*

(c) A rescission, cancellation, or revocation containing the statement authorized under Subsection (b)(3)(B) does not negate the fact that the vehicle has been the subject of a previous retail sale.

The department may rescind, cancel or revoke an application for Texas title for a vehicle subject to a first sale. Notarized affidavits executed by the purchaser, dealer and lienholder (if applicable) must be presented to the department within 90 days from the initial date of sale (check the date of assignment). To use this process, all parties must mutually agree to cancel the first sale title application.

Completed *Title Revocation Affidavit for a First Sale* (Form VTR-17) packets must be submitted to:

Texas Department of Motor Vehicles
Vehicle Titles and Registration Division
Attn: Title Services
4000 Jackson Ave
Austin, Texas 78731

The dealer is responsible for packaging the completed affidavits and must include:

- Original, notarized *Title Revocation Affidavit for a First Sale* (Form VTR-17) that includes original signatures from the purchaser(s), lienholder(s) if applicable, and dealer (separate forms may be used to obtain the signatures if needed)
- A copy of the dealership's motor vehicle dealer license
- Original Texas Certificate of Title (if the Texas Certificate of Title has already been issued)

Note: If the purchaser was ever in possession of the motor vehicle, the purchaser must complete the Odometer Disclosure Statement section, and the dealership must acknowledge the statement on the Form VTR-17. The revocation facilitated by the Form VTR-17 does not negate the fact that the vehicle had been subject to a previous retail sale.

Dealers are required to retain a copy of the completed affidavits for their records. The affidavits should be notarized, but the department will accept a county stamp in lieu of notarization. A Power of Attorney is NOT acceptable for use in conjunction with the affidavits.

The Vehicle Titles and Registration Division will make the determination to accept or reject the revocation affidavits based on the information provided and a review of the original title application paperwork.

Title and registration fee refunds issued in conjunction with the use of the Revocation Affidavits will be authorized by the department. The department will issue a *Registration Fee Refund Request/Authorization* (Form VTR-304) directly to the county where the original title application was filed. Questions regarding a refund of Sales Tax should be directed to the Comptroller of Public Accounts.

Note: The revocation affidavit process is for use in conjunction with a first retail sale (vehicle being transferred on an MCO) and should under no circumstances be utilized in a used vehicle transaction. A title application cannot be revoked after 90 days, and this deadline cannot be circumvented through a lawsuit. The Texas title should be used to facilitate any subsequent transfer if a properly completed Form VTR-17 is not submitted to the department within 90 days.

6.12 Corrected Title

In many instances, the department can correct the title after it is issued (refer to [Chapter 7, “Corrections”](#)). Customers can file an application for corrected title supported by the proper documentation to correct errors:

Some correctable errors are:

- Vehicle description (make, year model, body style, VIN)
- Name
- Address (if the owner wants the address change shown on the title)
- Wrong Lien
- Lien Omitted
- Wrong Evidence
- Add/Remove a Lien
- Odometer Discrepancies

6.13 Undeliverable/Returned Titles

Certificates of title returned by the post office because of an insufficient or incorrect address are destroyed. To obtain a replacement title, the owner or lienholder must submit an *Application for a Certified Copy of Title* (Form VTR-34) with the correct address, the application fee, and any supporting documents to a TxDMV Regional Service Center. Applicants should also attach a *Change of Address for Texas Vehicle Registration* (Form VTR-146) to the *Application for a Certified Copy of Title* (Form VTR-34) to correct the address on the motor vehicle record.

6.14 Electronic Titling System

Transportation Code Section 501.173

- (a) *The board by rule may implement an electronic titling system.*
- (b) *A record of title maintained electronically by the department in the titling system is the official record of vehicle ownership unless the owner requests that the department issue a printed title.*
- (c) *In addition to other title fees, the board by rule may set a fee to be assessed for the issuance of a paper title to cover the cost of administering an electronic titling system.*

eTitle with Lien

An eTitle with a lien is known as an Electronic Lien Title, or ELT. Once a lien has been paid off, the lienholder of the ELT must release the lien electronically. Once a lienholder has released their lien electronically, a paper title with a new document number is issued without the lien. Lienholders also have the ability to convert their ELTs into paper leaving the lien intact. Refer to [Chapter 12, Section 12.14 Electronic Lien Title \(ELT\)](#) for additional information.

eTitle without Lien

webDEALER facilitates the creation of eTitles without recording a lienholder. In these situations, the title record in RTS is the official proof of ownership. At some point, it is likely the owner on record will transfer ownership of the vehicle, take the vehicle out of state, or simply want a paper title. In order to facilitate the owner of record obtaining a paper title, the following options are available to convert the eTitle into a paper title:

- A county tax assessor-collector's office can process a "no charge" Corrected Original transaction with a No Charge Authorization letter from a TxDMV Regional Service Center; or
- A TxDMV Regional Service Center can process a "no charge" certified copy of title (CCO).

CORRECTIONS

This chapter contains the following sections:

- [7.1 Statements of Fact](#)
- [7.2 Corrected Manufacturer's Certificate of Origin \(MCO\)](#)
- [7.3 Correcting Rejected Title Applications](#)
- [7.4 Corrected Texas Certificates of Title](#)
- [7.5 Incorrect Lien Recorded](#)
- [7.6 Name Change](#)
- [7.7 Duplicate Title Records](#)
- [7.8 Title Record Superseded in Error](#)
- [7.9 Incorrect Evidence Surrendered](#)
- [7.10 Vehicle Description Corrections](#)
- [7.11 Motor and Permanent VIN Errors](#)
- [7.12 Out of State Make, Year Model, and Body Style Errors](#)
- [7.13 Optional Classification Vehicle](#)
- [7.14 Adjusting Weights](#)

7.1 Statements of Fact

Statements of fact are requested to explain errors, corrections, or conditions from which doubt does or could arise concerning the legality of any document. A person relevant to the issue in question is usually required to complete a statement of fact.

Some conditions, however, arise which necessitate that a particular person complete the statement of fact as shown in the following examples:

- When the purchaser's name or date on the assignment has been erased or blacked out, the execution of the statement is restricted to the seller.
- When there is any question relating to the lien information, the execution of the statement is restricted to the lienholder.
- When the lien information is completely erased on the assignment of manufacturers' certificates, the execution of the statement is restricted to the seller shown on the assignment.
- When the name on a title is different from the signature on an assignment (because of a name change resulting from marriage or divorce, or indicates Sr./Jr.), the execution of the statement is restricted to the person in question.

Note: If the assignment can be corrected by the person in question, a statement of fact is not required. For example, if Sr./Jr. or LLC/Inc. are left off in error, the assignment can be updated by the person in question. Statements of fact are not required when a signature is not an exact match to a name. A name

such as James Adam Smith can be signed as James Smith, James A. Smith, J. A. Smith, etc. Abbreviations are also acceptable for business names. For example, a statement of fact is not required if the owner on record is Allstate Insurance and the assignment lists Allstate Ins.

The statement of fact must properly identify the vehicle. The vehicle description should include, at the minimum, the vehicle identification number.

To reduce the requirement for statements of fact only line through incorrect information on the assignment or any other document and show the correct information. Another example would include entering information on the incorrect line, in which case an arrow can be used to indicate where the information should have been listed. Obvious errors such as these can be corrected and should be accepted without a statement of fact provided there is no conflict elsewhere in the transaction. The department does not allow the use of white-out or liquid paper on any title transfer documents.

Altered Date of Assignment

If the date of sale on an assignment has been erased or altered in any manner, the seller must attach a statement of fact verifying the actual date of sale and furnishing a satisfactory explanation as to why the assignment was erased or altered. This statement from the seller is not necessary if the delinquent transfer penalty is collected.

7.2 Corrected Manufacturer's Certificate of Origin (MCO)

Incorrect Vehicle Identification Number (VIN)

If the evidence supporting a Texas application is an MCO and the vehicle identification number is erroneous, illegible, or altered, a corrected MCO showing the correct number is required.

In the event the vehicle identification number is recorded in error on a Texas title (supported by an incorrect MCO as revealed by the department's records) and the vehicle is less than two years old, not counting the present year model, a corrected MCO showing the correct number is required. The procedure to obtain a corrected MCO is as follows:

- In some cases, the manufacturer may require a letter from this department stating that the MCO has been recorded and destroyed.
- The dealer or distributor to whom the MCO was issued should request a corrected certificate from the manufacturer. They should attach the above mentioned letter to the request, if required.

Dealers should file the application for corrected title supported by the incorrect negotiable Texas Title (or a Certified Copy of Texas Title) and the corrected MCO with the county tax assessor-collector's office.

The VIN on the MCO must be the same as stamped on the vehicle identification number plate by the manufacturer.

If an error exists in the motor or vehicle identification number and the application for Texas title is supported by out of state evidence, refer to [Out of State Make, Year Model, and Body Style Errors](#) for correction procedure.

Incorrect Weight

The department accepts a corrected MCO, if the MCO is invoiced to a dealer in another state and the gross vehicle weight is omitted. Counties can often determine weight from the model and VIN number.

The department accepts a letter from the manufacturer instead of a corrected MCO. The letter should be on the manufacturer's official letterhead and should include a description of the vehicle model series and the gross vehicle weight for the vehicle model. The manufacturer should provide the letter to Texas franchised dealers, who should then provide it to the county tax assessor-collector's office when processing the title and registration transaction for the vehicle. A photocopy of the manufacturer's letter is acceptable.

7.3 Correcting Rejected Title Applications

All "Title Rejected" transactions must be processed through the Correct Title Rejection event in RTS even when a data entry correction is not required. "Rejections" for missing signatures, forms, or other paper documentation, which do not affect the way the record is entered into RTS, should be processed through the Correct Title Rejection event. When processing these "corrections," process the transaction through the event from start to finish without making any data entry modifications. Upon completing this process, a new *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS) is generated with a new document number. This will clear the "REJECTION" from the record and allow the transaction to be processed as normal.

7.4 Corrected Texas Certificates of Title

Processing Corrected Titles

Owners may correct errors on Texas titles by surrendering the incorrect title and filing an application for corrected title with the county tax assessor-collector's office. Effective June 21, 2021, if the original Texas title is lost or destroyed, an owner is not required to obtain and surrender a Certified Copy of Title regardless of the reason for correction. The owner will need to check the certification statement on the *Application for Texas Title and/or Registration* (Form 130-U) to certify the original Texas title has been lost or destroyed. In these instances, the owner must provide a current, government issued photo identification when applying for a corrected title. When an owner certifies the original Texas title is lost or destroyed, "Other" should be selected as the ownership evidence type in the Registration and Title System (RTS).

The county tax assessor-collector's office may not waive the title fee or issue a "no charge *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS). The only process for correcting errors without charge is through the department.

Mark the correction block on the application for corrected title when there is a correction to the vehicle, odometer, or lienholder information.

The applicant who needs to change or correct the vehicle information must have the basic evidence of ownership or vehicle record in their name, or the evidence assigned to them in the case of a transfer of ownership. The purchaser may use an application for Texas title to make the correction and transfer ownership at the same time.

When an application for corrected title is filed to correct the vehicle or owner/lienholder information and the correction does not require the collection of an additional registration fee, the applicant's copy of the *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS) serves as a corrected registration receipt.

When a vehicle is changed from a classification requiring the issuance of a title to a classification which does not require titling, the applicant must surrender the title to the department for cancellation prior to the non-titled vehicle record being processed unless the owner certifies on the *Application for Texas Title and/or Registration* (Form 130-U) the original Texas title is lost or destroyed. (Example: A titled trailer licensed with regular trailer registration is subsequently changed to the machinery registration classification.)

No Charge Corrected Titles

The following procedures apply when a vehicle owner/lienholder notifies a county tax assessor-collector's office or the department of a title error caused by a county tax assessor-collector's office or the department that is verifiable by department records.

1. If a customer informs a county tax assessor-collector's office that a title is in error, the county tax assessor-collector's office should contact their Regional Service Center to determine and validate a data entry error occurred.
2. The Regional Service Center verifies the error by reviewing title history documents. If confirmed, region personnel complete and issue an authorization form indicating:
 - Specific item(s) requiring correction
 - The Filenet number (if applicable)

Note: If the customer contacts a Regional Service Center or the department's headquarters to advise that a title is in error, the department reviews and examines the title history documents. If confirmed, the department directs the applicant to submit the title to their local county tax assessor-collector's office for correction either in-person or via mail. The appropriate Regional Service Center will issue a correction letter and coordinate the correction with the applicant's county tax assessor-collector's office. The county tax assessor-collector's office will process the correction.

3. Regional Service Centers then fax or e-mail the completed authorization form directly to the county tax assessor-collector's office to grant authorization to process a corrected title transaction through RTS at no additional charge.

Note: Regional Service Center personnel only issue authorizations and provide the authorization form directly to county tax assessor-collector's offices.

4. The county tax assessor-collector's office processes the transaction through the Corrected Title event in RTS at no charge. The corrected title transaction should include the following documents:
 - Regional Service Center Authorization form, with customer acknowledgment, or Written request (if mail-in)
 - Incorrect title (if applicable)
 - RTS title application receipt

Note: The above procedures:

- **Are not applicable in situations where the title applicant caused the error. In such cases, the owner/lienholder must apply for a corrected title and pay the statutory fee.**
- **Do not apply if the vehicle has been sold. The county tax assessor-collector's office should make the correction at the time of transfer and collect all applicable fees.**
- **Do not apply in situations where the department is required to revoke the title record (i.e. lien omits or lien in error).**

The department does not issue a corrected title when it cannot confirm the error by department records. The applicant must file an application for corrected title with the county tax assessor-collector's office supported by proper evidence to substantiate the correction.

Processing Correction on an ELT Record with an Error

The procedures outlined in the previous subsections apply if an error is identified by the owner or a lienholder on an electronic lien title (ELT) record. The only deviation from the above procedures is that in lieu of the paper Texas Certificate of Title being surrendered to support the corrected title application, the county tax assessor-collector's office may print out a copy of the motor vehicle record in lieu of the paper Texas Certificate of Title. This eliminates the need to print a paper title to surrender back to the department.

"Texas Title" should be selected as the ownership evidence type in RTS.

If the error was the result of the county tax assessor-collector's office or the department, a no charge correction may be authorized; otherwise, the \$28 or \$33 title application fee applies.

Wrong Lienholder Recorded on an ELT Record

In situations where the wrong ELT lienholder was recorded, the wrong lienholder would be required to:

1. Electronically release the ELT record to the care of (c/o) of the dealer, lienholder, or individual/entity who will file the corrected title application with the county tax assessor-collector's office; or
2. Provide a letter of no interest to the dealer, lienholder, or individual/entity who will file the corrected title application with the county tax assessor-collector's office.

Note: This section does not apply to voluntary changes in ownership or lienholder. This includes situations where a new individual or entity will be recorded as an owner, or a new or additional lienholder is recorded as part of a refinance. Since these situations do not involve an “error,” the paper Texas Certificate of Title is required and would require the payment of the title application fee.

7.5 Incorrect Lien Recorded

If a lienholder’s name is recorded in error on a Texas title, the lien may be released, and/or an application for corrected title filed with a statement of fact from the lienholder stating that they are the correct lienholder and there is no such lienholder as that recorded on the title. In addition, the lienholder must attach a copy of the security agreement to the transaction.

7.6 Name Change

An application for corrected title voluntarily changing a name, such as for a marriage or divorce, must attach a statement of “Name Change Due to (Marriage, Divorce, etc)” to the title application.

In addition, if the individual desires to include another individual’s name (such as one spouse changing their name and adding the other spouse), then they must complete an assignment of title and they should file an application for transfer of title. This situation would be handled as an original title transaction rather than a corrected-original.

7.7 Duplicate Title Records

A duplicate title record exists when two title records exist for the same motor or vehicle identification number (VIN). If it is determined that two titles have been issued for the same vehicle, the title record with the oldest issued date is removed.

If it is determined that two titles have been issued for two different vehicles under the same motor or VIN, a pencil tracing or photograph of the VIN, or a *Law Enforcement Identification Number Inspection* (Form VTR-68-A) may be requested. A legal restraint or title rejection is applied to each record until such time as the VIN verifications are returned by the owners.

- When the VIN verification is submitted to the department and establishes the number to be the same as the number on the title record, the department issues title or removes the legal restraint. The legal restraint or title rejection remains on the other title record.
- If a VIN verification is submitted that shows a number different from the title record, the title record must be corrected (refer to [Chapter 13, “Vehicle Identification Numbers”](#)). The legal restraint or title rejection is removed from the other title record.

Removing Duplicate Records

If it is determined by the department’s title records and the evidence submitted that two titles have been issued for one vehicle, the two-chain is automatically broken; and the title record with the oldest date or title number is removed. The determining factors in this situation are the year model, VIN, body style, license number, previous title record, and name(s) of owner(s).

VIN in Error

If the transaction being examined has two or more title records in the computer system and the department determines that a “two-chain” exists, the “two-chain” may be broken by returning the transaction for a pencil tracing of the motor or VIN. The title record covering the other vehicle should be marked “VIN IN ERROR”.

- When the pencil tracing returns to the department and the tracing shows the number to be the same as the number on file, the department issues title. The “VIN IN ERROR” remains on the other title record.
- If a returned pencil tracing shows a number different from the records of this department, the complete transaction is handled in the same manner as discussed in [Chapter 13, “Vehicle Identification Numbers”](#) regarding VIN errors. The “VIN IN ERROR” is then removed from the other title record.

7.8 Title Record Superseded in Error

The title history of a motor vehicle should be reviewed when a title record is superseded due to a later title transfer and a transaction is attempted on the superseded record. If the title history confirms the original record was superseded in error, such as an incorrect VIN or license plate number being accessed during the transfer, a Regional Service Center must be notified and subsequently notify the Vehicle Data Management Branch to reinstate the existing title record. Once the original record has been reinstated, subsequent transactions may be performed.

A legal restraint must be placed on the subsequent title record and the owner of the subsequently titled vehicle must be contacted with the appropriate instructions to resolve the error.

7.9 Incorrect Evidence Surrendered

If the incorrect evidence of ownership is surrendered, the error can be corrected based on the situations indicated below:

Texas Titles

If Texas titles are switched on two vehicles and, as a result, incorrect titles are issued on each vehicle, the first owner discovering the error should make a pencil tracing of the motor or vehicle identification number (VIN) and prepare a statement of fact stating that they did not make any change in the description of the vehicle and that the incorrect evidence was assigned to them at the time the vehicle was purchased. The owner should file an application for corrected title supported by the incorrect title, unless the owner certifies on the *Application for Texas Title and/or Registration* (Form 130-U) the original Texas title is lost or destroyed, the pencil tracing, and the statement of fact. The county tax assessor-collector’s office should process the application in RTS and then submit the transaction to the department in a separate envelope marked “Switched Evidence.”

Upon arrival the department checks the title record and contacts the other owner by letter requesting they follow the same procedure to correct their title. It is also possible for each owner to assign their incorrect title to the other and then file an application for corrected title.

Manufacturer's Certificates of Origin (MCOs)

Licensed franchise dealers who surrender the incorrect MCO resulting in the wrong vehicle being titled may request the department to revoke the title. The dealer may submit a completed and notarized *Title Revocation Affidavit for Incorrect Manufacturer's Certificate of Origin Surrendered* (Form VTR-18) to the department, along with the original, incorrect Texas Certificate of Title (if the Texas Certificate of Title has already been issued). If the dealer is unable to provide the original Texas Certificate of Title because it is lost or stolen, the dealer may indicate this in the Dealer Affidavit section on the Form VTR-18. Any MCO surrendered to the county tax assessor-collector's office cannot be returned. The dealer will need to obtain a duplicate MCO to facilitate a subsequent transfer.

If a lien has been recorded, the lienholder will provide a release of lien, letter of no interest, or complete the Lienholder Acknowledgment section on the Form VTR-18 to inform the department that their interest in the vehicle is released. It is not necessary for a paper title to be requested if the title is an electronic title.

Note: An affidavit stating the relevant facts may be submitted in lieu of Form VTR-18.

Completed *Title Revocation Affidavit for Incorrect Manufacturer's Certificate of Origin Surrendered* (Form VTR-18) or affidavit and supporting documentation must be submitted to:

Texas Department of Motor Vehicles
Vehicle Titles and Registration Division
Attn: Title Services
4000 Jackson Ave
Austin, Texas 78731

7.10 Vehicle Description Corrections

An application for corrected title supported by proper evidence is required:

- to correct the VIN, make, year model, weight, or body style of a vehicle;
- when a change has occurred in any of the three basic component parts of a motor vehicle (motor, frame, and body) which alters the appearance of the motor vehicle or removes that component part upon which the identifying number of the motor vehicle is located (Refer to the [TxDMV Assembled and Reconstructed Vehicle Manual](#)).

The applicant who desires to change or correct the description of a vehicle must have the basic evidence of ownership or vehicle record in their name, or the evidence assigned to them in the case of a transfer of ownership. The purchaser may use an application for Texas title to make the correction and transfer ownership at the same time.

7.11 Motor and Permanent VIN Errors

Correcting a title that records an incorrect motor number or VIN is the same as for any vehicle description correction. If the error on the Texas title is because of an error in data entry and is verified by reviewing the title history, a corrected title can be processed without further documentation.

If two or less characters are incorrect in the VIN and an error in data entry cannot be verified, a pencil tracing or a photo of the VIN, a Vehicle Inspection Report, or a *Law Enforcement Identification Number Inspection* (Form VTR-68-A) is required. One of the aforementioned options can be submitted to the local tax assessor-collector to fix an incorrect VIN if the surrendered ownership evidence, except an original Manufacturer's Certificate of Origin, reflects the incorrect VIN. (For more information on transactions dealing with incorrect VINs on MCO's refer to [Section 7.2, "Corrected Manufacturer's Certificate of Origin \(MCO\)."](#))

If more than two characters are incorrect in the VIN and an error in the data entry cannot be verified or if the surrendered ownership evidence, such as an out of state title, reflects the incorrect VIN, a corrected ownership evidence document from the issuing jurisdiction or a *Law Enforcement Identification Number Inspection* (Form VTR-68-A) is required to correct the error. If a *Law Enforcement Identification Number Inspection* (Form VTR-68-A) is used to support the VIN correction and any other part of the vehicle description is in conflict with the VIN or surrendered ownership evidence, the ownership evidence is considered insufficient, and the applicant must obtain a bonded title or tax assessor-collector hearing.

In all cases, the *Application for Texas Title and/or Registration* (Form 130-U) must reflect the correct VIN and must contain an original signature of the applicant. This serves as the applicant's certification of the VIN.

MCO in Error

A corrected MCO is required if a VIN on a Manufacturer's Certificate of Origin (MCO) is incorrect. All supporting documentation must also reflect the VIN on the corrected MCO. If a corrected MCO cannot be obtained because the manufacturer is out of business or refuses to provide a corrected MCO, a *Law Enforcement Identification Number Inspection* (Form VTR-68-A) is required along with a statement of fact from the applicant and motor vehicle dealer (if applicable) that the manufacturer is out of business or refuses to provide a corrected MCO.

Error in Vehicle Inspection Report

A corrected Vehicle Inspection Report or mytxcar.org printout is required for a vehicle subject to inspection if there is an error in the VIN for any vehicle most recently titled and/or registered out of state and the inspection cannot be verified in the inspection database. A Vehicle Inspection Report or mytxcar.org printout is acceptable if it has an error of two or less characters for any vehicle last titled and/or registered in Texas as long as the VIN on all other documentation is correct. A Vehicle Inspection Report or mytxcar.org printout with an error of more than two characters is not acceptable for any transaction and must be corrected.

Physically Altered VINS

An assigned number is required when a motor or vehicle identification number has been removed, changed, or obliterated. Refer to [Chapter 13, "Vehicle Identification Numbers"](#) for information on assigned numbers.

7.12 Out of State Make, Year Model, and Body Style Errors

If an applicant desires to correct an error in the make, year model, or body style, no evidence is required to correct the error if the correct make, year model, or body style can be determined from VIN specifications or the department's records. However, if the error remains unconfirmed, the customer must attach evidence of ownership for the change involved, unless the owner certifies on the *Application for Texas Title and/or Registration* (Form 130-U) the original Texas title is lost or destroyed, or verification from the proper out of state authorities and pay the application fee for a corrected title.

When an error can be confirmed by records, the department authorizes counties to correct the error without charge.

The make of vehicle, year model, and body style as shown on the out of state evidence must agree with the description as shown on the Vehicle Inspection Report, mytxcar.org printout, or inspection database when a vehicle is subject to inspection, except when the out of state evidence is in error or there is a mistake in the description of vehicle and the vehicle identification number verifies the correct vehicle make, year model, or body style. If the vehicle make, year model, or body style is in error on the out of state evidence but appears correctly on the Vehicle Inspection Report, mytxcar.org printout, or inspection database it is not necessary to obtain verification from the state that issued the incorrect evidence of ownership. If the out of state evidence is correct but the Vehicle Inspection Report, mytxcar.org printout, or inspection database is in error, the department does not require a corrected Vehicle Inspection Report, mytxcar.org printout, or an update to the inspection database.

7.13 Optional Classification Vehicle

If an optional classification vehicle is initially registered and titled as a passenger car, the owner may later choose to exchange the plates for commercial plates or re-register the vehicle with commercial plates. If so, an application for corrected title is required to establish the gross vehicle weight if it has not already been established and recorded on the outstanding title.

7.14 Adjusting Weights

To lower the weight on a passenger vehicle, an application for corrected title must be filed with the following documentation:

1. If the department records reveal the original evidence of ownership is a Manufacturer's Certificate of Origin (MCO), the weight cannot be lowered below the weight recorded without a corrected MCO; or if rebuilt or altered, a weight certificate verifying the gross weight, and a *Rebuilt Vehicle Statement* (Form VTR-61) explaining the alteration.
2. If the original evidence is from out of state, a weight certificate should be used to determine the correct weight.

To lower the weight on a commercial vehicle, a weight certificate must be attached to an application for corrected title.

A refund will not be issued if the gross weight of a commercial vehicle is lowered during a registration year.

REFUSAL/DENIAL OF TITLE

This chapter contains the following sections:

- **8.1** Grounds for Refusal to Issue, or for Revocation or Suspension of Title
- **8.2** Tax Assessor Collector Hearing
- **8.3** Bonded Title
- **8.4** Denial for Failure to Provide Proof of Emissions Testing
- **8.5** Denial for Safety Responsibility Suspension

8.1 Grounds for Refusal to Issue, or for Revocation or Suspension of Title

Transportation Code Section 501.051

- (a) *A title may be refused, canceled, suspended, or revoked by the department if:*
 - (1) *the application contains a false or fraudulent statement;*
 - (2) *the applicant failed to furnish required information requested by the department;*
 - (3) *the applicant is not entitled to a title;*
 - (4) *the department has reason to believe that the motor vehicle is stolen;*
 - (5) *the department has reason to believe that the issuance of a title would defraud the owner or a lienholder of the motor vehicle;*
 - (6) *the registration for the motor vehicle is suspended or revoked; or*
 - (7) *the required fee has not been paid.*
- (b) *The department may rescind, cancel, or revoke an application for a title if a notarized or county-stamped affidavit is presented containing:*
 - (1) *a statement that the vehicle involved was a new motor vehicle in the process of a first sale;*
 - (2) *a statement that the dealer, the applicant, and any lienholder have canceled the sale;*
 - (3) *a statement that the vehicle:*
 - (A) *was never in the possession of the title applicant; or*
 - (B) *was in the possession of the title applicant; and*
 - (4) *the signatures of the dealer, the applicant, and any lienholder.*
- (c) *A rescission, cancellation, or revocation containing the statement authorized under Subsection (b)(3)(B) does not negate the fact that the vehicle has been the subject of a previous retail sale.*

- (d) *The department shall place a hold on processing a title application for a motor vehicle if the department receives a request for a hold accompanied by evidence of a legal action regarding ownership of or a lien interest in the motor vehicle. The hold shall continue until a final, nonappealable judgment is entered in the action or the party requesting the hold requests that the hold be removed.*

Texas law requires that applicants furnish certain information and evidence of ownership to support the issuance of a Texas title. The department may reject any application for Texas title that fails to show the required information.

- A Texas title will not be issued until the reason for rejection has been corrected.
- Registration will not be renewed until the reason for rejection has been corrected.
- A Texas title will not be issued until all applicable fees have been collected.

Note: Use the RTS Additional Collections event to collect any additional fees outside of the transaction. Corrections to documents must be made (if applicable) and corrections to the motor vehicle record must be processed in the “Correct Title Rejection” event.

8.2 Tax Assessor Collector Hearing

Transportation Code Section 501.052

- (a) *Except as provided by Subsection (f), an interested person aggrieved by a refusal, rescission, cancellation, suspension, or revocation under Section 501.051 may apply for a hearing to the county assessor-collector for the county in which the person is a resident. On the day an assessor-collector receives the application, the assessor-collector shall notify the department of the date of the hearing.*
- (b) *The assessor-collector shall hold the hearing not earlier than the 11th day and not later than the 15th day after the date the assessor-collector receives the application for a hearing.*
- (c) *At the hearing, the applicant and the department may submit evidence.*
- (d) *A determination of the assessor-collector is binding on the applicant and the department as to whether the department correctly refused to issue or correctly rescinded, canceled, revoked, or suspended the title.*
- (e) *An applicant aggrieved by the determination under Subsection (d) may only appeal to the county or district court of the county of the applicant's residence. An applicant must file an appeal not later than the fifth day after receipt of the assessor-collector's determination. The judge shall try the appeal in the manner of other civil cases. All rights and immunities granted in the trial of a civil case are available to the interested parties. If the department's action is not sustained, the department shall promptly issue a title for the vehicle.*
- (f) *A person may not apply for a hearing under this section if the department's decision under Section 501.051 is related to:*
- (1) *a title for a salvage motor vehicle or a nonrepairable motor vehicle, as defined by Section 501.091; or*

- (2) *a title for a vehicle:*
 - (A) *that is subject of any pending litigation or court proceedings;*
 - (B) *for which a court has awarded ownership or possession to another person; or*
 - (C) *that is held as evidence in a criminal investigation.*
- (g) *A county assessor-collector who receives an application for a hearing submitted in violation of Subsection (f):*
 - (1) *shall deny the application; and*
 - (2) *is not required to send notice under Subsection (a) or hold a hearing under Subsection (b).*

[Transportation Code Section 501.052](#) provides that a person with an ownership interest in a motor vehicle that the department has refused to issue a title, or has suspended, rescinded, canceled, or revoked the title is entitled to a hearing by their local county tax assessor-collector. The county tax assessor-collector, after examining the evidence at hand and hearing testimony from both the applicant and the department, makes the determination whether the department's decision to deny title was appropriate. If the county tax assessor-collector sustains the department's decision, the applicant may then appeal the ruling to the county court. A county tax assessor-collector hearing is not available for a title marked Export-Only or assigned to a foreign purchaser, salvage or nonrepairable motor vehicles, vehicles subject to any pending litigation or court proceedings in which ownership or possession of the vehicle has been awarded to another person, or vehicles that are being held as evidence in a criminal investigation.

Note: A county tax assessor-collector's hearing is not available when an applicant is unable to provide proof of compliance with U.S. Department of Transportation Safety requirements for a vehicle not manufactured for sale or distribution in the United States.

Insufficient evidence

When there is a question as to whether an owner has sufficient evidence to secure a title, the owner may submit the evidence of ownership directly to the department together with a request to advise if the department will issue title. This request must be in writing and submitted directly to one of the various TxDMV Regional Service Centers located throughout the State. It is not necessary for the owner to register the vehicle and file an official application for Texas title prior to submitting such a request. (See [Documentation Lacking for Title Issuance](#))

Title Refused

If the department cannot issue title from the evidence submitted, it advises the applicant of the evidence needed to complete the transaction. If the applicant cannot obtain such evidence, they may appeal the department's decision by requesting a tax assessor-collector hearing. The county tax assessor-collector must hold a hearing before requiring the applicant to seek legal title through a county court. If the applicant requests a hearing after the determination by the department, they should submit the request to the county tax

assessor-collector's office with an application for Texas title, evidence of ownership, and the *Notice of Determination for a Bonded Title or Tax Assessor-Collector Hearing* (Form VTR-130-ND) advising that the applicant does not have sufficient evidence to obtain a title.

Holding a Hearing

Upon receiving an application for a hearing, the county tax assessor-collector's office then notifies the department of the date set for the hearing. This date should not be earlier than the 11th day or later than the 15th day from the date of receipt of the request for the hearing. (It is not necessary for the county tax assessor-collector's office to resubmit the title papers to the department with the notification.) If requested by the county tax assessor-collector's office, the department sends a representative to attend the hearing in defense of its actions.

Note: Counties should mail notifications of hearings to their local TxDMV Regional Service Center.

1. The county tax assessor-collector's office sets the date for a hearing and notifies all parties that might appear to have an interest in the vehicle in question, including the owner and lienholder of record, if any, so they may have an opportunity to appear at the hearing and protect their interest.
2. After hearing the evidence presented by all parties, the county tax assessor-collector may award ownership of the vehicle to the applicant by executing a written order. If awarded ownership, the owner should submit a formal application for Texas title and register the motor vehicle. Attach all evidence presented at the hearing to the order and submit it with the title application to the department. The department abides by this decision and issues title.
3. If the county tax assessor-collector's decision is not to overrule the department, they should notify the applicant by official letter signed by the county tax assessor-collector stating the applicant has five days to appeal this decision to the county court.
4. Transportation Code, §501.052 (e) provides that on an appeal from a county tax assessor-collector, a county judge shall try the appeal in the manner of other civil cases. As with other civil cases, the avenue of appeal is through a petition filed under the Rules of Civil Procedure.
5. The applicant must file a petition in county court. The applicant must notify the department of the proceedings as well as any other interested party, including the recorded owner and any lienholder of record. The Office of General Counsel, Texas Department of Motor Vehicles Austin, Texas must be served by citation.

Note: Regional Service Centers are not authorized to accept citations on behalf of the department.

6. On receipt of a properly filed petition, the department's Office of General Counsel files an Answer to the Court explaining any irregularities and ensures that relevant parties are notified so they may intervene to protect their interests if they wish to do so, before a final order or judgment is issued. The department does not represent any person's interest in these cases.
7. It is the department's position that if we receive an order and have no record of a petition, we cannot comply with the terms.
8. If the county court reverses the county tax assessor-collector's decision, the application for Texas title supported by a certified copy of the court order is accepted. If a recorded lienholder is not made a party to the suit and the court order does not vest title free and clear of all liens, then the applicant must attach a release of the recorded lien to the title transaction.

Documentation Lacking for Title Issuance

An applicant is also entitled to a hearing in cases when a county tax assessor-collector's office determines proper documentation is lacking for title issuance. The county tax assessor-collector's office provides the applicant with a Notice of Title Rejection indicating the evidence needed to complete their transaction. If the applicant cannot obtain the evidence, they may appeal the decision by requesting a tax collector hearing.

Hearings after Department Rejection

An applicant is also entitled to a hearing in cases when an application for Texas title is rejected after it is filed with the county tax assessor-collector's office. If the applicant is unable to secure the necessary evidence to satisfy the rejection and requests the county tax assessor-collector to hold a hearing, the county tax assessor-collector's office then returns the rejected application for Texas title and all supporting evidence to the department with notification of the date set for the hearing. The department then reviews the evidence. If the department finds sufficient evidence, they notify the county tax assessor-collector's that the title shall issue. Otherwise, follow the hearing procedure in [Holding a Hearing](#).

Note: When a vehicle's serial number or VIN has been removed, altered, or obliterated, the owner may apply at a TxDMV Regional Service Center for a new identification number if the owner has proper ownership evidence. Refer to [Assigned and Reassigned Identification Numbers](#).

8.3 Bonded Title

Transportation Code Section 501.053

- (a) *As an alternative to the procedure provided by Section 501.052, the person may obtain a title by filing a bond with the department if the vehicle is in the possession of the applicant and:*
 - (1) *there is no security interest on the vehicle;*
 - (2) *any lien on the vehicle is at least 10 years old; or*
 - (3) *the person provides a release of all liens with bond.*
- (b) *The bond must be:*

- (1) *in the manner prescribed by the department;*
 - (2) *executed by the applicant;*
 - (3) *issued by a person authorized to conduct a surety business in this state;*
 - (4) *in an amount equal to one and one-half times the value of the vehicle as determined by the department, which may set an appraisal system by rule if it is unable to determine that value; and*
 - (5) *conditioned to indemnify all prior owners and lienholders and all subsequent purchasers of the vehicle or persons who acquire a security interest in the vehicle, and their successors in interest, against any expense, loss, or damage, including reasonable attorney's fees, occurring because of the issuance of the title for the vehicle or for a defect in or undisclosed security interest on the right, title, or interest of the applicant to the vehicle.*
- (c) *An interested person has a right of action to recover on the bond for a breach of the bond's condition. The aggregate liability of the surety to all persons may not exceed the amount of the bond.*
 - (d) *A bond under this section expires on the third anniversary of the date the bond became effective.*
 - (e) *The board by rule may establish a fee to cover the cost of administering this section.*
 - (f) *A person may not obtain a title under this section for a salvage motor vehicle or a nonrepairable motor vehicle, as defined by Section 501.091.*

Filing of Bond as Alternative to Hearing

The provisions of [Transportation Code Section 501.053](#) provide an alternative to a tax collector's hearing. Under this section, the department may issue a certificate of title in instances when a person interested in a motor vehicle that the department has refused to issue a certificate of title, or that the department has suspended or revoked a Texas certificate of title, files a surety bond with the department. The bond must be in the form prescribed by the department and completed by the applicant and by a person authorized to conduct a surety business in this State. In order to determine qualifications (refer to [Initial Requirements](#) and [Final Requirements](#)) for a surety bond, the title applicant is required to complete a *Bonded Title Application or Tax Collector Hearing Statement of Fact* (Form VTR-130-SOF).

Initial Requirements

An applicant must be either a Texas resident or military personnel stationed in Texas in order to pursue the bonded title procedure.

Final Requirements

If the title applicant meets one of the requirements of the [Initial Requirements](#) above, the subject vehicle must meet all of the following applicable requirements:

- The vehicle must be subject to the Texas Certificate of Title Act, Transportation Code Chapter 501.

- The vehicle must be eligible to be registered and/or titled in Texas and is in the possession of, and legally controlled by, the title applicant.
- If there is no Texas record, the applicant must provide VIN verification by providing a completed *Law Enforcement Identification Number Inspection* (Form VTR-68-A). If the bonded title application is for “Title Only,” the VIN verification is still required.

Ineligible Transactions

Circumstances that do not fall under the provisions of [Transportation Code Section 501.053](#) include:

- Vehicles with an OP-Legal Restraint on the record due to ownership litigation;
- Vehicles not eligible to receive a title under current statute;
- Incomplete vehicles;
- Vehicles not manufactured for sale or distribution in the United States (gray market vehicles) where the applicant is unable to provide proof of compliance with the United States Department of Transportation safety requirements;
- Salvage or nonrepairable vehicles, including those sold for export; and
- Vehicles previously surrendered to salvage yards for parting or scrapping (contain the SURRENDERED BY SALVAGE YARD or CRUSHED remarks on the RTS record).

Review of Evidence

Upon initial contact at a Regional Service Center by a title applicant requesting a review of evidence of ownership, the applicant must complete a *Bonded Title Application or Tax Collector Hearing Statement of Fact* (Form VTR-130-SOF) explaining how and from whom the vehicle was obtained. The applicant must include an original release of lien(s) or letter(s) of no interest from any applicable lienholder when the vehicle record indicates a lien of less than 10 years old.

If it is determined from the explanation that the circumstances addressed fall under the conditions of [Ineligible Transactions](#), the applicant must follow the remedy available for that particular circumstance.

The TxDMV Regional Service Center examines the evidence of ownership to determine if the transaction is eligible for a bonded title and all requirements are met before issuing a *Notice of Determination for a Bonded Title or Tax Assessor-Collector Hearing* (Form VTR-130-ND).

- The motor vehicle database is searched for a title and registration verification. (The VIN is the primary means of access.)
- NMVTIS is searched for vehicle brands. Any brand applied by another state will be carried forward to the Texas record. Junk/Salvage/Insurance information as reported to NMVTIS is not considered for branding a Texas title.

Note: If no record is found and it appears that the VIN is a non-USA (gray market) VIN, the applicant must provide proof of compliance with U. S. Department of Transportation safety requirements. (Refer to [Chapter 19, “Imported Vehicles”](#) for further details.)

- If the vehicle is registered and/or titled in another state, the applicant should make every effort to obtain a registration and title verification from such state before taking further action. However, due to the enactment of federal privacy laws (i.e., Driver Privacy Protection Act), many states do not provide this information to individuals or may only provide the information for certain uses.

Note: An out of state title that has a “Bonded Title” notation recorded should not carry forward to the Texas title.

Notice of Determination

If it is determined that the applicant is eligible for a bonded title, a *Notice of Determination for a Bonded Title or Tax Assessor-Collector Hearing* (Form VTR-130-ND) which includes the amount of the bond, the applicant's evidence, and informs the title applicant of the options available to obtain title in their name is provided to the applicant.

Identification Requirement

An acceptable form of identification is required to obtain a *Notice of Determination for a Bonded Title or Tax Assessor-Collector Hearing* (Form VTR-130-ND). The acceptable identification to obtain a TxDMV notice of determination is the same as those required with an Application for Title. (See [Chapter 6, “Application and Issuance of Motor Vehicle Title,” Personal Identification Information for Obtaining Title](#)).

Determining Vehicle Values

In accordance with [Transportation Code Section 501.053](#), the amount of the bond must be equal to 1.5 times the value of the vehicle as determined by the department. This amount will appear in the *Notice of Determination for a Bonded Title or Tax Assessor-Collector Hearing* (Form VTR-130-ND).

The value is determined using:

- The Standard Presumptive Value (SPV) from the TxDMV web site (www.txdmv.gov) as the primary source.
- If a SPV is not available, a national reference guide.
- If a value is not available through one of the above, a Texas licensed motor vehicle dealer or Texas insurance adjuster may appraise the vehicle on a *Motor Vehicle Appraisal for Tax Collector Hearing / Bonded Title* (Form VTR-125). A licensed dealer is only eligible to complete an appraisal for the categories of motor vehicles the dealer is licensed to sell. A Texas licensed insurance adjuster may appraise any type of motor vehicle. The appraisal must be dated and submitted to the department within 30 days of the appraisal being completed.
- If the motor vehicle is a trailer or semitrailer, the applicant may, as an alternative to an appraisal, have the bond amount established from a value of \$4,000, if under 20 feet in length, or \$7,000, if 20 or more feet in length. This option is available to the applicant when SPV or a national reference guide value cannot be determined, and the applicant would otherwise be required to obtain an appraisal to determine the value.

- If the motor vehicle is 25 years old or older, the applicant has the option to obtain an appraisal to determine the value of the vehicle in lieu of using the national reference guide value. Standard Presumptive Value (SPV) is not available for these older vehicles, and in some instances, the national reference guide value is higher than what the vehicle may be worth.

Note: In accordance with Texas Administrative Code, §217.9, if the motor vehicle is 25 years or older and the appraised value of the vehicle is less than \$4,000, then the value of the vehicle is set at \$4,000.

The TxDMV Regional Service Center notifies interested parties, such as the current owners and lienholders on the department's motor vehicle record, this process has been initiated. The mailing addresses are obtained from the printout of the latest Texas title and registration verification, the out of state verification, or other supporting evidence.

Note: A printout of the record cannot be provided to the applicant unless the applicant completes a *Request for Texas Motor Vehicle Information* (Form VTR-275) and certifies, by initialing, that the intended use of the information is for one of the permitted uses and pays the applicable fee.

Vehicle Value Undetermined

If the value of the vehicle cannot be determined from the reference material and the title applicant does not wish to submit an appraisal to the Regional Service Center, advise the applicant that they must obtain all acceptable ownership and transfer documents or pursue a tax assessor-collector hearing.

Brands and Remarks

The department utilizes the NMVTIS Web Interface to research a vehicle's history. When NMVTIS indicates a state has applied a brand or remark which Texas would apply to a vehicle, it is notated on page 2 of the *Bonded Title Application or Tax Collector Hearing Statement of Fact* (Form VTR-130-SOF) in the "FOR DEPARTMENT USE ONLY" section. Apply all brands as indicated by the Regional Service Center on page 2 of the *Bonded Title Application or Tax Collector Hearing Statement of Fact* (Form VTR-130-SOF).

Note: Only brands or remarks applied by another state may be applied to a Texas record. When NMVTIS indicates a value affecting brand reported by an Insurance or Salvage entity, Texas cannot assume the vehicle actually met the statutory definition to be branded, therefore TxDMV Regional Service Centers give no consideration to these types of notations in NMVTIS. All brands/remarks indicated on the reverse of the *Bonded Title Application or Tax Collector Hearing Statement of Fact* (Form VTR-130-SOF) are state applied brands or remarks.

Liens

A person may file an application for a bonded title if the vehicle is in the possession of the applicant, all other eligibility requirements are met, and either there is no lien recorded on the vehicle record, the recorded lien on the record is 10 or more years old, or if the recorded lien is less than 10 years old proof of lien satisfaction is provided.

When no liens exist, or if the recorded liens are 10 or more years old, and all other eligibility requirements as listed on the *Bonded Title Application or Tax Collector Hearing Statement of Fact* (Form VTR-130-SOF) are met, a standard TxDMV notice of determination is issued.

If a vehicle is subject to a lien of less than 10 years old, an applicant is required to provide original release(s) of lien or letter(s) of no interest to be issued a TxDMV notice of determination. If the applicant is unable to provide original release of lien(s) or letter(s) of no interest, the applicant is not eligible for a bonded title and would be required to obtain a court order awarding them ownership of the vehicle. The order must include the vehicle identification number.

If the recorded lienholder is made a party to the suit, the court order awarding ownership is sufficient without a release of the lien or letter of no interest. If the recorded lienholder was not a party to the suit, a release of the lien or letter of no interest is required or the court order must award the vehicle free and clear of all liens.

Note: A *Repossessed Motor Vehicle Affidavit* (Form VTR-264) by itself does not meet the requirements of a lien release or a letter of no interest. The properly completed Form VTR-264, along with the properly assigned title from the lienholder would be required to be sufficient for purposes of a lien release with a bonded title. Otherwise, a lien release or letter of no interest must be present with a Form VTR-264, for the applicant to be eligible for a bonded title.

Suspended or Revoked Existing Titles

In situations where the title applicant desires to pursue the bonded title procedure because an existing title has been suspended or revoked, the Regional Service Center should contact the VTR Austin Headquarters to determine the office responsible for the suspension or revocation upon written request from the title applicant.

Upon such contact, a determination is made as to whether or not the bonded title procedure is available to the title applicant. (Refer to [Initial Requirements](#), [Final Requirements](#), and [Ineligible Transactions](#).)

If the bonded title procedure is available, the Regional Service Center prepares the *Notice of Determination for a Bonded Title or Tax Assessor-Collector Hearing* (Form VTR-130-ND) necessary to purchase a bond and:

- indicates the amount of bond,
- completes and encloses a list of supporting documents with each notice of determination, and

- notifies the owner and lienholder of record and any other interested parties, if applicable, via first class mail. The mailing addresses are obtained from the printout of the latest Texas title and registration verification, the out of state verification, or other supporting evidence.

If the bonded title procedure is not available, the Regional Service Center advises the applicant of their options.

County Processing

When the county tax assessor-collector's office receives a bonded title transaction, examine the transaction for completeness and ensure that the surety bond is correct. The bond must be the *Certificate of Title Surety Bond* (Form VTR-130-SB) or must contain the exact wording. The county tax assessor-collector's office should verify that:

- the bond contains a "Bond Number";
- the bond has been issued for an amount that is equal to or greater than the amount determined by the department;
- all vehicle information is correct;
- the bond is signed and dated by both the principal (applicant) and an agent for the surety company;
- the bond contains the surety company's seal (embossed, stamped, digitized or affixed);
- no more than 30 days has elapsed since the effective date of the bond (note the date received on the application); and the name of the applicant is the same as the principal on the bond.

When processing a bonded title application for a vehicle that has a lien less than 10 years old indicated on the *Notice of Determination for a Bonded Title or Tax Assessor-Collector Hearing* (Form VTR-130-ND), the county tax assessor-collector's offices must require that an original release(s) of lien or letter(s) of no interest is attached to a valid bond.

When no liens exist, or if the recorded lien(s) are 10 or more years old, and all other eligibility requirements listed on the *Bonded Title Application or Tax Collector Hearing Statement of Fact* (Form VTR-130-SOF) are met and the applicant has presented a valid bond, the county tax assessor-collector's offices will process the title application.

When processing a bonded title application, and no previous owner information is available "Unknown" should be entered into the previous owner and city fields. "TX" should be entered into the state field, unless supporting documentation provides at least the state from where the vehicle originated and is supported by the appropriate out of state documentation.

Late Transactions

Transactions received more than 30 days after the effective date of the bond may not be accepted. Instruct the title applicant that they must include a bond amendment (rider) or an original surety bond extending the bond for the expired period before the transaction is acceptable. The agent for the surety company must sign this amendment. (Refer to the notice of determination to verify the appropriate bond amount.) If the transaction does not

include the notice of determination, which established the bond amount, do not accept the transaction and instruct the title applicant to contact the appropriate Regional Service Center to obtain the *Notice of Determination for a Bonded Title or Tax Assessor-Collector Hearing* (Form VTR-130-ND).

Required Documentation

Bonded title transactions must be supported by the following documentation when filing with the county tax assessor-collector's office:

- The *Notice of Determination for a Bonded Title or Tax Assessor-Collector Hearing* (Form VTR-130-ND) establishing the amount of bond with all enclosures noted and attached. The date on the notice may not exceed one year from the date of filing. At a minimum the enclosures must include the original *Bonded Title Application or Tax Collector Hearing Statement of Fact* (Form VTR-130-SOF) and the documents used to establish the bond amount (i.e., photocopies or printouts of the applicable reference pages or the original appraisal of the vehicle);
- The properly completed original surety bond, and, if applicable, an original or certified copy of the power of attorney and/or an original bond amendment;

Note: Electronic signatures on a Certificate of Title Surety Bond and Surety Bond POA are acceptable if the Surety Bond and POA also include an embossed or digital seal. All other POAs must have original signatures or be certified as a "true and correct copy of the original."

- An original release of lien(s) or letter(s) of no interest from any applicable lienholder when the Form VTR-130-ND indicates a lien of less than 10 years old.
- Verify the VIN. If there is no Texas record, a *Law Enforcement Identification Number Inspection* (Form VTR-68-A) is required (even if the applicant is applying for a "Title Only"); and
- Valid proof of financial responsibility in the applicant's name.

Fee Collection

If the transaction is complete and received within 30 days of the effective date of the bond or the bond amendment, counties should collect all applicable fees and issue a *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS).

Assemble the Transaction

Assemble in accordance with [Chapter 2, Section 2.6 Title Transaction Documents - Assembly Procedures](#).

Surety Bonds Expires

A surety bond remains effective for three years from the effective date of the bond; therefore, the bonded title remark will remain on the title during the entire three year period, regardless of whether or not the vehicle changes ownership. If during the three-year period a judgment payment notice from a surety company is received by the department, the owner must obtain a new bond covering the remainder of the three year period.

When the three year period has elapsed and if notification of pending action to recover on said bond has not been submitted to the department:

1. The customer may contact a Regional Service Center to request the Bonded Title remark be removed.
2. The Regional Service Center will verify that the bond is over three years old and send a request to Vehicle Data Management (VDM) to request the remark be removed.
3. The Regional Service Center will notify the customer once the remark has been removed.

Once the remark has been removed from the record, the customer may file an application for original title at their county tax assessor-collector's office. The applicable fee must be paid.

Lost Bonded Title Transactions

Follow the lost transactions procedures outlined in [Chapter 6, "Application and Issuance of Motor Vehicle Title"](#) if bonded title transactions are lost en route from the county tax assessor-collector's office to the Vehicle Titles and Registration Division. In either case, the title applicant must submit another surety bond, labeled "DUPLICATE" but must contain original signatures of the principal and the agent for the surety company.

Receivership or Liquidation of Surety Company

If a surety company should go into receivership or liquidation before the surety bond expires, they must notify the department of such action.

1. Upon receipt of such notification, the status of the certificate of title surety bonds issued by the surety company is checked by contacting the person named in the notification for such information. Additionally, they contact the Texas Department of Insurance to advise that the department has received notification of receivership/liquidation and to inquire about surety bond status. If the surety bond status inquiry reveals "CANCELED," the department obtains a title and registration verification for each vehicle bonded by the surety company named in the notification and proceeds with step 2.
2. The owner of record is notified by certified mail (return receipt requested) that the certificate of title has been suspended due to the cancellation of the original surety bond, which was obtained to secure a certificate of title. A Legal Restraint is added to the applicable title record. The Legal Restraint is not removed until the owner of record secures a surety bond on the applicable vehicle for the remainder of the three year period for the amount designated on the original surety bond and submits the new surety bond.
3. Upon receipt of the surety bond issued for the remainder of the three year period, the department examines the bond for proper completion. If the surety bond is properly completed, the department acknowledges receipt of the original surety bond, and removes the suspension notation from the applicable title record.

8.4 Denial for Failure to Provide Proof of Emissions Testing

Transportation Code Section 501.0276

A county assessor-collector may not issue a title receipt and the department may not issue a title for a vehicle subject to Section 548.3011 unless proof that the vehicle has passed a vehicle emissions test as required by that section, in a manner authorized by that section, is presented to the county assessor-collector with the application for a title.

Requirement, Proof, and Exemptions

Refer to [Chapter 9, Section 9.6 Emissions Test on Resale](#).

8.5 Denial for Safety Responsibility Suspension

Transportation Code Section 601.006

If an owner or operator of a motor vehicle involved in an accident in this state does not have a driver's license or vehicle registration or is a nonresident, the person may not be issued a driver's license or registration until the person has complied with this chapter to the same extent that would be necessary if, at the time of the accident, the person had a driver's license or registration.

The Safety Responsibility Act provides that a person cannot legally operate a motor vehicle in Texas without liability insurance coverage. Owners must present valid proof of liability insurance coverage to receive or renew motor vehicle registration.

Acceptable evidence of proof may be an original or photocopy of one of the following:

- a liability insurance card
- an insurance policy
- an insurance binder, or
- a certificate of self-insurance.

The Department of Public Safety administers the Safety Responsibility Act. However, this Act is closely related to the Certificate of Title Act in that the Vehicle Titles and Registration Division maintains the only complete records of registration and title for motor vehicles in the State. These records must be available to record the suspension of registration and title. If the Department of Public Safety suspends the registration of any motor vehicle, such suspension automatically suspends the title. The department records the notation "Safety Responsibility Suspension" in the vehicle's motor vehicle record.

- If a person purchases a motor vehicle with suspended registration, that person may file an application for Texas title supported by an assigned Texas title along with a *Safety Responsibility Affidavit* (Form SR39). This must state that they have acquired the vehicle in good faith for their own use and benefit, and not for the purpose of aiding the prior registered owner to defeat the purpose of the Texas Safety Responsibility Act. Record the SR case number on the form, but the department does not reject the transaction if it does not appear.

- If a motor vehicle on which a suspension has been placed was transferred prior to the date of suspension, an application for Texas title may be accepted provided the application is in proper order.
- Any transfer of a motor vehicle by operation of law (repossession affidavit, court order, affidavit of heirship, sheriff's bill of sale, etc.) automatically lifts the suspension against the motor vehicle.
- Owners may file an application for corrected certificate of title (no transfer of ownership involved) on a motor vehicle that has a Safety Responsibility Suspension against it.
- A Certified Copy of a Texas Certificate of Title on a suspended vehicle may be issued.
- If a motor vehicle with suspended registration is transferred, the applicant may secure a duplicate license receipt either from the county in which the vehicle was registered or from the department. In the event current license plates have been removed, the applicant may secure a set of replacement plates from the county tax assessor-collector's office. (This is necessary because the registration receipt and the license plates of any suspended vehicle are required to be surrendered to the Department of Public Safety.) A request to the department for a duplicate license receipt should include the papers showing transfer by operation of law (such as repossession affidavit or affidavit of heirship) or a *Safety Responsibility Affidavit* (Form SR39). When the department issues the receipt, it returns the surrendered papers to the applicant for later attachment to the application for Texas title.

TRANSFER OF OWNERSHIP

This chapter contains the following sections:

- **9.1 Definition**
- **9.2 Sale of Vehicle; Transfer of Title**
- **9.3 Title Assignments**
- **9.4 Dealer Assignments**
- **9.5 Filing By Purchaser; Application For Transfer Of Title**
- **9.6 Emissions Test on Resale**
- **9.7 Delivery of Title to Purchaser of Used Motor Vehicle**
- **9.8 Vehicle Transfer Notification**
- **9.9 Violations and Penalties**

9.1 Definition

Transportation Code Section 501.002(8)

“First sale” means:

- (A) *the bargain, sale, transfer, or delivery of a motor vehicle that has not been previously registered or titled, with intent to pass an interest in the motor vehicle, other than a lien, regardless of where the bargain, sale, transfer, or delivery occurred; and*
- (B) *the registration or titling of that vehicle.*

The first title application filed with the county tax assessor-collector’s office, supported by a Manufacturer’s Certificate of Origin (MCO), represents the first sale of a motor vehicle. The date the title receipt is issued is the date the vehicle becomes a used vehicle. A dealer may not register a new vehicle without applying for title in the dealer’s name.

9.2 Sale of Vehicle; Transfer of Title

Transportation Code Section 501.071

- (a) *Except as provided by Sections 503.036 and 503.039, a motor vehicle may not be the subject of a subsequent sale unless the owner designated on the title submits a transfer of ownership of the title.*
- (b) *The transfer of the title must be in a manner prescribed by the department that:*
 - (1) *certifies the purchaser is the owner of the vehicle; and*
 - (2) *certifies there are no liens on the vehicle or provides a release of each lien on the vehicle.*

The reverse side of a Texas Certificate of Title provides an assignment and several reassignments of title for transfer of ownership. The first assignment (or transfer) of title is properly executed when the seller completes assignment by signing and printing the seller's name, the date of transfer, and printing the purchaser's name and address on the title. The assignments also include a statement as to the vehicle's odometer reading at the time of transfer. The seller and purchaser must complete and sign the odometer statement, if applicable.

When signed by the seller, the wording provided on each assignment on a Texas Certificate of Title constitutes a statement that the motor vehicle described on the title is free of all liens and encumbrances except those liens noted on the title or fully described in an attached statement.

When a dealer completes an assignment, the dealer is required by law to include a separate statement describing any security interest agreement (floor plan lien) that might cover the vehicles in inventory. However, since the Business and Commerce Code provides that a buyer of a vehicle in inventory in the ordinary course of business takes title free and clear of any security interest agreement, a release of this type lien is not required. Furthermore, if such a statement is not attached, the department accepts the transaction and assumes that the vehicle is free of all liens.

A lien noted on the face of a title must be either released or carried forward to the new application and title, unless the vehicle was repossessed.

Sale or Offer without Title Receipt or Title

Transportation Code Section 501.152

- (a) *Except as provided by this section, a person commits an offense if the person:*
 - (1) *sells, offers to sell, or offers as security for an obligation a motor vehicle registered in this state; and*
 - (2) *does not possess the title receipt or certificate of title for the vehicle.*
- (b) *It is not a violation of this section for the beneficial owner of a vehicle to sell or offer to sell a vehicle without having possession of the title to the vehicle if the sole reason he or she does not have possession of the title is that the title is in the possession of a lienholder who has not complied with the terms of Section 501.115(a) of this code.*

No person in this State may offer for sale any motor vehicle registered out of state without having in his or her possession a title (or registration receipt if the motor vehicle is from a non title state).

9.3 Title Assignments

Joint Ownership

When one of the joint owners desires to sell to the other, only the seller needs transfer.

Bills of Sale

Refer to Section [*10.3 Bill of Sale*](#).

Attorneys and Executors

When an attorney in fact, executor, administrator, etc assigns the title, that person must sign in such a manner as to clearly indicate for whom they are signing; and their authority to sign must accompany the assignment and attached to the transaction (Refer to [Chapter 16, “Operation of Law”](#)).

Repossessions

On repossessions from a recorded lien, the lienholder must use the first assignment on the certificate of title. A lienholder that is a dealer cannot, in this case, use the *Dealer’s Reassignment of Title for a Motor Vehicle* (Form VTR-41-A).

On repossession from a security agreement (lien not recorded on title), the lienholder (dealers included) in all cases, must file application and receive title in their name before proceeding to transfer. (Refer to [Transportation Code Section 501.074](#).)

In a voluntary repossession in which the owner assigns the title to the lienholder, the lienholder must secure title in their name unless they hold a current dealer license number or unless a repossession affidavit is attached. In either case, the lienholder may use the reassignment of title. However, if there is any indication of repossession in the transaction, a repossession affidavit must be attached.

Court Orders

The person to whom ownership of a vehicle is vested by a court order may assign the certificate of title.

Judicial Bill Of Sale

A receiver may give a completed judicial bill of sale to a subsequent purchaser or assign the certificate of title.

Abandoned Vehicles

The purchaser, as shown on a Sheriff's, Constable's, or U. S. Marshal's Bill of Sale, Mechanic's or Storage Lien Bill of Sale, or Auction Sales Receipt for an abandoned vehicle, must secure title in their name; however, if the purchaser is a dealer, they may use the *Dealer’s Reassignment of Title for a Motor Vehicle* (Form VTR-41-A).

Purchase and Merger of Firms

When a firm takes over the business of a second firm by purchase or by merger, the certificate of title covering any motor vehicle owned by the second firm may be transferred to the surviving firm or to a subsequent purchaser by assigning the title as “Successor to (other firm)” or as “Formerly (other firm).” The new owner must then apply for transfer of title.

When one corporation purchases or merges with another corporation, it is understood that in the purchase of the corporation, all property of the original corporation is sold or merged with the surviving corporation; and no further transfer of title is necessary. In these cases, the corporation can file an application for corrected title to record the name of the corporation owner. A negotiable Texas title and a verification of the merger from the applicable State of Texas agency must support the application.

9.4 Dealer Assignments

Dealer's Reassignment of Title for a Motor Vehicle (Form VTR-41-A) has been designed exclusively for use by licensed Texas dealers. All reassignments must be in consecutive order regardless of whether they are completed on the back of the title or on a separate *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A). Furthermore, each dealer must show their current dealer license number. A licensed dealer may use Form *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) after the dealer has taken assignment of the vehicle from the owner listed on the certificate of title even if all reassignments on the certificate of title are not complete. If a dealer uses a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A), when open reassignments remain available on a certificate of title, the dealer must write in the next available reassignment on the certificate of title "REASSIGNMENT ON #####" where ##### represents the control number of the *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A). This applies to Texas and out of state certificates of title.

The dealer's name on each reassignment must agree with the name on the dealer license. If the dealer's name on an assignment does not agree with the dealer license, the dealer may correct the name when reassigning the title by showing the incorrect name followed by the letters DBA (doing business as) and the correct dealership name. For example, if the title is assigned to "Joe Doaks" and the correct dealership name is "J D Auto Sales", the name of the seller on the reassignment of title should show "Joe Doaks DBA J D Auto Sales." In addition, the dealer must provide an affidavit certifying the person named on the assignment is an agent/employee of the dealership.

If a Texas Certificate of Title is issued in the name of a licensed dealer, assignment must be made on the back of the title to transfer ownership; but the first retail purchaser must secure title in their name.

Rules

A licensed dealer may use a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) under the following rules:

- No dealer may use a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) unless they have a current Texas dealer license. They must show the dealer license number in its proper place.
- In the event all the reassignments are used on the back of a Manufacturer's Certificate of Origin (MCO) or a Texas Certificate of Title issued after April 29, 1990, a licensed dealer may make further reassignments of a vehicle by completing a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A). However, only a licensed franchised dealer may reassign a Manufacturer's Certificate of Origin (MCO).

- All reassignments on the title and the reassignments on the *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) must contain original signatures.
- Dealers must provide a statement of fact for any alteration or erasure on the *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A).
- Dealers must use the *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) when all assignments are complete on a Texas title. They may show exempt in the odometer disclosure field.

9.5 Filing By Purchaser; Application For Transfer Of Title

Transportation Code Section 501.145

- (a) *Not later than the later of the 30th day after the date of assignment on the documents or the date provided by Section 152.069, Tax Code, the purchaser of the used motor vehicle shall file with the county assessor-collector:*
 - (1) *The certificate of title or other evidence of title; or*
 - (2) *if appropriate, a document described by Section 502.457 and the title or other evidence of ownership.*
- (b) *The filing under Subsection (a) is an application for transfer of title as required under this chapter and an application for transfer of the registration of the motor vehicle.*
- (c) *Notwithstanding Subsection (a), if the purchaser is a member of the armed forces of the United States, a member of the Texas National Guard or of the National Guard of another state serving on active duty under an order of the president of the United States, or a member of a reserve component of the armed forces of the United States serving on active duty under an order of the president of the United States, the documents described by Subsection (a) must be filed with the county assessor-collector not later than the 60th day after the date of assignment of ownership.*

Transfer Fee; Late Fee

For information relating to the delinquent transfer penalty, refer to [Chapter 3, Section 3.2 Delinquent Transfer Penalty](#).

9.6 Emissions Test on Resale

Transportation Code Section 548.3011

- (a) *This section applies only to a vehicle:*
 - (1) *the most recent certificate of title for which or registration of which was issued in a county without a motor vehicle emissions inspection and maintenance program; and*
 - (2) *the ownership of which has changed and which has been the subject of a retail sale as defined by Section 2301.002, Occupations Code.*
- (b) *Notwithstanding Subsection (a), this section does not apply to a vehicle that is a 1996 or newer model that has less than 50,000 miles.*

- (c) *A vehicle subject to this section is not eligible for a title receipt under Section 501.024, a certificate of title under Section 501.027, or registration under Chapter 502 in a county with a motor vehicle emissions inspection and maintenance program unless proof is presented with the application for certificate of title or registration, as appropriate, that the vehicle, not earlier than the 90th day before the date on which the new owner's application for certificate of title or registration is filed with the county clerk or county assessor-collector, as appropriate, has passed an approved vehicle emission test in the county in which it is to be titled or registered.*
- (d) *The proof required by Subsection (c) may be in the form of a Vehicle Inspection Report (VIR) or other proof of program compliance as authorized by the department.*

Affected County (or non-attainment)

Affected county (or non-attainment) refers to any county with a motor vehicle emissions inspection and maintenance (I/M) program.

Emissions Test on Resale

Emissions test on resale refers to an emissions test performed on a vehicle coming into an affected county (non-attainment) from another county within the state which does not have an I/M program (non-affected county or attainment) where the ownership has changed as the result of a retail sale and a registration and/or titling change is necessary. The emissions test is not required on:

- a vehicle that is a 1996 or newer model that has less than 50,000 actual miles, or
- “title only” transaction ([Transportation Code Section 501.0275](#)).

[Transportation Code Section 548.3011](#) provides that the county tax assessor-collector or department may not issue a registration, title receipt, or certificate of title unless the applicant provides proof that the vehicle has passed a vehicle emissions test in the affected county.

Note: Emission restrictions do not apply to “Title Only” applications.

If the Texas dealership selling the vehicle is located in an emissions county, a passing emissions inspection is required when selling a vehicle to a customer residing in an emissions county, unless the vehicle is 1996 or newer with less than 50,000 miles and previously titled/registered in a non-emissions Texas county.

If the dealership is located in an emissions county, and the vehicle was last titled or registered out-of-state, and the customer resides in an emissions Texas county, a passing emissions inspection is required.

Emissions Inspection Exemptions and Affidavit Reasons

Motor vehicle owners who reside in one of the 17 emissions counties are required to obtain a passing emissions inspection for all gas-powered vehicles prior to registration.

When a passing emissions inspection is required and not found electronically in the inspection database, the following affidavit reasons will be available to the owner when obtaining registration:

1. Vehicle out of state. A remark will be placed on the vehicle record indicating an emissions inspection is still due and a passing emissions inspection must be completed upon returning to Texas. The remark will be removed at the time of registration when a passing emissions inspection is verified.
2. Vehicle is not subject to the Texas Vehicle Emissions Inspection and Maintenance Program because the vehicle is not and will not be primarily operated in affected counties. This pertains to vehicles that are registered in an affected county but operated outside an affected county. Such as company fleet vehicles, hunting vehicles, etc.
3. Vehicle is no longer subject to the Texas Vehicle Emissions Inspection and Maintenance Program because the vehicle is no longer and will no longer be primarily operated in affected counties. This pertains to vehicles registered in an affected county, but the owner does not currently reside in an affected county and will not operate over 60 days per calendar year in an affected county. Such as someone who moved from an affected county.
4. Vehicle will not return to an affected county prior to the expiration of the current inspection certificate. This pertains to vehicles registered in an affected county, and primarily operated in an affected county, but outside county upon expiration of inspection certificate. Such as a student, vacationer, extended out-of-town business, etc.
5. Military tactical vehicle or Slow-moving vehicle defined as a motor vehicle designed to operate at a maximum speed of 25 MPH or less.

Note: New vehicles do not require an emissions test for the first two years after purchase. Owners of new vehicles (current or preceding model year) that have not been previously registered in Texas or another state are not required to obtain an emissions inspection.

9.7 Delivery of Title to Purchaser of Used Motor Vehicle

Transportation Code Section 501.0721

A person, whether acting for that person or another, who sells, trades, or otherwise transfers a used motor vehicle shall deliver to the purchaser at the time of delivery of the vehicle a properly assigned title or other evidence of title as required under this chapter.

If an unregistered vehicle is sold, the purchaser (whether an individual, dealer, or subsequent retail purchaser) is not required to pay registration fees back to the date of the sale. The registration starts with the month the current owner files the application for Texas title, unless apprehended. (For further discussion, refer to the [TxDMV Motor Vehicle Registration Manual](#).)

A motor vehicle is not required to be registered at the time it is sold. For Further information see [Title Only](#).

9.8 Vehicle Transfer Notification

Transportation Code Section 501.147

- (a) *On receipt of a written notice of transfer from the seller of a motor vehicle or a dealer who holds a general distinguishing number issued under Chapter 503, the department shall indicate the transfer on the motor vehicle records maintained by the department. As an alternative to a written notice of transfer, the department shall establish procedures that permit the seller of a motor vehicle or a dealer who holds a general distinguishing number issued under Chapter 503 to electronically submit a notice of transfer to the department through the department's Internet website. A notice of transfer provided through the department's Internet website is not required to bear the signature of the seller or include the date of signing.*
- (a-1) *On the sale or transfer of a motor vehicle to a dealer who holds a general distinguishing number issued under Chapter 503, the dealer shall submit the notice of transfer under Subsection (a).*
- (b) *The notice of transfer shall be provided by the department and must include a place for the seller to state:*
 - (1) *a complete description of the vehicle as prescribed by the department;*
 - (2) *the full name, address, and telephone number of the seller;*
 - (3) *the full name, address, and telephone number of the purchaser;*
 - (4) *the date the seller delivered possession of the vehicle to the purchaser;*
 - (5) *the signature of the seller; and*
 - (6) *the date the seller signed the form.*
- (c) *This subsection applies only if the department receives notice under Subsection (a) that includes the full name, address, and telephone number of the purchaser before the 30th day after the date the seller delivered possession of the vehicle to the purchaser or in accordance with Section 152.069, Tax Code. After the date of the transfer of the vehicle shown on the records of the department, the purchaser of the vehicle shown on the records is rebuttably presumed to be:*
 - (1) *the owner of the vehicle; and*
 - (2) *subject to civil and criminal liability arising out of the use, operation, or abandonment of the vehicle, to the extent that ownership of the vehicle subjects the owner of the vehicle to criminal or civil liability under another provision of law.*
- (d) *The department may adopt rules to implement this section.*
- (e) *This section does not impose or establish civil or criminal liability on the owner of a motor vehicle who transfers ownership of the vehicle but does not disclose the transfer to the department.*

- (f) *The department may not issue a title or register the vehicle until the purchaser applies for a title to the county assessor-collector as provided by this chapter.*
- (g) *A transferor who files the appropriate form with the department as provided by, and in accordance with, this section, whether that form is a part of a title or a form otherwise promulgated by the department to comply with the terms of this section, has no vicarious civil or criminal liability arising out of the use, operation, or abandonment of the vehicle by another person. Proof by the transferor that the transferor filed a form under this section is a complete defense to an action brought against the transferor for an act or omission, civil or criminal, arising out of the use, operation, or abandonment of the vehicle by another person after the transferor filed the form. A copy of the form filed under this section is proof of the filing of the form.*

Notification of Vehicle Transfer

When a vehicle is sold or transferred through a non-dealer sale, the recorded owner(s) shown on the certificate of title may voluntarily notify the department of the sale by completing a *Texas Motor Vehicle Transfer Notification* (Form VTR-346). The department must receive the form within 30 days of the date of sale for the buyer to be presumed to be the owner for liability purposes. If received later than 30 days after the date of sale, the department accepts the notification and records the sale date, but the seller may not be afforded the liability protections provided in law. Forms submitted to the department for vehicles sold September 1, 2023 or later, must include the buyer's full name, address, and telephone number. If this information is not provided, the department will not be able to accept the form or mark the record to indicate the transfer.

The seller may submit a *Texas Motor Vehicle Transfer Notification* (Form VTR-346) in the following ways:

- Electronically through the department's website (www.txdmv.gov/).
- By mail to the following address:

Vehicle Titles and Registration Division
Texas Department of Motor Vehicles
P.O. Box 26417
Austin, TX 78755-0417

- In person to a TxDMV Regional Service Center

A recorded owner may submit a written request to the department to mark its records to indicate the transfer. A written request must include all information required as shown above in subsection (b) of [Transportation Code Section 501.147](#).

Note: All requested information on the form must be complete. The date shown as the date the vehicle was sold on the *Texas Motor Vehicle Transfer Notification* (Form VTR-346) cannot be prior to the date the existing title was issued.

Upon receipt of a *Texas Motor Vehicle Transfer Notification* (Form VTR-346), submitted either by mail or electronically, or written request properly completed by the recorded owner(s), the department marks the vehicle record with the date of transfer and the notation "Vehicle Transferred". The department maintains records of the notification of transfer to provide the name and address of the purchaser/transferee, upon request.

When a Texas titled vehicle is sold or transferred to a Texas dealer the purchasing dealer is required to notify the department of the sale by completing the Texas Motor Vehicle Transfer Notification electronically in ePLATE.

Note: If the purchasing dealer is unable to submit the Texas Motor Vehicle Transfer Notification in ePLATE the dealer should submit the notification by mail or in person to a TxDMV Regional Service Center.

The motor vehicle title record remains in the name of the last recorded owner(s) until a properly completed application for Texas title is filed through a county tax assessor-collector's office by the transferee and the new certificate of title is issued by the department.

9.9 Violations and Penalties

Sales in Violation of Chapter

Transportation Code Section 501.073

A sale made in violation of this chapter is void and title may not pass until the requirements of this chapter are satisfied.

Execution of Transfer Documents; Penalty

Transportation Code Section 501.161

- (a) *A person who transfers a motor vehicle in this state shall complete in full and date as of the date of the transfer all documents relating to the transfer of registration or title. A person who transfers a vehicle commits an offense if the person fails to execute the document in full.*
- (b) *A person commits an offense if the person:*
 - (1) *accepts a document described by Subsection (a) that does not contain all of the required information; or*
 - (2) *alters or mutilates such a document.*
- (c) *An offense under this section is a misdemeanor punishable by a fine of not less than \$50 and not more than \$200.*

General Penalty

Transportation Code Section 520.016

- (a) *A person commits an offense if the person violates this subchapter in a manner for which a specific penalty is not provided.*

- (b) An offense under this section is a misdemeanor punishable by a fine of not less than \$50 and not more than \$200.*
- (c) This section does not apply to a violation of Section 520.006 or a rule adopted under Section 520.0071.*

EVIDENCE OF OWNERSHIP

This chapter contains the following sections:

- **10.1** Definitions
- **10.2** Manufacturer's Certificate of Origin (MCO)
- **10.3** Bill of Sale
- **10.4** Form 97, US Government Certificate to Title a Vehicle
- **10.5** Importer's Certificate
- **10.6** Registration and Military Registration Receipts
- **10.7** Miscellaneous Documents

10.1 Definitions

Transportation Code Section 501.002 (8) (14) (18)

“First sale” means:

- (A) *the bargain, sale, transfer, or delivery of a motor vehicle, other than an assembled vehicle, that has not been previously registered or titled, with intent to pass an interest in the motor vehicle, other than a lien, regardless of where the bargain, sale, transfer, or delivery occurred; and*
- (B) *the registration or titling of that vehicle.*

“Manufacturer” has the meaning assigned by Section 503.001.

Note: 503.001 (10) states “Manufacturer” means a person who manufactures, distributes, or assembles new vehicles.

“New motor vehicle” has the meaning assigned by Section 2301.002, Occupations Code

Note: Occupations Code 2301.002 (24) states “New motor vehicle” means a motor vehicle that has not been the subject of a retail sale regardless of the mileage of the vehicle.

10.2 Manufacturer's Certificate of Origin (MCO)

Transportation Code Section 501.025

A county assessor-collector may not issue a title receipt on the first sale of a motor vehicle unless the applicant for the title provides the application for a title and a manufacturer's certificate, in a manner prescribed by the department.

Required on First Sale

The only acceptable basic evidence under this Act to obtain a title for a new vehicle is a Manufacturer's Certificate of Origin (MCO).

Under the provisions of this section, an MCO must accompany the application for a Texas title of a new vehicle that has never been the subject of a first retail sale ([Transportation Code Section 501.002](#)). A new motor vehicle must be subject to a first sale before a Texas title can be issued. New motor vehicles sold in Texas must be sold by a licensed franchise dealer. Manufacturers are only eligible to obtain a Texas title in their name for a new motor vehicle they have manufactured after the motor vehicle is subject to a first sale by a licensed franchise dealer.

Note: An out of state title in the name of, or assigned to, a manufacturer is acceptable ownership evidence to support an application in the name of a manufacturer.

The department uses the Uniform Security-type MCO adopted by the American Association of Motor Vehicle Administrators (AAMVA). This form has space for assignments from manufacturer to distributor or dealer, distributor to dealer, dealer to dealer, dealer to retail purchaser. Assignment from a manufacturer directly to an individual is also permitted. The prescribed certificate of origin is a security type design incorporating unique printing techniques; the forms are available to manufacturers by only a limited number of vendors.

- An MCO is the birth certificate for a new motor vehicle, house trailer, trailer, or semitrailer. The manufacturer must issue one for each vehicle ([Transportation Code Section 501.002](#)).

Note: One manufacturer may import an incomplete vehicle into the United States for completion by a different manufacturer. As a result, the manufacturer's name at the top of the MCO is different from the vehicle make. For example, the MCO may show the manufacturer as Isuzu, the vehicle make as "Chev", and the body style as "Cab & Chassis." The assigned VIN properly identifies the year model and make as a Chevrolet, the *Application for Texas Title and/or Registration* (Form 130-U) must indicate an acceptable body style such as flatbed, panel, etc. These types of title transactions require:

- **A single MCO (acceptable as is),**
- **Acceptable body style on the *Application for Texas Title and/or Registration* (Form 130-U),**
- **A weight certificate, and**
- **Proof of insurance.**
- Although security-type MCOs are not required for trailers requiring a title in Texas, they are recommended, as other states may require security-type MCOs on all title transfers.
- An MCO to a motor vehicle which has been assigned to a franchised dealer (licensed to sell "new" motor vehicles of a specific "make") by another franchised dealer licensed to sell the same "make" does not constitute a first sale. However, if the franchised dealer to whom the MCO is assigned registers the vehicle, a first sale is constituted.

- An MCO for an off-highway motorcycle, ATV, ROV, UTV, or sand rail must have a statement that the vehicle is for off-highway use only.
- The first retail purchaser must file an application for a Texas title and secure a title in their name before transferring ownership to a subsequent purchaser.
- The information on the face of the MCO may be typewritten, printed or written in ink.
- Alterations or strikeovers are not acceptable on an MCO. A corrected MCO is required if the make, year model or VIN is omitted, incomplete or incorrect.

Required Information

Manufacturers must show the following information on the face of the manufacturer's certificate:

Manufacturer's Name

The name of the Manufacturer must always be included on the front of an MCO.

Date

The date the vehicle was transferred from the manufacturer.

Name and Address

This includes the name and address of the distributor, dealer, or person to whom issued.

Description of Vehicle

The description of the vehicle:

- Applicants must record the "make" shown on the manufacturer's certificate and on the vehicle on the application for Texas title.
- The year model is not always the same as the year made.

Note: Determine the year model from the vehicle identification number. However, in some cases, the VIN series does not reflect a true year model, such as the Mule. Therefore, base the correct year model on the actual date shown on the MCO, unless an actual year model is indicated on the MCO.

- The body type shown on the manufacturer's certificate must properly describe the vehicle.
- The vehicle identification number is the identifying number of all vehicles, beginning with 1956 models.

Weight

Note: As of June 17, 2013, there is no longer a Texas requirement that tonnage be listed on a Manufacturer's Certificate of Origin (MCO). Manufacturers are not required to remove the tonnage information from their MCOs; however, after June 17, 2013, any listing of tonnage on an MCO will not be used to title and register a vehicle in Texas.

Passenger

Use the shipping weight shown on the Manufacturer's Certificate of Origin (MCO) to determine the weight of new passenger vehicles, add 100 lbs., and figure the fee on the next even 100 lbs. For example, if the MCO shows the shipping weight as 6,415 lbs., the addition of 100 lbs. would result in a total of 6,515 lbs. When rounded off to the next highest hundred pounds, use 6,600 lbs. as the registration weight.

- If there is a question as to the correct weight of a particular vehicle, require the applicant to present a weight certificate from a Public Weigher.
- The weight shown on a weight certificate is acceptable as the registration weight of the vehicle. Do not add any weight to the figure shown on the weight certificate, but round it off to the next highest one hundred (100) lbs.
- If the weight of a vehicle is in question and the evidence of ownership for the vehicle is a manufacturer's certificate, do not lower the weight below the weight indicated without a corrected Manufacturer's Certificate of Origin (MCO). The shipping weight shown on the manufacturer's certificate is not the governing factor in registering commercial motor vehicles.

Commercial Vehicle

Commercial license fees are figured by the gross weight of the vehicle, if truck plates are being issued or by the combined gross weight of the truck or truck-tractor and semitrailer(s), if combination license plates are being issued. (Refer to the [TxDMV Motor Vehicle Registration Manual](#).) To calculate the registration weight of a commercial motor vehicle, it is necessary to determine the vehicle's empty weight. The empty weight of a commercial vehicle (truck or truck-tractor) is the weight of the vehicle fully equipped with body, bed, and any other permanently attached equipment. Round up the weight to the next highest one hundred (100) lbs. and record it on the application for Texas title.

All commercial vehicles (truck or truck-tractors rated in excess of 10,000 lbs.) either manufactured in the U.S. or in a foreign country must carry a registration receipt that includes the vehicle weights (empty, carrying capacity, and gross weight).

Weight Certificate

A weight certificate is required to support a title transaction under the following conditions:

- A weight certificate is required on all new commercial motor vehicles evidenced by an MCO when the shipping weight is not shown on the MCO.
- A weight certificate is required when the shipping weight is not shown on the MCO or the weight shown is for cab and chassis only.
- A weight certificate is required when it appears that extra equipment was added to a commercial motor vehicle after it left the manufacturer (for example, vehicles owned by telephone companies).
- A weight certificate is required on all commercial motor vehicles last registered out of state, except commercial motor vehicles having a gross vehicle weight of 10,000 lbs. or less. Determine the empty weight of a 10,000 lbs. or less out of state truck from the out of state registration receipt, or other vehicle specifications.

Note: There are great variations in the way weights are shown on out of state titles, use caution when accepting an out of state title as the basis for determining the empty weight of a vehicle. Some out of state titles show no weight, show the GVW (gross vehicle weight), unladen or empty weight, and “wt.” In addition, when using any source to determine the empty weight, understand that there is a great variation in weights of pickups having the same make name.

- Optional class type vehicles, such as Sport Utility Vehicles, may register with passenger or truck registration, but must show a carrying capacity of at least 1,000 lbs. unless there is a Manufacturer’s Rated Carrying Capacity.
- A weight certificate is required on all used commercial motor vehicles transferred from exempt agencies.
- When there is a dispute or question as to the correct empty weight of a vehicle, the department reserves the right, under Section 502.055, to require a weight certificate.

Acceptable Weight Certificates

A weight certificate can be acquired from:

- a Texas public weigher or,
- an out of state source if the vehicle was previously titled in another state or
- any License and Weight Inspector of the Texas Department of Public Safety.

The department requires public weighers to provide the following minimum specifications on the weight certificate:

- the date that the weight was taken;
- the name and address of company;
- the signature of the weigher; and
- the weight is mechanically printed (not hand written).

Acceptable out of state weight certificates should include comparable information. If the Texas or out of state weight certificate does not meet the above criteria, the county tax assessor-collector’s office may require the owner to obtain a new weight certificate that satisfies these requirements.

House Trailers

The gross weight (actual weight including all furnishings and equipment) is used as the basis for determining registration fees for house trailers. The actual gross weight is rounded up to the next highest one hundred (100) lbs. For example, a house trailer with an actual gross weight of 4,445 lbs. registers at 4,500 lbs. Record the weight on the application for a title and on the registration receipt. If the gross weight does not appear on the Manufacturer's Certificate of Origin or if the weight shown on the manufacturer's certificate or other basic evidence appears to be incorrect, determine the weight by a weight certificate. If it is impracticable to request a weight certificate, use the following procedure to determine the gross weight of a house trailer:

- In instances when the trade name and model appear in the handbook “*Official Mobile Home Market Report*” use the weight indicated.

- If there is no listing in the handbook, obtain a signed statement as to the length and width of the house trailer from the owner. Then determine the gross weight by multiplying the length (to the nearest foot) by the width (to the nearest foot) to determine the square footage. Then multiply the result by 20 lbs. per square foot. For example, a house trailer measures 7 feet by 16 feet, results in 112 square feet. 112 multiplied by 20 lbs. results in a registration weight of 2,240 lbs.

Travel Trailers

Travel Trailers are registered according to the gross weight.

New or Out of State Travel Trailers

Show the empty weight or shipping weight as reflected on the evidence of ownership.

Enter a carrying capacity. Calculate the carrying capacity by subtracting the empty weight from the gross weight (Gross Weight – Empty Weight = Carrying Capacity).

If the gross weight does not appear on the MCO or out of state title, determine it by:

- a weight certificate; or
- using the following formula: Length x Width x 20 lbs. = Gross Weight.

Texas Transfers

If the gross weight is not shown on the Texas title, the gross weight can be determined by one of the following methods:

- a weight certificate; or
- use the following formula: Length x Width x 20 lbs. = Gross Weight

Motorcycles, Mopeds, Motor Scooters

These vehicles are registered according to an annual fee, which is not based on weight. Therefore, no vehicle shipping weight is required on either the MCO or on the application for Texas title.

Buses

A weight certificate is required on all new and out of state motor buses, city buses, privately owned buses, and all used buses transferred from an exempt agency. The owner must record the empty weight of a bus on the application for a title. The manufacturer must show the seating capacity (number of passengers) of a motor bus on the manufacturer's certificate and the operator must include this capacity on the application in the space for gross vehicle weight.

Note: If the transaction is accompanied by a second-stage Manufacturer's Certificate of Origin (MCO) from the firm making the conversion, the department may waive the requirement of the photograph and weight certificate. However, if the weight certificate is waived, the weight of the completed vehicle must appear on the second-stage MCO; and the weight must be greater than the weight shown on the first-stage MCO.

Gross Vehicle Weight Rating (GVWR)

The chart below may be used as a guide for a minimum carrying capacity for trucks, based on the empty weight, if the owner or applicant cannot provide the vehicle's carrying capacity.

Table 10-1 Minimum Carrying Capacity for Trucks

EMPTY WEIGHT OR SHIPPING WEIGHT	MINIMUM CARRYING CAPACITY
6,000 lbs. or less	1,000 lbs.
6,001 - 7,500 lbs.	1,500 lbs.
7,501 - 10,000 lbs.	2,000 lbs.
10,001 - 14,000 lbs.	3,000 lbs.
14,001 - 16,000 lbs.	4,000 lbs.
16,001 - 19,500 lbs.	5,000 lbs.
19,501 - 26,000 lbs.	6,000 lbs.
26,001 - 33,000 lbs.	7,000 lbs.

A vehicle accompanied by a Manufacturer's Certificate of Origin (MCO) may be titled using the "Gross Vehicle Weight Rating" (GVWR), as shown on the MCO. The empty weight, or shipping weight, may be subtracted from the GVWR to obtain the carrying capacity. The gross weight of a vehicle should not exceed the GVWR on an MCO.

Signature of the Manufacturer's Agent

A signature is required on the front of the MCO. An authorized distributor may countersign the MCO. Cases where distributors countersign for the manufacturer are usually found on MCOs describing foreign made vehicles.

Back of Manufacturer's Certificate of Origin

The following is general information that applies to the back of any MCO:

- If the dealer or individual to whom an MCO is issued to requests to have the vehicle titled in their name, no further assignment is necessary.
- The name of purchaser should appear legibly on all assignments.
- The Texas dealer license number is required on all assignments and reassignments of MCOs except, on assignments completed out of state and under the conditions in Transportation Code, Chapter 503. The selling dealer's name shown on the assignment must agree with the dealer's name as it appears on the dealer license receipt.
- Franchised dealers not franchised to sell that make of vehicle may not reassign an MCO.
- If an MCO is assigned by a franchised dealer to a non-franchised dealer (licensed to sell only used vehicles), the franchised dealer is required to complete and file all documents necessary to apply for a title and registration in the name of the non-franchised dealer, as this is considered to be a "retail sale".

A non-franchised dealer may not title a new vehicle for "resale purposes only".

- In order to prevent any inconvenience to a legitimate retail consumer who presents an MCO assigned to them by a non-franchised dealer, the county tax assessor-collector's office should accept and process the transaction. Forward a copy of the transaction, including the front and back of the MCO to the Enforcement Division for action.
- The name of the seller on the first assignment on the back of an MCO must be the same as the purchaser's name on the face.
 - The lien information shown on the back of the Manufacturer's Certificate of Origin (MCO) does not need to be completed. However, a release is required if the same lienholder does not carry forward on the application.
 - An odometer disclosure statement is required when a new vehicle is transferred to the first retail purchaser. The odometer disclosure provided for this first retail transaction must comply with the Truth in Mileage Act requirements. The buyer should acknowledge the odometer disclosure. The disclosure may be provided by completing a conforming odometer disclosure statement on the Manufacturer's Statement of Origin (if applicable) or on a separate odometer disclosure statement. This applies regardless of whether or not the MCO contains an odometer disclosure statement.
 - The assignment must show the:
 - Firm name and signature of agent or owner.
 - Date of Sale.
 - Dealer License Number.
 - Only franchised dealers may use additional assignments to transfer ownership of a new vehicle, by the use of the *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A). Dealers may only use this form after all available assignment spaces on the MCO have been used. (Transportation Code §501.002)
 - When all assignments have been used on the original Manufacturer's Certificate of Origin, dealers may submit a "supplemental" Manufacturer's Certificate of Origin in lieu of the *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A).

Rejected Transactions

If the department rejects a transaction for a corrected MCO, a corrected MCO must be obtained before resubmitting.

Transactions Over Two Years Old

In instances when a retail purchaser desires a title in their name and the date of assignment to the purchaser on the MCO is over two years old, the purchaser must provide a statement of fact with the transaction explaining where the vehicle has been and that it has not been registered or titled in any state.

Under the terms of the Certificate of Title Act, a vehicle remains a "NEW" motor vehicle until titled.

Oil Company Vehicles

Note: This section applies only to oil company vehicles purchased prior to 9/1/1999. Owners of vehicles purchased after that date must apply for title under [Transportation Code Section 501.0275](#), Title Only and pay sales tax and title fees. If the original MCO is lost for these vehicles, a bonded title or tax assessor-collector hearing is required to issue a title.

Unregistered and untitled vehicles owned by oil companies (these vehicles are usually operated exclusively on oil company property) are considered to be “NEW” vehicles regardless of age and may transfer in one of the following ways:

- Sellers should complete the first available assignment on the MCO in favor of the purchaser, and the word “none” should be recorded in the space for the “Dealer License Number.” A statement of fact completed by the seller should accompany the MCO stating that the vehicle has never been operated upon any public street or highway.
- In the event the vehicle is over two years old and the Manufacturer's Certificate of Origin (MCO) is not available, the seller must complete a statement of fact as described in [Transactions Over Two Years Old](#). They must incorporate an assignment, such as that shown on the back of an MCO, in this statement of fact.
- If the vehicle is transferred to a non-franchised Texas dealer, further transfers may not be made by assignment of a MCO. The non-franchised dealer must apply for title and registration in the dealership name prior to re-selling the vehicle.

Note: The procedure outlined in [Transactions Over Two Years Old](#) applies to vehicles that were never subject to title and registration because they were purchased for use on private property and used exclusively off highway. The exception from title and registration does not apply to vehicles that were purchased for resale by someone other than a licensed dealer.

10.3 Bill of Sale

Bills of sale are acceptable in the following situations:

- with out of state or out of country registration receipts that do not provide transfer of ownership sections, provided the issuing state does not issue certificates of title as the negotiable evidence of ownership for that year model vehicle, or the issuing country only issues registration receipts;
- when accompanying an out of state title on which **all** dealer reassignment sections have been completed if the issuing state does not utilize supplemental dealer reassignment forms regardless of the type of vehicle
- with operation of law transfers;
- with component parts utilized to rebuild, reconstruct, or assemble motor vehicles; and
- with non-titled Texas vehicles.

When a Texas resident has purchased a vehicle with an out of state title that indicates an assignment to someone other than the Texas purchaser or a licensed motor vehicle dealer, the options for the “first Texas owner” to obtain a title are to pursue a tax assessor-collector hearing or bonded title. Additionally, the same options apply when a Texas titled vehicle is sold to an out of country dealer or resident and then resold to a Texas resident on the existing Texas title.

The purchaser, as shown on a Sheriff's, Constable's, or U. S. Marshal's, Mechanic's Lien, or Storage Lien bill of sale, or an Auction Sales Receipt for an abandoned vehicle, must title in their name; however, if the purchaser is a Texas dealer, the Texas dealer may assign the title or use the *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A).

10.4 Form 97, US Government Certificate to Title a Vehicle

The federal government, on July 1, 1948, required all federal agencies when disposing of motor vehicles owned by the federal government to complete the *U.S. Government Certificate to Obtain Title to a Motor Vehicle* (Form 97) which is a “certificate of release” for a motor vehicle.

Government bills of sale (certificates of release), rules, and regulations are promulgated by the federal government and this department.

Texas Dealer Purchaser

If a Texas licensed dealer is named as the purchaser on the *U.S. Government Certificate to Obtain Title to a Motor Vehicle* (Form 97), they may assign the vehicle to a subsequent purchaser using a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A). An individual (not a dealer) must secure a Texas title in his or her name before transferring ownership.

Texas Title with Liens

When Form 97 is completed by an agency of the federal government and a record of Texas title recording a lien is found, neither a release of lien nor the certificate of title is required to support the application. With reference to registration, disregard any prior Texas registration and issue new registration as in the case of an out of state vehicle.

Missing Information

In the event the odometer statement or the description of a motor vehicle as described on *U.S. Government Certificate to Obtain Title to a Motor Vehicle* (Form 97) is missing, altered, illegible, or incorrect, the applicant must obtain a new form. If a new form cannot be obtained with the corrected odometer statement, the vehicle odometer brand will be recorded as Not Actual Mileage. If a new form cannot be obtained with the corrected motor vehicle description, the applicant must pursue a tax assessor-collector hearing or bonded title.

Donated Vehicles

The Texas Facilities Commission's Federal Surplus Property Program, disburses donated vehicles from the federal government to certain exempt agencies. A *U.S. Government Certificate to Obtain Title to a Motor Vehicle* (Form 97) assigning ownership to the Texas Facilities Commission should support these transfers. The Commission then transfers ownership to the receiving exempt agency on their "Affidavit Regarding Title to a Motor Vehicle."

Note: When a *U.S. Government Certificate to Obtain Title to a Motor Vehicle* (Form 97) shows a "salvage", "flood damaged", "Totaled", or "Not for Highway Use" brand is surrendered to apply for a negotiable title, the county tax assessor-collector's office should also add the appropriate remark.

Travel Trailers used by a Government Agency

A *U.S. Government Certificate to Obtain Title to a Motor Vehicle* (Form 97) is acceptable proof of ownership for a government agency applying for a title to a travel trailer purchased by or transferred to the government agency when the travel trailer is being used as temporary housing in response to a natural disaster or other declared emergency.

10.5 Importer's Certificate

The volume of out of state vehicles being brought into this State by residents, nonresidents, new residents, members of the Armed Forces, auto auction companies, and dealers has grown to the extent that it is almost impossible for the county tax assessor-collector's office to determine whether the vehicle was brought into this State for the purpose of sale as provided by this Section. For this reason, an application for a Texas title supported by proper evidence of ownership for lack of an importer's certificate is not rejected.

10.6 Registration and Military Registration Receipts

A registration receipt is acceptable ownership evidence to transfer ownership of a motor vehicle provided registration receipt is from a state or jurisdictions that does not issue an ownership document for that motor vehicle (known as a non-title state), the registration receipt contains a transfer of ownership section, and the registration receipt is expired not more than 6 months. If the registration receipt does not contain a transfer of ownership section, a bill of sale must be used. If the registration has been expired for more than 6 months, the owner must submit a statement of fact specifying the registration receipt is the most recent registration receipt covering the motor vehicle.

For information on Military Registration Receipts, refer to Military Registration in [Chapter 20, Section 20.1 Entry of Motor Vehicles into the United States](#).

10.7 Miscellaneous Documents

Transportation Code Section 501.029

The board by rule may provide a list of the documents required for the issuance of a receipt that evidences title to a motor vehicle for registration purposes only. The fee for application for the receipt is the fee applicable to application for a title. The title receipt may not be used to transfer an interest in or establish a lien on the vehicle.

Non-negotiable “Duplicate Original” Certificates of Title

Prior to September 1, 2001, the department issued “Duplicate Original Certificates of Title” which were non-negotiable and nontransferable. These non-negotiable titles provide no space on the reverse side for the assignment of the vehicle and are not valid for transfer of an interest in or to establish a lien on a vehicle. “Duplicate Original” Certificates of Titles were issued in the following situations:

Lien Recorded on a Negotiable Texas Title

A Duplicate Original Certificate of Title was issued to the Texas recorded owner when application for a negotiable Texas Certificate of Title was filed that recorded a lien (encumbered motor vehicle). These non-negotiable titles provided an ownership document for the owner since the negotiable title was provided to and held by the lienholder.

Non-negotiable Title for Registration Purposes Only (RPO)

Texas non-negotiable titles for “Registration Purposes Only” were issued for any vehicle last registered or titled in another state but required Texas registration and the owner or operator could not or did not wish to surrender the negotiable out of state evidence of ownership to obtain a negotiable title.

Use of Title or Registration Receipt

Prior to September 1, 2001, Texas non-negotiable titles were issued for Registration Purposes Only. Since September 1, 2001, a receipt is issued at the time of application for Registration Purposes Only as proof of registration. Owners may not use a title receipt or registration receipt to transfer any interest or ownership in a motor vehicle or to establish a lien.

SIGNATURE - AUTHORITY TO SIGN

This chapter contains the following sections:

- [11.1 Names](#)
- [11.2 Signature Formats](#)
- [11.3 Electronic Signatures](#)
- [11.4 Powers of Attorney](#)
- [11.5 Secure Power of Attorney](#)
- [11.6 Limited Power of Attorney for Eligible Motor Vehicle Transactions](#)
- [11.7 Balloon-note Due Contract Limited Power of Attorney](#)
- [11.8 Issuance of New Certificate of Title Because of Subsequent Sales](#)
- [11.9 Title and Dealer Assignments](#)
- [11.10 Notarized Documents and Forms](#)
- [11.11 One Document for Multiple Transactions](#)
- [11.12 Acknowledgment](#)

11.1 Names

Transportation Code Section 501.155

- (a) *A person commits an offense if the person knowingly provides false or incorrect information or without legal authority signs the name of another person on:*
- (1) *an application for a title;*
 - (2) *an application for a certified copy of an original title;*
 - (3) *an assignment of title for a motor vehicle;*
 - (4) *a discharge of a lien on a title for a motor vehicle; or*
 - (5) *any other document required by the department or necessary to the transfer of ownership of a motor vehicle.*
- (b) *An offense under this section is a felony of the third degree.*

Legal Name and Signature Consistency

The owner's legal name and signature, as shown on the face of the application, should agree with each other and with the purchaser's name on the supporting evidence. The application must be made in the legal name as shown on the identification. If any part of the name needs to be shortened due to character limitations, shorten the middle name by truncation.

For example, the legal name John Tom Doe may appear on the identification however the name on the transfer assignment or the signature may appear as John T. Doe, J. T. Doe, John Doe, or J. Doe.

Note: The surname must agree in all cases. There must not be a discrepancy.

If there are any doubts as to the identity of the signor, request a statement of fact from the person in question to clarify that they are one and the same person. Examples include when there is a name change due to marriage or divorce, or where a title reflects the name of John Doe and the signature reflects John Doe, Sr.

Joint ownership

Joint ownership (two or more owners) must appear on an application as the legal name of both owners as it appears on their identification and each should sign their own names on the application. Customers may not use the words “or” and “and/or” either on the assignment or on the face of the application to denote joint, dual, or co ownership.

Note: Customers may not use the word “and” to connect the signatures of joint owners, as each owner must individually sign the application.

Rights of Survivorship

If one or more persons submit both an application for Texas title and a jointly signed “Rights of Survivorship” agreement, the department places the words RIGHTS OF SURVIVORSHIP on the certificate of title. Upon the death of one or more of the persons named in the agreement, the department issues a new certificate to the surviving person(s) or the surviving persons’ transferee upon receipt of a completed application for Texas title and a copy of the deceased person(s)’ death certificate.

Note: It is recommended that the Legal Name as it appears on the Survivor’s identification is used, however the ID of the Survivor is not required at the time their name is placed on the title record and the name is not required to match the ID.

A number of factors affect how persons may enter into a Rights of Survivorship agreement and how certificates of title are issued to the survivor(s). Refer to [Chapter 17, “Rights of Survivorship”](#) for a more detailed discussion.

11.2 Signature Formats

1. Assignments and applications in the name of John Doe, et al (meaning “and others”) is considered to be a company name and does not require authority for the agent to sign.
2. The name of the owner does not have to appear over the agent's signature in the signature space on an application for Texas title. A company name shown in the signature space must agree with the name of the owner. If the agent signing requires authority (as in the case of a power of attorney), the notation Power of Attorney, POA, or P/A must be shown adjacent to their signature; and proper authority to support their signature must be attached to the transaction.

Example 1:

Name of Owner:	XYZ Company
Signature of Owner or Agent:	<i>John Smith</i>

Example 2:

Name of Owner: XYZ Company
 Signature of Owner or Agent: XYZ Company *by John Doe (POA)*

Joint Owners/Power of Attorney/Miscellaneous

3. If joint owners of a vehicle give authority to another individual to apply for title in their names, they must attach a power of attorney signed by all the owners.
4. In the case of joint owners, one of the joint owners may give the other joint owner(s) power of attorney to sign for him/her. They must attach the power of attorney, and the following is an example of how the names of owners and the signature of the attorney should appear:

Example:

Name of Owners: Tom Smith - Jack Brown
 Signature of Owner or Agent: *Tom Smith*
Jack Brown by Tom Smith (POA)

5. An individual may give a company a form of power of attorney in which no specific agent is named to act for the company. They should attach the power of attorney to the transaction. The company's name should appear in the space for signature of owner; and the agent's signature should appear as signing for the company.

Example:

Name of Owner: Tom Smith
 Signature of Owner or Agent: Tom Smith *by XYZ Company, John Doe (POA)*

6. If the title reflects the owner's name as John Doe and the signature reflects John Doe, Sr., or John Doe, Jr., a statement of fact may be requested from that person to clarify that they (John Doe and John Doe, Sr./Jr.) are one and the same person.

Example:

Name of Owner: John Doe
 Signature of Owner or Agent: *John Doe, Jr. (May request Statement of Fact)*

7. A signature of owner should be accepted regardless of the manner in which an owner signs, prints, or "X's" their name. The words "His/Her Mark" should appear adjacent to an "X" when the owner signs in this manner.

Business Entities

8. An individual's name in partnership with a company or firm may appear on an application for Texas title. In these cases, the company or firm's name should be countersigned by an agent and the individual's signature should appear. A business card or authorization written on the letterhead of an entity named as power of attorney that matches the identification of the employee; and identification of the owner or lienholder is required.

Example:

Name of Owner: Joe Doe and Union Oil Company
 Signature of Owner or Agent: *Joe Doe - Union Oil Co. by John Smith*

If applicants desire the vehicle titled in the names of an individual and a business, the individual may sign once as the individual owner and again as the business owner. No authority is required for the individual owner to sign on behalf of the business.

Example:

Name of Owner: Joe Doe and Union Oil Company
 Signature of Owner or Agent: *Joe Doe - Joe Doe for Union Oil Co.*

9. In the event two companies are shown as joint owners on the application for Texas title, a different agent must sign for each company, unless authorization is attached for the agent of one company to sign for the other.

Example:

Name of Owner: American Oil Co. and Union Oil Co.
 Signature of Owner or Agent: American Oil Co. *John Doe*-Union Oil Co.

Pete Smith

10. If the purchaser of a vehicle appears on the assignment as Joe Doaks d.b.a. Doaks Motor Company, the name of owner on the application for Texas title may appear either as “Joe Doaks d.b.a. Doaks Motor Company” or as “Doaks Motor Company”. No authority is required for an agent to sign for a firm or company.
11. Evidence of authority need not be attached for an owner or agent signing as, or for, a “Trustee,” provided the owner or agent does not sign as, or for, trustee of a trust, trustee of an estate, trustee in bankruptcy, or trustee for a minor.
12. No person may sign for the estate of a deceased person without attaching evidence of legal authority, such as Letters of Administration, Letters Testamentary, Probate Proceedings (also muniment of title), or Affidavit of Heirship. (Refer to [Chapter 16, “Operation of Law”](#))
13. If a company, firm, or corporation is doing business in the name of an estate, evidence of authority is not required for an agent to sign provided they sign as an agent or manager of the estate.

Example:

Name of Owner: John Doe Estate
 Signature of Owner or Agent: *Jack Brown, Manager*(Manager)

14. When the name of owner is a firm's name, an agent must sign for the firm in the space provided for “Signature of Owner or Agent” on the application.
15. “Inc.” should not be changed to “Co.” or “Co.” to “Inc.” Neither should an application for corrected title be used to make corrections of this nature, unless there is an affidavit attached from the previous owner verifying the correct name. Otherwise, the title has to be assigned from “Co.” to “Inc.” or “Inc.” to “Co.”
16. When an application for Texas title is supported by a Texas title reflecting that authority has been given to an individual to act in the name of the owner, no further evidence of authority need be attached.

17. In the event an assignment shows an individual's name and a firm's name as "TOM JONES for XYZ COMPANY," only the name of the company should appear on the application in the space for "Name of Owner." If the individual's name and the firm's name are worded on the assignment as "TOM JONES OF XYZ COMPANY," Tom Jones should appear in the space on the application for "Name of Owner."
18. Evidence of authority is not required when a person or agent signs for a Texas licensed dealer when the dealer's name appears as an individual followed by their current dealer license number.

Example: John Doe, P8523

Miscellaneous

19. No authority is required for a father or mother to sign for a minor child if no inheritance is involved. (If inheritance is involved, refer to [Chapter 16, "Operation of Law"](#).)

Example:

Name of Owner: John Doe (Minor)
Signature of Owner or Agent: Jack Doe (Parent)

20. Electronic signatures are acceptable on any non-secure document. Electronic signatures are acceptable on secure documents only if the transaction is submitted through webDEALER.
21. Signature stamps are not acceptable.
22. If an owner loses the ability to sign documents, a legal guardian must be appointed.

Application for Title Signed by a Trustee and Authority Required

Refer to [Table 11-1](#) for signature information when dealing with all forms (living, estate, family, etc.) of trusts.

Table 11-1 Application for Title Signed By A Trustee And Authority Required

NAME OF OWNER ON FACE OF TITLE	SIGNATURE FOR OWNER ON ASSIGNMENT OF TITLE	AUTHORITY REQUIRED
John Doe	John Doe, Trustee	None
Robert Brown	Mary Smith, Trustee	None
ABC Company	John Doe, Trustee	None
John Doe Trust Estate (Agreement)	Mary Smith, Trustee	¹ Statement of Fact or Affidavit of Trust
John Doe Trust Estate	Kay Lane, Trustee by Jane Smith, POA	² Statement of Fact or Affidavit of Trust and POA
John Doe Estate	Susan James, Executor	Letters Testamentary
John Doe	Lillian Avery, Trustee	Bankruptcy Court Order Appointing Trustee
John Doe, Trustee for Joe Black (minor)	John Doe, Trustee	Statement of Fact or Affidavit of Trust
Joe Black (minor)	John Doe, Guardian	Letters Guardianship
John and Mary Doe Living or Family Trust	John Doe, Mary Doe	Statement of Fact or Affidavit of Trust

1. When a legal trust is established, a trustee or trustees are appointed to conduct the business associated with the trust including the titling or transfer of motor vehicles. A Statement of Fact or an Affidavit of Trust is acceptable for signature authority. When signed by the trustee, a Statement of Fact is acceptable in lieu of an actual copy of the Trust Agreement. The statement of fact must state the name of the person or persons who appointed the trustee and state whether or not the agreement is on file with the county clerk. If on file, the number under which it is recorded must appear.
2. If the trustee has appointed a Power of Attorney (POA) and the POA completes documentation on behalf of the trustee, an original or certified copy (notarized) of the POA must accompany the title transaction in addition to one of the above referenced options that identifies the trustee.

23. A leased vehicle must reflect the name and address of the lessor (person or company from whom the vehicle is leased) on the *Application for Texas Title and/or Registration* (Form 130-U) in Box 16 (Applicant Name) and Box 18 (Applicant Mailing Address). This enables the lessor to receive the Texas title. The lessor's name must be followed by "(LESSOR)." The name and address of the lessee (person or firm to whom the vehicle is leased) must be on the *Application for Texas Title and/or Registration* (Form 130-U) in Box 23 (Renewal Recipient Name) and Box 24 (Renewal Notice Mailing Address). This enables the lessee to receive the registration renewal notices.

Applications should be completed as in the following example:

16. Applicant First Name (or Entity Name) Lease-A-Car (Lessor)		Middle Name	Last Name	Suffix (if any)
17. Additional Applicant First Name (if applicable)		Middle Name	Last Name	Suffix (if any)
18. Applicant Mailing Address 14800 Central Street, Houston, Texas 77060		City	State	Zip
19. Owner County of Residence Harris				
20. Previous Owner Name (or Entity Name) Joe's Dealership, Houston, Texas		City	State	21. Dealer GDN (if applicable) P123456
22. Unit No. (if applicable)				
23. Renewal Recipient First Name (or Entity Name) (if different) Ima Good Sample		Middle Name	Last Name	Suffix (if any)
24. Renewal Notice Mailing Address (if different) 123 Long Road, Houston, Texas 77055		City	State	Zip

The lessor, or an agent of the lessor, must sign as the owner on the certificate of title and disclose the odometer statement when the vehicle is transferred.

11.3 Electronic Signatures

An electronic signature may only be used on a secure document if the secure document is submitted to the county tax assessor-collector's office through webDEALER. An electronic signature on a secure document will not be accepted if the document is physically submitted to the county tax assessor-collector's office. Secure forms include the following forms and their out of state equivalent:

- (1) A secure title document,
- (2) *Dealer's Reassignment of Title for a Motor Vehicle (Form VTR-41-A)*
- (3) *Auction Sales Receipt (Form VTR-71-1)*, and
- (4) *Power of Attorney for Transfer of Ownership to a Motor Vehicle (Form VTR-271-A)*.

If a secure form is submitted through webDEALER initially, but must be completed with physical documents, electronic signatures will not be accepted on secure documents. The entity submitting the transaction will be required to obtain wet ink signatures on all applicable secure documents.

An electronic signature may be used on any non-secure document submitted to a county tax assessor-collector's office, whether submitted electronically through webDEALER or physically provided on a paper document.

An electronic signature, whether submitted on a secure or a non-secure form, must match the signer's printed name. An electronic signature physically printed or electronically affixed on any document submitted to a county tax assessor-collector's office must identify the signature as an electronic signature.

11.4 Powers of Attorney

A power of attorney is defined as the written authority for one person to act for another. Refer to Section [11.12 Acknowledgment](#) in this chapter for a list of persons eligible to take acknowledgments and for the manner in which the signature of the attorney-in-fact should appear on the application.

The grantor of a power of attorney must state in the document the name of the attorney-in-fact. (For example: The word "Bearer" should not appear in lieu of the name of the attorney-in-fact.) Customers must attach the original or photocopy of the power of attorney to a title transaction as evidence of the appointment of an attorney-in-fact, unless a secure power of attorney (such as *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A) is used. If a secure power of attorney is used, only the original power of attorney is acceptable.

A power of attorney **cannot** be granted to the selling or buying dealer, an employee of the dealer, or relative of the dealer, unless the vehicle is exempt from the odometer disclosure law (See [Vehicles Exempt from Disclosure in Chapter 15](#)) or unless the dealer is appointed with appropriate use of the *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A). A *Limited Power of Attorney for Eligible Motor Transactions* (Form VTR-271) cannot be used in a dealer transaction for a vehicle subject to odometer disclosure.

When a power of attorney has been granted, the attorney-in-fact cannot appoint another agent or attorney-in-fact unless the original grantor has given the attorney-in-fact the "power of substitution" and it is stated in the original power of attorney.

Returning a Power-of-Attorney

If an individual desires the return of a power of attorney or other evidence of lawful authority, the county tax assessor-collector's office may return the original document to the applicant and submit a copy of the document with the title transaction provided the copy is verified as to its authenticity. A county tax assessor-collector's office should never include the original document in the title transaction as original documents cannot be returned if the applicant wants the original document returned to them. The department records and destroys the document along with the other supporting evidence.

Death of a Grantor

Upon the death of the grantor (person completing the form), a **non durable** power of attorney becomes invalid and the vehicle belongs to the estate. The disposal and transfer of the vehicle is processed through the usual probate and heirship procedures. A durable power of attorney is effective until it is revoked by the grantor, or until the grantor's death.

Note: If the grantor of the power of attorney is deceased and the title assignment was signed prior to the date of death, the title transaction is acceptable for processing. However, if the title assignment was signed after the date of death, the title transaction is unacceptable. The appropriate probate and heirship procedures must then determine transfer of ownership.

Executor or Administrator

If it is necessary for an executor or administrator to grant a power of attorney, it must be limited to the specific act and to the specific individual(s) or firm(s) involved. These limitations mean that the grantor of this power of attorney must specify who serves as attorney-in-fact to sell or buy a specific vehicle and the amount of money to be exchanged. An executor or administrator cannot grant a general power of attorney because they were appointed by the court (or by the testator) to personally transact the business of the estate.

If there is no administration, any one or all of the heirs may grant a power of attorney to another person if the necessary information shown in the affidavit of heirship (no will left, no heirs with prior rights, etc.) is stated in the power of attorney.

Two or More Motor Vehicles

In the event an individual gives another person power of attorney to register two or more motor vehicles, a single power of attorney is acceptable if all the transactions are kept together with the power of attorney when sent to the department.

Firms, Associations, or Corporations

A power of attorney may be given to a firm, association, or a corporation; and the agent acting for the organization should clearly indicate by their signature that they are signing for the firm, association, or corporation.

Two or More Persons as Attorneys

A person may appoint two or more persons as attorneys-in-fact, or a person may appoint a firm and/or an individual as dual attorneys-in-fact. In these cases, the wording of the power of attorney always determines who must sign for the grantor.

Examples:

John Doe or Charles Smith (Dual Attorneys-in-Fact) either may sign.

John Doe and Charles Smith (Dual Attorneys-in-Fact) each must sign.

Signatures

When an attorney in fact, executor, administrator, etc. completes the assignment of title, the signature should clearly indicate for whom they are signing; and their authority should be indicated in the assignment and/or attached to the transaction.

Examples:

JOHN SMITH by *William B. Long, POA*

JOHN SMITH by *Robert J. Brown, Executor*

General Power of Attorney

A general power of attorney is the written authority for one person to act in all business and legal capacities for another person. The description of the motor vehicle does not need to appear in this type of power of attorney because the power given to the attorney-in-fact is general. A general power of attorney may be limited only by a statement that the document becomes null and void on a certain date. In these instances, when the power of attorney is limited by date and the attorney-in fact is to complete the final application, that particular authority does not appear on the certificate of title.

Note: A general power of attorney given to an individual to act on behalf of another individual or entity may be an original or a photocopy.

Durable Power of Attorney

A durable power of attorney is the written authority for one person to act in all business and legal capacities for another person as stated in [General Power of Attorney](#). A durable power of attorney continues to exist if the principle becomes incapacitated, is not mentally competent or not physically able to make decisions, unless specifically limited.

Limited Power of Attorney

A limited power of attorney is the written authority for one person to act in a specific instance or for a particular purpose for another person. This type of power of attorney is usually limited by a statement specifying what act(s) the attorney-in-fact may perform. The limitation may confine the attorney-in-fact to the purchase, the sale, or the registration of a particular motor vehicle, and it may be limited further by a date or a statement. See [Section 11.6 Limited Power of Attorney for Eligible Motor Vehicle Transactions](#) for more information.

11.5 Secure Power of Attorney

Part 580, Code of Federal Regulations, provides the rules relative to the Truth in Mileage Act, which dictate when use of a power of attorney is permissible in conjunction with odometer disclosure. Further, federal law requires the odometer disclosure for used vehicles to be made on a certificate of title or a secure power of attorney. Federal law specifies use of a power of attorney is strictly limited to when the title is lost, held by a lienholder (whether the title is paper or electronic), or an electronic title that cannot be accessed. Permissible use in conjunction with an electronic title includes an electronic title when the lienholder has not released their lien or when the owner on record has an electronic title without a lien. The only acceptable power of attorney is the *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A). Only licensed motor vehicle dealers, salvage dealers, and insurance companies may use the *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A). This form may be obtained from a TxDMV Regional Service Center.

Part A

When a licensed motor vehicle dealer, salvage dealer, or insurance company takes possession of a motor vehicle subject to odometer disclosure, and the seller does not possess the certificate of title because it is lost, held by the lienholder, or an electronic title that cannot be accessed, Part A of the *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A) must be completed by both the seller and the purchaser and must contain original signatures. Upon receiving the title, the dealer, salvage dealer, or insurance company must complete the assignment and odometer disclosure on the title.

Part B

If the title is still lost, held by a lienholder, or an electronic title that cannot be accessed and the vehicle is sold by the motor vehicle dealer or salvage dealer, Part B of the *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A) must be completed by both the seller and the purchaser and must contain original signatures. Part B grants power of attorney to the seller to complete the certificate of title upon receipt.

Part B can only be completed if Part A is completed, and a permitted use still applies. The purchaser in Part A may not sell a vehicle without having possession of the vehicle's title unless the title is still lost, held by a lienholder, or an electronic title that cannot be accessed. If the dealer obtains a certified copy of title (CCO) prior to subsequent transfer, the title is no longer held by a lienholder, or the electronic title that was not accessible has been printed, then Part B and C cannot be used. A subsequent purchaser is required to acknowledge the odometer on the title or CCO.

Note: The *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) may not be used in lieu of Part B of the Form VTR-271-A when Part B still applies to the transaction at the time of sale.

Part C

The purchaser in Part A (who is also the seller in Part B), must complete the assignment and subsequent reassignment on the certificate of title and must then complete the certification in Part C of the *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A).

Unless the sale involves an out of state purchaser or another dealer, the dealer must then file the application for Texas title, *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A), and any other required documents and fees with the county tax assessor-collector's office where the vehicle was bought, is encumbered, the purchaser (owner) resides, or any county willing to accept the application.

11.6 Limited Power of Attorney for Eligible Motor Vehicle Transactions

A limited power of attorney may be used to facilitate the completion of paperwork, obtaining a certified copy, processing registration, or any other necessary actions required to facilitate the transfer of a motor vehicle. The department provides the *Limited Power of Attorney for Eligible Motor Transactions* (Form VTR-271) for use in eligible situations.

A limited power of attorney, including *Limited Power of Attorney for Eligible Motor Transactions* (Form VTR-271), may not be used to complete the *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A). A dealer may not facilitate the appointment of a limited power of attorney, nor may the dealer, anyone associated with the dealer, or anyone performing work on behalf of the dealer be appointed grantee in a limited power of attorney to complete an odometer disclosure.

11.7 Balloon-note Due Contract Limited Power of Attorney

Texas Transportation Code Section 501.076 provides for one specific type of limited power of attorney associated with “balloon-note due” contracts.

Transportation Code Section 501.076

- (a) *An owner who has a contractual option to transfer ownership of a vehicle in full or partial satisfaction of the balance owed on the vehicle, as provided in Section 348.123(b) (5), Finance Code, may execute a written limited power of attorney that authorizes an agent to complete and sign for the owner, and provide to the transferee, the form to transfer the title under Section 501.071 and the odometer disclosure under Section 501.072, and the other documents necessary to transfer title.*
- (b) *The owner may execute the limited power of attorney at the time the owner enters the contract giving the owner the option to transfer the vehicle or at any time after that date. The limited power of attorney may only be used if an owner elects to transfer the vehicle in full or partial satisfaction of the contract and may not be used by the holder of the contract as part of the holder’s exercise of a remedy for a default by the owner under the contract.*
- (c) *The person named as the agent in the limited power of attorney must meet the following requirements:*
 - (1) *the person may be a person who has been deputized to perform vehicle registration functions as authorized by rules adopted under Section 502.0071, a licensed vehicle auction company holding a wholesale general distinguishing number under Section 503.022, a person who has a permit similar to one of the foregoing that is issued by the state in which the owner is located, or another person authorized by law to execute title documents in the state in which the owner executes the documents; and*
 - (2) *the person may not be the transferee or an employee of the transferee. The person may not act as the agent of both the transferor and transferee in the transaction. For the purposes of this section, a person is not the agent of both the transferor and transferee in a transaction unless the person has the authority to sign the documents pertaining to the transfer of title on behalf of both the transferor and the transferee.*
- (d) *If a limited power of attorney is used under Subsection (a), the holder of the contract shall accompany the power of attorney with a written statement that the vehicle was returned at the election of the owner in full or partial satisfaction of the owner’s obligations under the contract and not as the result of the exercise by the holder of the contract of its remedies for default.*

- (e) *A signed and dated written odometer disclosure containing the information described in this subsection may be included on or with the power of attorney if the power of attorney is executed within 120 days before the date of the transfer and is accompanied by the conspicuous written notification described in this subsection. If an odometer disclosure is not obtained in that manner, the transferee or agent or the person to whom the vehicle is delivered at the time of the transfer shall request an odometer disclosure as provided in this subsection. Not more than 120 days before the transfer of the vehicle by the owner, the transferee or agent under the power of attorney or person receiving delivery of the vehicle shall in writing request the owner to provide a signed and dated written statement stating the odometer reading (not to include tenths of a mile) as of the date of the statement, and further stating words to the effect that either: (i) to the best of the owner's knowledge, the odometer reading reflects the actual mileage of the vehicle; (ii) the actual mileage has gone over the odometer's mechanical limits and the odometer reading reflects the amount of mileage in excess of the mechanical limits of the odometer, if the owner knows that to be the case; or (iii) the odometer reading is not the actual mileage, if the owner knows that to be the case. The statement may consist of a form in which the agent or transferee or person receiving the vehicle includes the identification of the vehicle and owner and which allows the owner to fill in the odometer reading and mark an applicable box to indicate which of condition (i), (ii), or (iii) is applicable and to date and sign the statement. With the request for the owner's statement, the transferee or agent or person receiving the vehicle shall provide a written notification to the owner to the effect that the owner has a duty under law to state the odometer reading, state which of conditions (i), (ii), or (iii) is applicable, and sign, date, and return the statement and that failing to do so or providing false information may result in fines or imprisonment. Unless the written notification is delivered to the owner at substantially the same time that the owner is delivering the signed and dated owner's statement, the written notification must also state a date by which the owner must provide this information and an address to which it may be delivered. This written notification to the owner must be in bold letters, underlined, or otherwise conspicuous and may be in a separate document or included as part of a form to be used for the owner's statement or in another document relating to the potential transfer. The transferee or agent or the person receiving delivery of the vehicle may mail the request and notification to the last known address of the owner or may otherwise send or deliver it to the owner. If there are multiple owners of the same vehicle, the request and notification may be sent to one or more of them and it shall be sufficient for one owner to sign the statement. The owner has a duty to return the signed and dated statement as directed in the notification. In completing the odometer disclosure on the owner's behalf, the agent shall identify the same condition (i), (ii), or (iii) provided in the owner's statement, unless the agent knows that the condition identified in the owner's statement is not correct. The agent will not indicate in the odometer disclosure it completes on the owner's behalf that the odometer reading is not the actual mileage unless either the owner has so indicated in the owner's statement or the agent knows that the owner's statement is not correct. The agent shall transmit the owner's statement it receives*

to the transferee after the title transfer is completed. The owner's statement received by the transferee under this subsection need not be filed with the filing office for the other title documents, but the transferee shall retain the owner's statement for a time period and in a similar manner to the retention methods used by a lessor to retain statements under 49 C.F.R. Section 580.8(b), as it may from time to time be amended. The transferee may rely upon the agent's odometer disclosure and the owner's statement unless it knows that they are not correct. A failure by an owner to comply with an obligation under this subsection subjects the owner to the penalties and enforcement provisions of Subchapter H but does not affect the validity of the transfer of title.

- (f) This section does not in any way impair or impede any transfers made through use of a power of attorney prior to the effective date of this section, and such transfers shall continue to be valid if they comply with the provisions of this section or would otherwise comply with the law in effect prior to the effective date of this section. This section does not apply to powers of attorney authorized under federal law or regulation that authorize a transferee to act as the agent of the transferor under certain circumstances or to powers of attorney otherwise authorized by the law of this state. This section does not affect the use of powers of attorney to sign, complete, and deliver the form to transfer title and other documents necessary to transfer title, including the odometer disclosure, in title transfers other than those described in Subsection (a).*
- (g) The power of attorney created in this section shall be limited for the purposes and duration specified in this section.*

Specifics of a Balloon Note Due Limited Power of Attorney

- Owners may sign the power of attorney on the date that the owners sign the “balloon-note due” contract or at any time after that;
- Is not required to include an odometer disclosure statement from the owners;
- Limits the person appointed and may not include the transferee or an employee of the transferee; and
- May include an odometer disclosure statement if signed within 120 days before the date of the transfer.

Note: A separate odometer disclosure statement may remain with the transferee, and the power of attorney can disclose the odometer certification provided by the owner.

Acceptance of the limited Power of Attorney

County tax assessor-collector's offices should accept title transfers with the limited power of attorney as an approved form for transfer of ownership.

The holder of the contract must include a statement confirming that the vehicle was returned at the election of the owners and not as a result of remedies for default.

Uncommon Circumstances

[Transportation Code Section 501.076](#) allows the use of these limited power of attorneys in circumstances that are somewhat uncommon.

- The limited power of attorney can be dated and signed at the time the “balloon-note due” contract is signed by the purchaser.
- There is the possibility that the limited power of attorney could be multiple years old at the time of transfer of ownership.
- Since the department does not prescribe the limited power of attorney, there could be several versions and all versions would be acceptable.

11.8 Issuance of New Certificate of Title Because of Subsequent Sales

If an owner’s name (not a Texas licensed dealer) appears as one of the assignments listed below, the owner must file an application for Texas title in their own name.

- As the purchaser on the first assignment
- As the purchaser on “reassignment by dealer”
- As the purchaser on the *Dealer’s Reassignment of Title for a Motor Vehicle* (Form VTR-41-A)

11.9 Title and Dealer Assignments

Refer to [Chapter 9, Section 9.3 Title Assignments](#) and [Chapter 9, Section 9.4 Dealer Assignments](#)

11.10 Notarized Documents and Forms

Forms not Requiring Notarization

Effective April 1, 1990, the notarization of certain documents relating to a title transfer, is no longer required. Department forms (unless specifically required), bills of sale, title assignments (manufacturer’s certificate of origin, Texas title, and out of state evidence), odometer disclosures, affidavits of fact, and limited powers of attorney (specifically for transferring ownership of a motor vehicle) do not require notarization.

11.11 One Document for Multiple Transactions

If one document (power of attorney, heirship affidavit, will, etc.) is used to support the applications of more than one transaction, applicants should staple all affected transactions together with the document and a note attached stating, “These transactions must be kept together.” If submitted via special handling, counties should submit all related transactions with a note stating the transactions should be kept together. An acknowledged copy of the document should support any additional transactions. Additionally, the county tax assessor-collector’s office should submit a certification concerning the number of transactions for which the original document was submitted.

11.12 Acknowledgment

The following individuals are authorized to take acknowledgments on papers related to Texas title and registration laws:

- Justice of the Peace and Ex Officio Notary Public - (seal affixed)
- County Clerk- (seal affixed)

- Deputy County Clerk - provided the name of the county clerk is also shown on the acknowledgment. (seal affixed)
- District Clerk - (seal affixed)
- Deputy District Clerk - provided the name of the district clerk is also shown on the acknowledgment. (seal affixed)
- Notary Public - (seal affixed - embossed impression or rubber stamped ink impression) A notary public is authorized by law to take acknowledgment in any county in this state, regardless of the county in which the notary is appointed. The name of the notary public should be typed or stamped beneath the notary public's signature. Also the acknowledgment should include the date of acknowledgment and the date the notary's commission expires.
- County and District Judges - (seal of office affixed)
- Officers of the United States Armed Forces on active duty provided their rank and branch of service is shown on the acknowledgment. (No seal required)
- Officials of the Diplomatic or Foreign Service of the United States Government may take acknowledgment within the country to which the official is accredited. The acknowledgment must show the seal of office, name of office, and the country to which accredited.
- The county tax assessor-collector and their employees may administer oaths and take acknowledgments on any document required or authorized to be filed with the office of the county tax assessor-collector. (When taking acknowledgments on title and registration forms, the words "Notary Public" should be crossed out and substituted with county tax assessor-collector or county tax assessor-collector employee; and the name of the county should be shown.)
- Members of any board or commission created by the laws of this State in matters pertaining to the duties thereof.
- In instances when an original or a certified copy of a document, such as a will, power of attorney, chattel mortgage, letters testamentary, etc., is required to support a title transaction but the applicant does not wish to relinquish the original or certified copy of the document, the county tax assessor-collector or deputy may, after verifying the authenticity of the document, allow a copy of the document to be attached to the title transaction. In these instances, the county tax assessor-collector or deputy should make a signed statement on the border of the copy that it is a true copy of the original.

Note: Certification, as it relates to supporting documents, is the act of certifying by a statement on the document, that the document(s) is a "true and correct copy of the original."

This chapter contains the following sections:

- ***12.1 Definitions***
- ***12.2 Perfection of Security Interest***
- ***12.3 Sale or Security Interest Not Created by Certain Vehicle Leases***
- ***12.4 Recordation of Security Interest***
- ***12.5 Lien Information on Application for Texas Title and/or Registration (Form 130-U)***
- ***12.6 Income Tax Liens***
- ***12.7 Accessories Liens***
- ***12.8 Restitution Liens***
- ***12.9 Landowner's Lien***
- ***12.10 Child Support Liens***
- ***12.11 Transfer of Equity***
- ***12.12 Release of Liens***
- ***12.13 Liens Over 10 Years Old***
- ***12.14 Electronic Lien Title (ELT)***

12.1 Definitions

Transportation Code Section 501.002(12)

(1) "Lien" means:

- (A) a lien provided for by the constitution or statute in a motor vehicle; or
- (B) a security interest, as defined by Section 1.201, Business & Commerce Code, in a motor vehicle, other than an absolute title, created by any written security agreement, as defined by Section 9.102, Business & Commerce Code, including a lease, conditional sales contract, deed of trust, chattel mortgage, trust receipt, or reservation of title.
- (C) a child support lien under Chapter 157, Family Code.

The disclosure of a lien (security agreement) on an application for a certificate of title filed with the county tax assessor-collector's office constitutes the notation or perfection of the lien as of the date the application is accepted, and a receipt for title application is issued.

12.2 Perfection of Security Interest

Transportation Code Section 501.111

- (a) Except as provided by Subsection (b), a person may perfect a security interest in a motor vehicle that is the subject of a first or subsequent sale only by recording the security interest on the title as provided by this chapter.

- (b) *A person may perfect a security interest in a motor vehicle held as inventory by a person in the business of selling motor vehicles only by complying with Chapter 9, Business & Commerce Code.*

12.3 Sale or Security Interest Not Created by Certain Vehicle Leases

Transportation Code Section 501.112

Notwithstanding any other law, an agreement for the lease of a motor vehicle does not create a sale or security interest by merely providing that the rental price is permitted or required to be adjusted under the agreement as determined by the amount realized on the sale or other disposition of the vehicle.

A security interest in a motor vehicle, except one covering vehicles in a dealer's inventory, may only be perfected by recording the lien on the certificate of title as provided in [Transportation Code Section 501.113](#). A security interest covering vehicles in a dealer's inventory (floor plan lien) may only be perfected by filing a financing statement in the office of the Secretary of State. In the ordinary course of business, a security interest agreement is neither enforceable against the buyer of a vehicle, even if the buyer knows of its existence, nor is it valid against a motor vehicle, which has been the subject of first or subsequent sale.

The above paragraph provides that a buyer in the ordinary course of business is not liable for any encumbrances held against the dealer. The department and its designated agents are not in a position to know all the facts concerning the nature of an encumbrance and, therefore, can not determine "who is" and "who is not" a buyer in the ordinary course of business. Any lien, noted or recorded on a Texas title or Manufacturer's Certificate of Origin (MCO), must be released or carried forward to an application for a Texas title that is filed in the name of a third party. If the lien is not released, or noted on the application, the transaction is unacceptable. Or if title is issued in error, the department revokes the title and the customer must file a new application to record the lien.

12.4 Recordation of Security Interest

Transportation Code Section 501.113

- (a) *Recordation of a lien under this chapter is considered to occur when:*
- (1) *the department's titling system is updated; or*
 - (2) *the county assessor-collector accepts the application of title that discloses the lien with the filing fee.*
- (b) *For purposes of Chapter 9, Business & Commerce Code, the time of recording a lien under this chapter is considered to be the time of filing the security interest, and on such recordation, the recorded lienholder and assignees under Section 501.114 obtain priority over the rights of a lien creditor, as defined by Section 9.102, Business & Commerce Code, for so long as the lien is recorded on the title.*

Protection for the Lender

A lien noted on a *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS) constitutes valid protection for the lender against the motor vehicle of a borrower. The lien must be recorded on the certificate of title so that possible future purchasers have knowledge of the lien. If a motor vehicle with a recorded lien is sold, with or without the knowledge or consent of the lender, the rights of the lender remain as long as the lien is duly recorded. No sale or, succession of sales, invalidates the lien.

Liens not Noted on Certificates and Titles

The creation of a lien is usually a written document between two parties, and the record of a lien on the certificate of title serves as notice of its creation. A lien not recorded on the title is valid between the parties and against the vehicle until the time a third party purchaser intervenes. In the event a lien is created by parole agreement (word of honor), the validity of the lien, if questioned, would be determined by a court of competent jurisdiction.

Liens Noted on Certificates and Titles

Any lien noted or recorded on a Manufacturer's Certificate of Origin (MCO), application for a Texas title, Texas Certificate of Title, out of state certificate of title, out of state registration receipt, bill of sale, or invoice must be released or carried forward.

- Lien information noted on an MCO need not be complete, but the lien must be released or carried forward.
- A lien recorded on a Texas title is not required to be released when:
 - An application for corrected title is filed recording a new lien in favor of the same lienholder as is recorded on the surrendered title or vehicle record (with no change in ownership).
 - A Texas title is transferred and the lienholder on the surrendered evidence is the same as recorded on the new application. (Dates may differ.)
- A lien recorded on out of state evidence is not required to be released when there is no transfer of ownership from an out of state title and the same lienholder is being recorded on the Texas application as is recorded on the out of state title. (Dates may differ.)
- An out of state lien recorded on out of state evidence cannot be carried forward to a Texas title when there is a transfer of ownership unless:
 - A release of lien is attached; or
 - Authorization from the lienholder is attached.

Note: If a Texas lienholder is recorded on out of state evidence being surrendered in support of a Texas application, require the same release as if the lien were on a Texas title.

12.5 Lien Information on *Application for Texas Title and/or Registration* (Form 130-U)

The first lien must be recorded on the *Application for Texas Title and/or Registration* (Form 130-U). A lien may also be recorded in the “LIEN” area located on a Certificate of Title. The “LIEN” area is located on the bottom, back side of a Texas Certificate of Title. The lien is not required to be written in this area on a title; however, if it is, it must also be recorded on the *Application for Texas Title and/or Registration* (Form 130-U).

Lien Wording

The lienholder's name and address and the date of the first lien must be included in the first lien information on the *Application for Texas Title and/or Registration* (Form 130-U). And the correct address and zip code must be included in the mailing address for the post office to deliver the negotiable Texas Certificate of Title to the lienholder.

The *Additional Liens Statement* (Form VTR-267) must be submitted with an *Application for Texas Title and/or Registration* (Form 130-U) when more than one lien is to be recorded; however, the Texas title will be sent to the first lienholder recorded on the *Application for Texas Title and/or Registration* (Form 130-U).

The name of a nationally known lienholder may be abbreviated in the space provided on the application for the “Name of Lienholder”. Example: GMAC.

The word “or” or “and/or” may not connect the names of joint lienholders.

Altered Lien Information

Date

The date of a lien shown on an application may be altered provided the result of the alteration is legible. If the date of lien shown on the application is not legible after alteration, a new application should be requested. Strikeovers and erasures, which leave any doubt to the correct date of lien, are not acceptable.

Name

If the lienholder's name has been altered, a statement of fact should be required from the lienholder explaining the alteration and stating that they are the correct lienholder that should be recorded. If the lien information on the application is erased and another lien is not shown, a statement of fact should be required from the lienholder stating that they have no interest in the vehicle; or the owner must complete a new application showing no erasures. Erasure of lienholder's name is not acceptable.

Address

An alteration of the lienholder's address on an application for Texas title is acceptable if the alteration is legible. If the lienholder is a “Bank” that has an accepted name used by many different banks located in various cities throughout the State, such as First State Bank, City National Bank, etc., an alteration of the lienholder's city on the application require the same evidence as if the lienholder's name was altered.

Rejected Form VTR-500-RTS

If a *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS) has been issued and reported to the department and the transaction is subsequently rejected by the department and returned to the county tax assessor-collector's office at the request of the county tax assessor-collector's office, owner or lien holder to delete the lien information or add a new lienholder, the following apply:

- The correction must be processed in the Correct Title Rejection event.
- Issue a new *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS) to record or remove (correct) the lien. The new receipt should indicate that no registration was issued.
- The \$28/\$33 application fee should not be applicable when it is a county tax assessor-collector's office error and a statement of fact from the county tax assessor-collector's office supports the issuance of a "NO CHARGE" correction.

Note: The old application and receipt should be submitted as evidence with the corrected title transaction. An "X" should be placed in the title number space of the old application to ensure that the corrected application is utilized when processed by the department.

Out of State Vehicles

If an alteration on a Manufacturer's Certificate of Origin (MCO) or out of state evidence shows a different lienholder's name, require a release or an affidavit of "non interest" from the originally recorded lienholder.

The notation of a lienholder's name with the word "Note" or "Lien" or the notation of amount of money plus the abbreviation for Chattel Mortgage (C.M.), Promissory Note (P.N.), or Conditional Sales Contract (C.S.C.) constitutes notice of a valid lien and must be carried forward or released. These simple notations may occur on Manufacturer's Certificates of Origin (MCOs), Texas titles, out of state titles, out of state registration receipts, bills of sale, or invoices.

The date of lien does not have to be shown on the face or on an assignment of an out of state title, a registration receipt from a non title state, a bill of sale, or invoice; however, a definite date must be established if the lien is carried forward to the Texas application.

Priority of Liens

All liens on motor vehicles should take priority according to the order of time they are recorded on the certificate of title. If a lien has been created by contract, prior to a subsequent one, and the subsequent lien is filed first then the subsequent lien has priority and is, in fact, the first lien. The first lien recorded remains the first lien even though a second lien is later recorded showing an earlier date, unless the first lienholder agrees in writing for the second recorded lien to appear as first lien. For information regarding the effect of liens on CCO applications see [Title Records Recording a Lien](#).

The rules of priority as stated in the above paragraph apply except in the case of statutory liens or liens given by rule of law, such as a garage keeper's lien on a vehicle deemed abandoned under the provisions of Chapter 683 of the Transportation Code. If a vehicle is left in a storage facility and “deemed abandoned”, the owner or lienholder must redeem the vehicle by payment of the garage keeper's claim. Failure by the owner or lienholder to exercise their right to reclaim the vehicle is deemed a waiver of all right, title, and interest in the vehicle; and constitutes consent to the sale of the vehicle at a public auction. This statute nullifies a recorded lien under the conditions stated above and gives a garage keeper's lien first priority.

Errors

If a former lienholder claims that their interest in a vehicle was released in error, the matter must be settled in court or between the parties. The department does not enter into disputes of this nature.

Second Liens

A second lien may be recorded without releasing the first lien. The recorded owner may correct the title by adding a second lien; or if the owner sells the vehicle, the new owner may carry the original lien forward and add a second lien. The first lien must be carried forward to the new application as the first lien.

Joint Liens

Two or more persons holding the same lien constitute joint lienholders. Joint lienholders have equal rights and both must act in all cases in regard to their equity. Only one address should be shown for joint lienholders. First and second lienholders are **not** considered joint lienholders.

Lienholders' Address

A lienholders' address must include the street address or post office box number.

Note: Zip Code Numbers must be included as part of each mailing address appearing on title applications.

Corrected Titles

A lien may be recorded on an application for corrected title and a new title may be issued regardless of the fact that the vehicle may not be currently registered or the motor vehicle record indicates a Safety Responsibility Suspension.

Exempt Vehicles

Liens are valid against vehicles registered with exempt license plates, if properly recorded on certificates of title.

Et Al

A group of individuals may show their lien as “John Doe”, et al. (Et al means “and others” and is considered a company name.)

Liens on Component Parts

If a bill of sale for a component part of a motor vehicle (body, frame, motor) shows a recorded lien, the lien does not need to be released or carried forward to the application as under the Certificate of Title Act. A lien is only valid against the whole motor vehicle; however, a lien recorded on a title, which is used as a bill of sale for a component part, must be released or carried forward because such lien was not against a component part.

12.6 Income Tax Liens

The federal government may place a lien on the property of a delinquent taxpayer. Such a lien against a motor vehicle is valid whether filed or not. However, an Income Tax Lien does not have priority over a prior lien recorded on a certificate of title, unless it was recorded after the Income Tax Lien was filed. If the evidence reveals a recorded lien, it must be released. When motor vehicles are seized and sold by the IRS to satisfy a tax debt, a Form 97 is not needed.

An application for Texas title resulting from a sale to satisfy an Income Tax debt must be supported by either:

- A properly assigned title to the buyer; or
- A verification of the ownership from the state of origin.

Note: If verification of the ownership records from the state of origin cannot be obtained, the options available to obtain Texas title are as follows:

- Pursue a bonded title, if they meet the requirements set out in Transportation Code, §501.053; or
- Obtain title in the other state, prior to transferring to Texas.

12.7 Accessories Liens

Accessories liens are not valid ([Statute: Transportation Code Section 501.004](#)).

12.8 Restitution Liens

Code of Criminal Procedures, Article 42.22, Restitution Liens, provides for the filing of statutory liens on motor vehicle certificates of title to secure the amount of restitution, fines, or costs awarded to a crime victim or the state by a court in a criminal case.

A restitution lien may be established by a court order to a victim of a criminal offense (the term “victim” also includes a close relative of a deceased victim, or the guardian of a victim).

Lienholder

The lienholder name recorded on the application for a title must be the name of the court ordering restitution in the court order or judgment. For example:

County Court at Law # ____
c/o Clerk of the Court
Mailing Address of Court

Filing/Perfection

A restitution lien against a motor vehicle must be perfected in accordance with [Transportation Code Section 501.111](#), and may be filed by the victim or the attorney representing the state. To record a restitution lien, an application for a title must be supported by:

- The negotiable certificate of title in the name of or assigned to the defendant;
- *Application for Texas Title and/or Registration* (Form 130-U);
- *Additional Liens Statement* (Form VTR-267) if applicable;
- The original or a certified copy of the court order or judgment establishing the restitution lien and requiring the defendant to pay restitution, fines, or costs;
- An affidavit to perfect the restitution lien. The affidavit **MUST** be signed by the attorney representing the state or a magistrate and **MUST** include:
 - the name and date of birth of the defendant whose property or other interests are subject to the lien;
 - the residence or principal place of business of the defendant, if known;
 - the criminal proceeding giving rise to the lien, including the name of the court, the name of the case, and the court's file number for the case;
 - the name and address of the attorney representing the state and the name of the person entitled to restitution;
 - a statement that the notice is being filed under Code of Criminal Procedure, Article 42.22, Restitution Liens;
 - the amount of restitution and the amount of fines and costs the defendant has been ordered to pay by the court;
 - a statement that the amount of restitution owed at any one time may be less than the original balance and that the outstanding balance is reflected in the records of the clerk of the court hearing the criminal proceeding giving rise to the lien; and
 - the vehicle description and vehicle identification number.

Fees

The applicant must pay the applicable title application fee and the \$5 filing fee required of the Code of Criminal Procedure, Article 42.22, Section 7 (b).

Priority

A restitution lien is subordinate (not superior) to other liens recorded on the surrendered evidence of ownership. If the surrendered evidence of ownership indicates a recorded lien, a restitution lien should be recorded as a second or third lien, whichever is applicable.

Release of Lien

The clerk of the court recorded as the lienholder on the certificate of title receives payments from the defendant and maintains a record of the outstanding balance of restitution, fines, or costs owed. A restitution lien expires on the 10th anniversary of the date the lien was filed or on the date the defendant satisfies the judgment creating the lien,

whichever occurs first. The person having an interest in the lien may re-file the lien before the date the lien expires. A lien that is re-filed expires on the 10th anniversary of the date the lien was re-filed or the date the defendant satisfies the judgment creating the lien, whichever occurs first.

12.9 Landowner's Lien

Chapter 70, Property Code, provides for landowners to obtain a court order entitling them to a lien against the motor vehicle of a person who damages the landowner's fence, if that person is the vehicle owner, or has consented for someone to drive their motor vehicle that caused the damage.

Filing/Perfection

Liens may be perfected under this subchapter in the manner provided by Subchapter F, Chapter 501 of the Transportation Code. The lien is perfected when the department issues a subsequent title recording the lien. An application for Texas title to record a landowner's lien must be supported by:

- a judgment signed by the judge of a county justice of the peace court or higher jurisdiction; or
- properly assigned ownership document; and
- an *Application for Texas Title and/or Registration* (Form 130-U) that discloses the lien accompanied by the title application fee.

Lien Amount

The amount of the lien is equal to or the lesser of:

- the fair market value of the motor vehicle when the fence was damaged; or
- actual cost to repair the fence and, if any livestock or other animals escaped due to the fence damage, to recapture the escaped livestock or other animals.

Release of Lien

The lien does not expire and is not discharged until the landowner receives payment.

Priority

A landowner's lien is subordinate (not superior) to other liens recorded on the surrendered evidence of ownership or in the motor vehicle record. If a recorded lien is indicated, a landowner's lien should be recorded as a second or third lien, whichever is applicable.

12.10 Child Support Liens

Note: Family Code, Chapter 157, Child Support Liens, provides for the filing of child support liens on motor vehicle certificates of title for past due, court ordered child support.

Filing/Perfection

Child support liens against motor vehicles must be perfected in accordance with [Transportation Code Section 501.111](#). The lien is perfected when the department issues a title recording the lien. To record a child support lien, an application for a title must be supported by:

- The negotiable certificate of title in the name of or assigned to the obligor (the one who is required to make payments under the terms of a support order for a child);
- *Application for Texas Title and/or Registration* (Form 130-U);
- *Additional Liens Statement* (Form VTR-267) if applicable; and
- A Child Support Lien Notice, which has been filed with the county clerk's office or a certified copy of an abstract of judgment.

Priority

A child support lien is subordinate (not superior) to other liens recorded on the surrendered evidence of ownership. If the surrendered evidence of ownership indicates a recorded lien, a child support lien should be recorded as a second or third lien, whichever is applicable.

Release of Lien

A release of lien for a child support lien may be filed with the county clerk in the county in which the original Child Support Lien Notice was filed. An original release of lien from the county clerk is required to release the lien on a title.

12.11 Transfer of Equity

Assignment of Lien

Transportation Code Section 501.114

- (a) *A lienholder may assign a lien recorded under Section 501.113 without making any filing or giving any notice under this chapter. The lien assigned remains valid and perfected and retains its priority, securing the obligation assigned to the assignee, against transferees from and creditors of the debtor, including lien creditors, as defined by Section 9.102, Business & Commerce Code.*
- (b) *An assignee or assignor may, but need not to retain the validity, perfection, and priority of the lien assigned, as evidence of the assignment of a lien recorded under Section 501.113:*
 - (1) *apply to the county assessor-collector for the assignee to be named as lienholder on the title; and*
 - (2) *notify the debtor of the assignment.*

- (c) *Failure to make application under Subsection (b) or notify a debtor of an assignment does not create a cause of action against the recorded lienholder, the assignor, or the assignee or affect the continuation of the perfected status of the assigned lien in favor of the assignee against transferees from and creditors of the debtor, including lien creditors, as defined by Section 9.102, Business & Commerce Code.*
- (d) *An application under Subsection (b) must be acknowledged by the assignee.*
- (e) *On receipt of the completed application and fee, the department may:*
 - (1) *amend the department's records to substitute the assignee for the recorded lienholder; and*
 - (2) *issue a new title as provided by this chapter.*
- (f) *The issuance of a title under Subsection (e) is recordation of the assignment.*
- (g) *Regardless of whether application is made for the assignee to be named as lienholder on the title, the time of the recordation of a lien assigned under this section is considered to be the time the lien was initially recorded under Section 501.113.*
- (h) *Notwithstanding Subsections (a)-(g) and procedures that may be conducted under those subsections, the assignment of a lien does not affect the procedures applicable to the foreclosure of a worker's lien under Chapter 70, Property Code, or the rights of the holder of a worker's lien. Notice given to the last known lienholder of record, as provided by that chapter, is adequate to allow foreclosure under that chapter.*
- (i) *Notwithstanding Subsections (a)-(g) and the procedures that may be conducted under those subsections, the assignment of a lien does not affect the procedures applicable to the release of a holder's lien under Section 348.408, Finance Code.*

[Transportation Code Section 501.114](#) provides that the security interest in a motor vehicle may be transferred from the recorded lienholder to another lienholder.

Application for Texas Title

The new lienholder may file an *Application for Texas Title and/or Registration* (Form 130-U) to change the name of the lienholder on the current title without obtaining the recorded owner's signature on the form or the owner's identification. This may be accomplished by completing and filing an *Application for Texas Title and/or Registration* (Form 130-U) with the county tax assessor-collector's office. In addition, the information provided in the numbered fields below should be completed appropriately:

1. The "Add/Remove Lien" reason must be checked in the corrected title reason box.
2. Boxes 9 and 10- The odometer reading should be the same as reflected on the surrendered ownership evidence. The odometer brand must be the same as reflected on the surrendered ownership evidence. If an odometer brand is not reflected, the assignee for the new lienholder must indicate to the best of their knowledge a statement of actual mileage, not actual mileage, or mileage exceeds mechanical limits.

3. Box 16- If applicable, the name of the owner should be the same as reflected on the surrendered ownership evidence and be recorded as it appears on their government issued photo identification.
4. Box 18- The owner's address.
5. Box 24- The mailing address where registration renewals are mailed, if the address is different from the owner's address listed in Box 18.
6. Box 29 to 33- The lien information.
7. Certification box- Lien Transfer / No Change in Ownership should be indicated in the seller's signature area. The new lienholder or assignee of the new lien (not the owner) must sign and date the application.

Supporting Information

The *Application for Texas Title and/or Registration* (Form 130-U) must be supported by:

- A copy of the agreement (Transfer of Equity) completed by the assignor (recorded lienholder) and the assignee (new lienholder) specifying that the security interest in the vehicle described on the negotiable Texas Certificate of Title is being assigned or transferred.
- The negotiable certificate of title or certified copy reflecting the lien to be assigned or transferred.
- \$28.00 or \$33.00 application fee.

Note: Do not release the lien, because the recorded lienholder's date of lien carries forward to the new title.

12.12 Release of Liens

Transportation Code Section 501.115

- (a) *When a debt or claim secured by a lien has been satisfied, the lienholder shall, within a reasonable time not to exceed the maximum time allowed by Section 348.408, Finance Code, execute and deliver to the owner, or the owner's designee, a discharge of the lien in a manner prescribed by the department.*
- (b) *The owner may submit the discharge and title to the department for a new title.*

Upon the discharge of a lien(s), the lienholder shall deliver to the owner, or the owner's designee, a discharge of the lien within ten (10) days from receipt of final payment. The release may be executed on an original *Prescribed Form for Release of Lien* (Form VTR-266), the prescribed release of lien space located on the certificate of title, or on the lienholder's official letterhead.

Missing Records

If no record is found and every resource in the departments' records has been checked, counties may accept and process a title transaction to remove a lien, if the appropriate documentation is provided.

If the evidence of ownership indicates a lien, acceptable documentation includes a:

- Photocopy of an Original or Certified Copy of the Certificate of Title in the applicant's name, with an original release of lien, if applicable;
- Photocopy of a non-negotiable title in the applicant's name, with an original release of lien, if applicable;
- Photocopy of a Texas Vehicle Registration Receipt (regardless of the year of issuance) in the applicant's name; or a
- Photocopy of a *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS) regardless of the year of issuance, in the applicant's name.

The applicant may submit an *Application for Texas Title and/or Registration* (Form 130-U), ownership evidence, original release of lien, and appropriate title fee to the county tax assessor-collector's office.

The transaction may be processed for title issuance.

Title issues as a negotiable title in the owner's name as shown on the evidence of ownership.

Executing Release of Liens

The release of a lien may be executed on the prescribed release of lien space located on the certificate of title, a *Prescribed Form for Release of Lien* (Form VTR-266), or a letter on company letterhead stating that the lien has been paid (must be signed and dated). The letter must contain the description of the vehicle or the certificate of title/document number. All release of liens must be original. All release of lien forms must be signed by the lienholder or show the lienholder's name and be signed by the lienholder's agent if the lien is recorded in a company name.

Note: A release of lien must be original. A photocopy, facsimile, or scan of a release of lien is not acceptable. Any mention of a release of lien herein is assumed to refer to an original in accordance with Texas Administrative Code, Rule §217.106.

First or Second Liens

First or second liens recorded on a Texas Certificate of Title may be released by using the prescribed space provided on the title. Liens recorded on Texas titles may be released as follows:

- The release of lien space provided on the face of the title need only be signed and dated by the lienholder or by an authorized agent acting for the lienholder.
- The release of lien space located on the backside of the old Dexigraph type titles issued prior to March 1968 must be dated and signed by the lienholder or by an agent authorized by the lienholder. The lienholder's name must be shown if the lien is in the name of a company, firm, or corporation.
- When one firm takes over another firm, they may release liens or transact business in their name by signing as "Successor to (other firm)" or as "Formerly (other firm)."
- In the event a joint (dual) lien is to be released, a different agent must sign for each lienholder, unless authority is attached for one agent to sign for both lienholders.

- If the recorded lienholder is an individual who is deceased and there is no administration on the estate, an *Affidavit of Heirship for a Motor Vehicle* (Form VTR-262) must be attached to the transaction.
- An agent signing for a company, firm, association, or corporation is not required to attach evidence of authority to a release. If the recorded lienholder is deceased, proper authority, such as Letters of Administration, etc., must be attached authorizing the signature. If there has been action against a company, firm, association, or corporation caused by “Operation of Law,” proper authority for the agent to sign must be attached to the transaction.
- A release of lien is only acceptable if signed in ink.
- If a lienholder’s name is recorded in error on a Texas title, the lien may be released, and/or an application for corrected title filed, provided an affidavit is attached from the lienholder stating that they are the correct lienholder and there is no such lienholder as that recorded on the certificate of title. In addition, a copy of the security agreement must be attached to the transaction.
- A first lien may be released and a second lien carried forward or a second lien may be released and a first lien carried forward.
- All releases of lien must show an individual’s or agent’s signature. Initials are not acceptable.
- An out of state lienholder may release their lien recorded on a Texas title in the same manner as a Texas lienholder; or the lien may be released by letter or by company paid stamp, dated and countersigned. A prescribed, original release of lien form from their home state is also acceptable.

Multiple Lienholders

No release of lien is necessary if the owner assigns the vehicle to the lienholder.

- In the case of two (dual) lienholders, a release of lien is not required from the second lienholder if the first lienholder repossesses the vehicle. If the repossession is by the second lienholder, a release of lien from the first lienholder is required.
- If a vehicle is repossessed under a recorded lien, a release of lien is not necessary, provided the *Repossessed Motor Vehicle Affidavit* (Form VTR-264) shows the same title number, as the surrendered title. The transaction should not be rejected for a release of lien. If, however, the lien is released, the release does not invalidate the transaction.
- If the lien upon which the repossession is based is not recorded on the title or on other evidence, no release of lien is necessary, but a certified copy of the security agreement and a repossession affidavit is required. The Texas title must be in the name of the person from whom the vehicle was repossessed or surrender of the title properly assigned to such person. The title must be secured in the name of the lienholder before further transfer.
- If a lien is held against a motor vehicle by joint lienholders, both of the lienholders may repossess; but when one of the joint lienholders repossesses, the other must release his interest, title must be assigned to him, or he shall transfer his equity to the lienholder repossessing.

- If the owner assigns the title to one of the joint lienholders, a release is required from the other.

Out of State Liens

No general rule can be set to govern the release of liens on out of state evidence. The procedure necessary for releasing out of state liens differs, in most cases, from state to state. Unless the release of lien falls under one of the following methods, it is not acceptable.

- If an out of state title provides a space for release of lien, it may be used if properly completed. Generally, it requires the lienholder's name, agent's signature, and date.
- Any out of state prescribed release of lien form, properly completed is acceptable. A lien filing receipt, properly released, is also acceptable.
- The owner(s) may assign the out of state title to the lienholder. This constitutes a release.
- Releases of lien by a state's lien recording agency (for filing security agreements) are acceptable. In this case, either the recording agency or the lienholder may release the lien.
- Liens may be released on the face of out of state evidence showing the word "Paid" or "Lien Satisfied" (stamped or written followed by name of lienholder, countersigned or initialed by an agent, and dated.
- Original or copies of original security agreements are acceptable as releases of lien if they are stamped "Paid" or "Lien Satisfied" with a company paid stamp. The stamped release must include the name of the lienholder, countersigned or initialed by an agent and dated. A written "Paid Statement" followed by the company's name is also acceptable.
- A signed and dated company letterhead, stating the lien has been paid is acceptable if the release contains the title/document number, the description of vehicle, or the lien information.
- When an out of state title has a lien recorded in favor of a motor company and in care of (c/o or %) a finance company, the lien may be released by either the motor or finance company.

The notation "in care of" (c/o or %) on an application for Texas title signifies a mailing addresses. If a lienholder is recorded on a Texas title as:

Last Bank of California
% Union Bank of El Paso
P. O. Box 123
El Paso, Texas 79900

The lienholder is the Last Bank of California; and the release must be executed by the Last Bank of California.

- Altered lien information on any surrendered evidence requires a release from the original lienholder or a statement from the proper authority of that state verifying the correct lien information.
- Liens released by the use of perforated paid stamps are not acceptable such as used on Florida titles.

Transfers of Equity

A release of lien is not required from the original lienholder when a transfer of equity is attached.

Manufacturer's Certificate of Origin (MCO)

A lien noted on a Manufacturer's Certificate of Origin (MCO) may be released by the use of a company paid stamp (must be dated and countersigned) or such release may be written. In either case, initials are not acceptable.

Court Orders

Releasing a recorded lien is a drastic measure; therefore, a court order may not be construed as having cleared all liens unless: (a) stated, (b) orders a vehicle sold free of all liens and encumbrances, or (c) the recorded lienholder is made a party to the suit. In other words, one cannot assume a lien has been cleared and evidence must be attached indicating that the lienholder's interest has been taken into consideration by the court. Court orders of the type stated above usually occur in settlement of estates, divorce proceedings, or cases when the lienholder is a party to the suit.

Electronic Lien

A paper release of lien is not acceptable with an active ELT. E-lienholders are required, as part of their Service Level Agreement with the department, to electronically release all liens filed with the department. Customers need to contact their lending institution that holds the electronic lien and request an electronic release. Once the ELT is released, a paper title will automatically be generated and mailed to the owner address on file. If the electronic release is due to a refinance, trade in, or insurance payout, the paper title will be sent directly to the third party recipient (e.g. Lender, Dealer, Insurance Company, etc.).

12.13 Liens Over 10 Years Old

Transportation Code Section 501.116

The department may cancel a discharged lien that has been recorded on a title for 10 years or more if the recorded lienholder:

- (1) does not exist; or*
- (2) cannot be located for the owner to obtain a release of the lien.*

If a lien has been recorded on a Texas title for 10 years or more and the lienholder cannot be located to obtain a release of lien, a statement of fact by the owner (person to whom title was issued) may be accepted. The statement of fact must state, "lien has been paid, and lienholder cannot be located." If the negotiable Texas Certificate of Title has been lost or if it was never received from the lienholder, the above statement of fact must support an application for corrected title filed in the name of the recorded owner in order to clear the lien or support an application for a certified copy of title to clear the lien. A record of ownership must be established in the owner's name before the department can issue title and indicate the lien has been recorded for at least 10 years.

If a Texas record indicates a lien has been recorded on a Texas title for 10 years or more and the lienholder is no longer in business or cannot be located by the applicant, a title may not be issued until adequate research is completed. Research must be performed to verify the lienholder has not merged with, or been bought out, by another entity which has assumed the original lienholder's assets.

12.14 Electronic Lien Title (ELT)

Transportation Code Section 501.117

- (a) *The department by rule shall develop a system under which a security interest in a motor vehicle may be perfected, assigned, discharged, and canceled electronically instead of by record maintained on a certificate of title. The department may establish categories of lienholders that may participate in the system and, except as provided by this section, may require a lienholder to participate in the system.*
- (b) *The department shall publish and distribute procedures for using the system to county assessor-collectors and to financial institutions and other potential motor vehicle lienholders.*
- (c) *The provisions of this chapter relating to perfecting, assigning, discharging, and canceling a security interest in a motor vehicle by record maintained on a certificate of title do not apply to the extent the security interest is governed by rules adopted under this section.*
- (d) *The department may not require a depository institution, as defined by Section 180.002, Finance Code, to participate in the system if the department has issued fewer than 100 notifications of security interests in motor vehicles to the depository institution during a calendar year.*
- (e) *The department may not require a depository institution, as defined by Section 180.002, Finance Code, to participate in the system:*
 - (1) *during 2011, if the department issues fewer than 200 notifications of security interests in motor vehicles to the depository institution between September 1, 2011, and December 31, 2011; and*
 - (2) *during 2012, if the depository institution was exempt under Subdivision (1) and the department issues fewer than 200 notifications of security interests in motor vehicles to the depository institution in 2012.*
- (f) *This subsection and Subsection (d-1) expire January 1, 2013.*
- (g) *The department by rule shall establish a reasonable schedule for compliance with the requirements of Subsection (a) for each category of lienholder that the department requires to participate in the system.*
- (h) *The department may not:*
 - (1) *prohibit a lienholder from using an intermediary to access the system; or*
 - (2) *require a lienholder to use an intermediary to access the system.*

The establishment of an electronic title system for lienholders removes the administrative burden placed on a lienholder in the processing, filing, and storage of paper titles. The ELT process suppresses the printing and mailing of paper certificates of title until the lien is paid off. The official certificate of title is an electronic title record held in the Registration and Title Systems' (RTS) database until a request for a paper title is received. Participation in ELT is optional for lienholders and owners.

Definitions

e-Title

e-Title is a title record that is held in an electronic status, which includes a title record with an electronic lien. e-Titles support only one lien entry. A paper title is not printed.

e-Lienholder or e-Title Lienholder

A financial institution which is certified and approved to submit ELT transactions.

Certified Lienholder

A financial institution whose official name and address have been certified by the department and is accessible in RTS to all counties for non-electronic title records. A certified lienholder may also be approved to be an e-Lienholder in order to submit ELT transactions.

Local Lienholder

A lienholder record created in RTS by a county tax assessor-collector's office for their local use in entering non-electronic title records.

ELT Lienholder Certification

To be approved to participate in the ELT program, each financial institution must:

- have the technical expertise to provide File Transfer Protocol (FTP) internet file transfers and database updates or have a vendor who will provide these services for them.
- successfully complete technical validation testing.
- approve and sign an ELT service level agreement (SLA) which documents the responsibilities of both parties. The service level agreement provides the financial institution, their vendor, and the department with a contract that describes the responsibilities of each signee.

The ELT program requires that most communication between the department and the e-Lienholder concerning the status of an e-Title be accomplished over the internet by way of FTP file transfers. Most financial institutions will contract with independent vendors that provide internet electronic file transfers for a variety of clients. Validation testing of the department's technical requirements must be successfully completed to make sure the specifications follow AAMVA's file structure standards.

The process and forms necessary to apply to TxDMV to become an ELT certified lienholder can be found on TxDMV's web site at www.txdmv.gov/.

ELT Vendor Approval

A vendor, providing electronic data transfers for ELT lienholders, must meet TxDMV's technical specifications to participate in the ELT program. The process and forms necessary to apply to TxDMV to become a vendor for ELT lienholders can be found on TxDMV's web site at www.txdmv.gov/.

Application for an Electronic Lien Title

An *Application for Texas Title and/or Registration* (Form 130-U) filed with the county tax assessor-collector's office can include only one security interest (lien) if an electronic lien title is requested. If multiple lienholders are required then a paper certificate of title must be issued.

The basic application process for an electronic lien title is no different than for a paper certificate of title with a lien. Two additional fields on the application must be completed in order to make a valid request for an electronic lien title.

- Check "YES" for Electronic Title Request?
- Enter the 11 digit Certified Lienholder ID No.

The county tax assessor-collector's office should select "ETITLE" in the Lien Entry screen to access ELT Certified Lienholders.

ELT Remarks

The motor vehicle record remarks field accommodates two remarks associated with ELT.

- E-Title (Paperless Title)
- Paper Title (Printed Title)

Electronic Data Transmissions

The electronic data transmissions occurring between TxDMV and ELT Lienholders include:

- Message to lienholder that title was issued and lien has been perfected
- Release of lien from lienholder - automatically creates a new title record without a lien and the new title is mailed to the owner of record
- Notification of errors
- Release of lien from lienholder and request to mail title to third party (dealer pay-off due to trade-in) - automatically creates a new title record without a lien and the new title is mailed to the dealer, insurance company, etc.
- Title print request from lienholder, with lien intact (owner moving out of state before lien is paid), the lienholder can specify a mailing address. The paper title is mailed to the lienholder or address specified by the lienholder.

If a lienholder has questions concerning how to make a specific request, they should contact the department by email at VTR_e-Titles@txdmv.gov.

Identifying a prior ELT Title

Use the following to identify a title previously issued by the ELT system:

- The document number always begins with the numerals **286**;
- The remark “E-TITLE PRINT DATE: [MM/DD/YYYY];
- Page 2 of Form 500, *Electronic Title Lien Release Evidence* contains a “**c/o third party name**” (care of).

Note: The E-TITLE PRINT DATE remark also displays when an E-Title record has been converted to paper with the lien still intact. In these situations the title is printed with the original document number.

Previously, if a vehicle was paid off by a third party (such as a dealer, insurance company, etc), the new title contained the original owner’s name but also included a “**c/o third party name**” (care of) in the mailing address. As of February 25, 2013, when an electronic release of lien to a third party is received, the third party “c/o name and address” information no longer appears in the owner’s name and address fields of the department’s Motor Vehicle Record nor prints on the face of the title. Instead, the c/o information only prints on the mail tab portion of the title document and on page 2 of the *Tax Collector’s Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS), *Electronic Title Lien Release Evidence*. The *Tax Collector’s Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS) is immediately placed into title history following an electronic release of lien.

Owners Obtaining a Printed Title

Once a lien has been paid off, a paper title is automatically generated and mailed to the owner on record, or to a third party as specified by the financial institution who released the lien.

Prior to February 13, 2012, a paper title was not automatically printed and sent to the owner when an ELT was paid off. Prior to that date, when an ELT was released the lien was removed however, the title was not printed and remained an e-title. If an ELT was released prior to February 13, 2012, and the owner requests a paper title or Certified Copy of Title, one is provided at no charge.

VEHICLE IDENTIFICATION NUMBERS

This chapter contains the following sections:

- [13.1 Vehicle Identification Number \(VIN\) Overview](#)
- [13.2 Identification Numbers on Component Parts](#)
- [13.3 Unique VIN Situations](#)
- [13.4 Identification Number Inspections](#)
- [13.5 Eligible Identification Number Inspectors and Fees](#)
- [13.6 Assigned and Reassigned Identification Numbers](#)
- [13.7 Installation of Assigned or Reassigned Numbers](#)
- [13.8 After Installation of Assigned or Reassigned Numbers](#)
- [13.9 Seized and Forfeited Vehicles](#)
- [13.10 Recovered Out of State Stolen Vehicles](#)

13.1 Vehicle Identification Number (VIN) Overview

For title and registration purposes, the department recognizes the motor number, or the number of the body or frame as the principal means of identification of all vehicles registered and titled in this State.

Definitions

[Transportation Code Section 501.002\(15\) \(24\)](#)

(15) “Manufacturer’s permanent vehicle identification number” means the number affixed by the manufacturer to a motor vehicle in a manner and place easily accessible for physical examination and die-stamped or otherwise permanently affixed on one or more removable parts of the vehicle.

(24) “Serial number” means a vehicle identification number that is affixed to a part of a motor vehicle and that is:

- (A) the manufacturer’s permanent vehicle identification number;*
- (B) a derivative number of the manufacturer’s permanent vehicle identification number;*
- (C) the motor number;*
- (D) the vehicle identification number assigned by the department; or*
- (E) the vehicle identification number assigned by the maker of a kit, if the vehicle is an assembled vehicle that is assembled from a kit.*

The VIN, which is stamped or affixed on the vehicle by the manufacturer or the maker of a kit and which appears on the Manufacturer’s Certificate of Origin or the Certificate of Origin assigned by the maker of a kit, is the number recognized by the department as the VIN for title and registration purposes.

All motor vehicles, house trailers, trailers, and semitrailers required to be titled under the provisions of the Certificate of Title Act are required to have an identification number affixed to or imprinted on the vehicle.

When a vehicle does not have a valid manufacturer's identification number or identification number assigned by the maker of a kit, the county tax assessor-collector's office cannot accept an *Application for Texas Title and/or Registration* (Form 130-U) until an identification number has been reissued or one has been assigned by the department. The only exception is if the vehicle is non-titled and will only be obtaining registration.

When processing a non-titled vehicle that does not have a VIN or an assigned number, leave the VIN field blank. Zeros or other "filler" numbers or letters should not be included in any VIN fields. The license plate number will be the appropriate identifier for these vehicles. If the vehicle is sold, and the license plate number is to be changed, the new owner may either obtain an assigned number, or use the new license plate number as the appropriate identifier for the vehicle.

1955 and Prior Vehicles

On 1955 and prior model motor vehicles registered and titled in Texas, the motor number is the principal means of identification, except Ford products manufactured since March 31, 1932. Motor numbers are die stamped on the engine blocks. Raised or die cast numbers are part numbers and should be disregarded.

Beginning with the 1956 model motor vehicles, the number on the body or frame is the principal means of identification and known as the "vehicle identification number (VIN)." The words "permanent identification number" and "serial number" are sometimes used to refer to the official VIN.

1968 and Later Vehicles

Effective with all 1968 American manufactured passenger vehicles, the VIN was required to be visible through the left side of the windshield (driver's side). Effective September 1, 1981, all on-road vehicles manufactured in the United States, or manufactured for import into the United States with a gross vehicle weight of 10,000 pounds or less, were required to have the VIN visible through the left side of the windshield.

1981 and Later Vehicles

Effective with 1981-year model vehicles, the National Highway Traffic Safety Administration of the U.S. Department of Transportation, required manufacturers selling vehicles in the United States to produce the vehicles with a 17-character VIN. This standard establishes a fixed VIN format with unique manufacturer identifiers and applies to all passenger cars, multi-purpose passenger vehicles, trucks, buses, incomplete vehicles, and motorcycles.

1995 and Later GM Vehicles

Effective November 1995, the VIN of all prototype or pilot General Motors Corporation (GM) non-saleable vehicles, whether full 17-character VIN or VIN-derivatives of nine characters, ends in the letters “EX” instead of numeric characters. This distinguishes non-saleable GM vehicles from other GM vehicles, which are saleable. The “EX” in the last two positions of the VIN derivative of a GM vehicle is a signal that the vehicle is not to be sold, registered, or titled.

Prefixes and Suffixes

Prefixes and suffixes are required to prevent the duplication of numbers; and a prefix, a suffix, or both must be shown on all motor numbers starting with the 1946 models (on 1940 and later international trucks) and on all VINs starting with 1956 models when the vehicle manufacturer has used them. The prefixes on international trucks are usually found above the basic motor number.

13.2 Identification Numbers on Component Parts

There are numerous major component parts of a vehicle; however, the three basic component parts of a motor vehicle are the motor, frame, and body. One or more of these component parts may contain a manufacturer’s identification number, but the department recognizes only one number for title and registration purposes. The following indicates the component part of a motor vehicle upon which the recognized number appears and the type of ownership evidence necessary to transfer such component part.

Body

The number on the body is recognized as the VIN on all 1956 and later model motor vehicles and all 1949 and later model Ford products, and the certificate of title should be used to transfer ownership of a body when it is sold or disposed of except certain Volkswagens (see [Volkswagen Beetle](#)).

Frame

Commercial Vehicles

The number on the frame is recognized as the VIN on all commercial vehicles. The certificate of title should be used to transfer ownership of a frame from a commercial vehicle.

Non Commercial Vehicles

The number on the frame is recognized as the vehicle identification number on all Ford products manufactured from March 31, 1932, through the 1948-year models and on all 1955 through 1967-year model Cadillacs. However, it is not necessary that the certificate of title be used to transfer ownership when these frames are sold or disposed of unless the vehicle from which the frame was removed has been salvaged or destroyed by the owner. The frame of a non-commercial vehicle should be sold on a bill of sale.

Volkswagen Beetle

Volkswagen Beetle models have a number located on the floor pan (frame), and this number is recognized as the VIN on all 1956 and later year models. The certificate of title covering such a floor pan (or floor pan and chassis) must remain with the floor pan and be used to transfer ownership. The body of these Volkswagens may be transferred on a bill of sale. After 1956, Volkswagens (not Beetle models) have a body number, which is recognized as the VIN. In this case, the certificate of title should remain with the body and be used to transfer ownership.

Motorcycles

The frame number is designated as the VIN for title and registration purposes on all 1971 and subsequent year model motorcycles and on all motorcycles which were rebuilt or assembled since 1971. Either the motor number or the frame number may have been recorded on a Texas title as the identification number on a 1970 or prior year model motorcycle.

Motor

The motor number is recognized as the identifying number on all 1955 and prior model vehicles and Ford products manufactured prior to March 31, 1932. The frame or body number is recognized as the identifying number on Ford products manufactured after that date, except most Ford vehicles manufactured in a foreign country have a motor number stamped on the block, and for models prior to 1956, this number should be shown on the application for Texas title.

“Jeeps” manufactured by the Ford Company have a motor number stamped on the block that is different from the number on the frame. This motor number should be shown on the application for Texas title. Since these vehicles were manufactured prior to 1946, the prefix “GP” or “GPA” is not required unless there is a duplication of basic motor numbers.

A certificate of title should not be used to transfer ownership of a motor. The motor of the vehicle should be sold on a bill of sale. The title to the vehicle from which the motor was removed should be marked “body only.”

Junked Vehicles

If an individual or business surrenders a title to the department, the record is marked as junked. The body and frame of these vehicles cannot be used to repair, rebuild, reconstruct or assemble another vehicle. All other component parts can be transferred on a *Component Part(s) Bill of Sale* (Form VTR-63) and is acceptable as evidence of ownership. The bill of sale must record the title number and description of vehicle as recorded on the surrendered title. However, if the title record is not marked “junked” the owner must provide the title to support the application.

Note: The body and frame of an otherwise nonrepairable (junk) vehicle (that cannot be repaired, rebuilt, or reconstructed for on-road use) cannot be used to repair, rebuild, reconstruct, or assemble another vehicle. The electrical or mechanical components from a flood-damaged vehicle may not be used to construct an assembled vehicle.

13.3 Unique VIN Situations

VIN Standards (Processing of 'I' and 'O')

VIN standards were adopted by the National Highway Traffic Safety Administration in 1981. It required all highway-legal vehicles to contain a 17-character VIN, which does not include the letters I (i), O (o), or Q (q) to avoid confusion with the numbers 1 and 0.

RTS is programmed to conform to the above VIN Standards. RTS will allow the letter Q in the VIN; however, if the letters I (i) or O (o) are entered in the VIN, RTS automatically changes these to 1 or 0. For example if NEWBOGUSVIN123456 or OLDSHORTVIN are entered into RTS, they will be changed to NEWB0GUSV1N123456 or 0LDSH0RTVIN. This feature of RTS generally helps reduce the number of errors entered into the system since it conforms to standards after 1981.

There are two small subsets of vehicles where this is not an advantage. The first is vehicles manufactured prior to the 1981 standards that may have a legitimate I (i) or O (o) in the VIN by the manufacturer. The second is assigned VINs from another state that may include the letters I (i) or O (o) in the VIN. Since RTS changes these characters, all titles and all receipts will only print 1 (one) and 0 (zero) in these cases.

Serial Numbers

The National Highway Traffic Safety Administration (NHTSA) regulates motor vehicles manufactured primarily for use on public streets, roads, or highways. Vehicles that are regulated by NHTSA are required to have 17-digit VINs. However, Texas requires titling of ATVs, ROVs, UTVs, sand rails, travel trailers, and some trailers and semitrailers. All of these vehicles are not regulated by NHTSA; therefore, they may not have a 17-digit VIN. For ATVs, ROVs, UTVs, sand rails, travel trailers, trailers, and semitrailers that do not have a 17-digit VIN, a serial number is acceptable in lieu of a VIN.

Trailers Without Frames

Trailers and semitrailers without frames (usually butane or propane) with double tanks may have two different identification numbers (one on each tank). For title and registration purposes, the identification number located on the right tank must be used. The right tank is defined as the tank nearest the curb or shoulder of the road, in order that an officer stopping such a trailer may inspect the identification number without standing next to the lane of traffic.

13.4 Identification Number Inspections

Transportation Code Section 501.032

- (a) *In addition to any requirement established by department rule, a motor vehicle, trailer, or semitrailer must have an identification number inspection under Section 501.0321 if:*
 - (1) *the department does not have a motor vehicle record for the motor vehicle, trailer, or semitrailer in the department's registration and title system, and the owner of the motor vehicle, trailer, or semitrailer is filing a bond with the department under Section 501.053;*

- (2) *the motor vehicle, trailer, or semitrailer was last titled or registered outside of the United States and imported into the United States; or*
- (3) *the owner or person claiming ownership requires an assigned or reassigned identification number under Section 501.033.*
- (b) *An active duty member of a branch of the United States armed forces, or an immediate family member of such a member, returning to Texas with acceptable proof of the active duty status is exempt from an identification number inspection required under Subsection (a)(2).*
- (c) *The manufacturer's vehicle identification number or the vehicle identification number assigned by the department shall be affixed on the carriage or axle part of the travel trailer, trailer, or semitrailer. The department shall use the number as the major identification of the vehicle in the issuance of a title.*
- (d) *Only the department may issue vehicle identification numbers.*

Bonded Title

If there is no Texas record for a motor vehicle, trailer, or semitrailer, the applicant must provide VIN verification by providing a completed *Law Enforcement Identification Number Inspection* (Form VTR-68-A). If the bonded title application is for "Title Only," the VIN verification is still required.

Imported Vehicle

Refer to "[Vehicle Identification Number Inspection](#)" in Section 19.2, "Required Documents for All Imported Vehicles."

Validity of Assigned Numbers

Only a TxDMV Regional Service Center may assign or reassign a number. Numbers assigned or reassigned by others such as the owner, law enforcement, or a tax assessor-collector's office are not valid.

13.5 Eligible Identification Number Inspectors and Fees

Transportation Code Section 501.0321

- (a) *An inspection required under Section 501.032 must verify, as applicable, the identity of:*
 - (1) *a motor vehicle;*
 - (2) *a trailer or semitrailer;*
 - (3) *a frame, body, or motor of a motor vehicle; or*
 - (4) *an item of equipment not required to be titled but that may be registered under Chapter 502 or issued licensed plates under Chapter 504.*
- (b) *An inspection under this section may not rely solely on the public identification number to verify the identity.*

- (c) *An inspection under this section may be performed only by a person who has successfully completed an appropriate training program as determined by department rule and is:*
- (1) *an auto theft investigator who is a law enforcement officer of this state or a political subdivision of this state;*
 - (2) *a person working under the direct supervision of a person described by Subdivision (1);*
 - (3) *an employee of the department authorized by the department to perform an inspection under this section; or*
 - (4) *an employee of the National Insurance Crime Bureau authorized by the department to perform an inspection under this section.*
- (d) *The department shall prescribe a form on which the identification number inspection is to be recorded. The department may provide the form only to a person described by Subsection (c).*
- (e) *The department or another entity that provides an inspection under this section may impose a fee of not more than \$40 for the inspection. The county or municipal treasurer of a county or municipal entity that provides an inspection under this section shall credit the fee to the general fund of the county or municipality, as applicable, to defray the entity's cost associated with the inspection. If the department provides an inspection under this section, the fee shall be deposited to the credit of the Texas Department of Motor Vehicles fund.*
- (f) *The department may not impose a fee for an inspection requested by the department. The department shall include a notification of the waiver to the owner at the time the department requests the identification number inspection.*

Eligible Inspectors

The *Law Enforcement Identification Number Inspection* (Form VTR-68-A) may only be completed by a person who has successfully completed a [Department Approved Training Program](#) and is:

- an auto theft investigator who is a law enforcement officer of this state or a political subdivision of this state or a person working under their direct supervision,
- an employee of the TxDMV authorized by the TxDMV, or
- an employee of the National Insurance Crime Bureau authorized by the TxDMV to perform an inspection under this section.

Completion of the form by a member of one of these agencies insures uniformity of the inspection process and that only trained Auto Theft Investigators certify the authenticity of inspected vehicles.

Note: As of October 2017, the TxDMV does not perform identification number inspections.

Department Approved Training Program

The following training programs are the only department approved programs:

- Intermediate or Advanced Motor Vehicle Burglary and Theft Investigator Training provided by the Motor Vehicle Crime Prevention Authority;
- Auto Theft School (Parts 1 and 2) provided by the Texas Department of Public Safety; or
- Auto Theft Course provided by the National Insurance Crime Bureau.

Inspection Fee

An agency performing the inspection may charge a fee of \$40 for the inspection. The TxDMV may not impose an inspection fee if the TxDMV is performing the inspection and the inspection was requested by the TxDMV outside of statutory requirements.

13.6 Assigned and Reassigned Identification Numbers

Transportation Code Section 501.033

- If the permanent identification number affixed by the manufacturer has been removed, altered, or obliterated, or a permanent identification number was never assigned, the department shall assign an identification number to a motor vehicle, semitrailer, trailer, motor, frame, or body of a motor vehicle, or an item of equipment not required to be titled but that may be registered under Chapter 502 or issued license plates under Chapter 504 on inspection under Section 501.0321 and application to the department.*
- An application under this section must be in a manner prescribed by the department and accompanied by valid evidence of ownership in the name of, or properly assigned to, the applicant as required by the department.*
- A fee of \$2 must accompany each application under this section to be deposited in the Texas Department of Motor Vehicles fund.*
- The assigned identification number shall be die-stamped or otherwise affixed in the manner and location designated by the department.*
- The department shall reassign an original manufacturer's identification number only if the person who conducts the inspection under Section 501.0321 determines that the permanent identification number affixed by the manufacturer has been removed, altered, or obliterated.*
- If the department reassigns a manufacturer's identification number, a representative for the department shall affix the number in a manner and location designated by the department.*
- On affixing an assigned identification number or witnessing the affixing of a reassigned identification number, the owner or the owner's representative shall certify on a form prescribed by the department that the identification number has been affixed in the manner and location designated by the department and shall submit the form in a manner prescribed by the department.*

- (h) *Only the department may issue an identification number to a motor vehicle, trailer, semitrailer, motor, frame, or body of a motor vehicle, or an item of equipment not required to be titled but that may be registered under Chapter 502 or issued license plates under Chapter 504. The department may not recognize an identification number assigned by any other agency or political subdivision of this state.*

The department may issue an assigned or reassigned number to a motor vehicle, trailer, semitrailer, frame, body, motor, and certain equipment that has had the permanent identification number removed, altered, or obliterated or never had a permanent identification number assigned by the manufacturer.

Note: The term motor vehicle as used in this section includes all-terrain vehicles, recreational off-highway vehicles, utility vehicles, sand rails, travel trailers, motorcycles, and mopeds.

The owner may obtain an assigned or reassigned number by obtaining a *Law Enforcement Identification Number Inspection* (Form VTR-68-A) from an eligible inspector and submitting the form to a TxDMV Regional Service Center within 30 calendar days of the date of inspection or 30 calendar days after the issuance of a court order if a valid court order is submitted.

If law enforcement is unable to determine the original identification number or component part number, the department will assign a number if the VTR-68-A is accompanied by valid evidence of ownership in the name of, or properly assigned to, the applicant. If law enforcement is able to determine the original identification number or component part number, the department will reassign the original manufacturer's identification number if the VTR-68-A is accompanied by valid evidence of ownership in the name of, or properly assigned to, the applicant. The fee for the issuance of assigned or reassigned numbers is \$2.00.

Note: The owner of a vehicle (assembled or manufactured) requiring an assigned or reassigned number may apply for a bonded title in lieu of having proper ownership evidence.

Note: A tax assessor-collector hearing is acceptable for an applicant to obtain an assigned or reassigned number when a tax assessor-collector determines the applicant has met the requirements of Transportation Code, Chapter 501.

In addition to the above requirements, photographs are required to accompany the *Law Enforcement Identification Number Inspection* (Form VTR-68-A) for any newly assembled motor vehicle, motorcycle, trailer, semitrailer, or travel trailer. Additionally, all reassigned numbers require the motor vehicle, trailer, semitrailer, or travel trailer to be brought to a TxDMV Regional Service Center at the time of application.

Reassigned Numbers

If the inspector completing the *Law Enforcement Identification Number Inspection* (Form VTR-68-A) is able to determine the original manufacturer's identification number of a motor vehicle, trailer, semitrailer, frame, body, motor, or certain items of equipment has been removed, altered, or obliterated, the department reissues the original manufacturer's identification.

Note: A motor vehicle or component part to which the number is to be reassigned must be physically brought to a TxDMV Regional Service Center in order for the reassigned number decal to be affixed.

Assigned Motor Vehicle and Motorcycle (TEX Prefix) Numbers

Motor vehicle and motorcycle assigned numbers consist of a "TEX" prefix followed by six digits and are issued when no identification number was ever affixed by the original manufacturer, or the original manufacturer's identification number was removed, altered, or obliterated and the true identification number cannot be verified.

These numbers are issued for 1956 and later model motor vehicles and for Ford products manufactured since March 31, 1932. Additionally, these numbers are issued to all assembled motor vehicles and motorcycles that require assigned numbers.

Assigned Trailer & Semitrailer (TR Prefix) and Travel Trailer (HT Prefix) Numbers

Assigned numbers may be issued for non-titled trailers and semitrailers if the owner chooses to have an assigned number issued. Non-titled trailers and semitrailers include:

- trailers and semitrailers that have a gross vehicle weight of 4,000 lbs. or less
- farm trailers or farm semitrailers that have a gross vehicle weight of 34,000 lbs. or less.

Note: Assembled trailers with a non-titled record in Texas or registration receipt from another state may continue to be non-titled.

Note: While owners of these non-titled trailers and semitrailers are not required to obtain an assigned number, they are encouraged to do so to aid in the identification of their property in the event it is stolen.

A trailer or semitrailer assigned number consists of a "TR" prefix followed by six digits. Travel trailer assigned numbers consist of a "HT" prefix followed by six digits.

Assigned Component Part (T, F, and B Prefix) Numbers

Motors, frames and bodies may be assigned component part numbers if these parts are not parts of a completed motor vehicle or if the vehicle's identification number is recognized by the component part (such as certain older model vehicles identified by their motor number). A number will not be assigned to a component part if an identifying number was not originally placed on the component by the manufacturer, unless the identifying

number of such component part constitutes the VIN of a particular vehicle (such as certain older model vehicles identified by their motor number). For example, if a motor from a 2010 Chevy is placed in a 1930 Ford, the 1930 Ford is identified by the motor number; therefore, a motor number could be assigned to the 2010 Chevy motor.

The following are the types of numbers assigned:

- Motor: the number assigned will consist of the prefix “T” followed by six digits.
- Frame: the number assigned will consist of the prefix “F” followed by five digits and the suffix “TX.”
- Body: the number assigned will consist of the prefix “B” followed by five digits and the suffix “TX.”

Note: Assigned body numbers are issued only in instances when such numbers do not constitute the identification number of the vehicle.

Assigned Equipment Numbers

Assigned and reassigned equipment numbers are available for equipment that is not required to be titled but that may be registered under Chapter 502 or issued license plates under Chapter 504, such as machinery.

The applicant must provide a completed *Law Enforcement Identification Number Inspection* (Form VTR-68-A) and ownership evidence to obtain an assigned or reassigned number.

Cancellation of Assigned Number

If a person to whom an assigned number has been issued finds that the assigned number is unnecessary, the *Notice of Assigned or Reassigned Identification Number* (Form VTR-68-N) must be returned to the department for cancellation with a statement explaining the reason the assigned number was not used.

Number Assigned by Another State

A number assigned by another state is acceptable. If the vehicle is a Ford product manufactured since March 31, 1932, the frame or body number (not the assigned motor number) must be shown on the application for Texas title. Therefore, if an application for Texas title is supported by out of state evidence recording an assigned motor number for a Ford product as stated above and such number is used to describe the vehicle on the application, the transaction must show the frame or body number as revealed by the Vehicle Inspection Report or *Law Enforcement Identification Number Inspection* (Form VTR-68-A), which must accompany the transaction. The reason is that assigned numbers issued by some states are stamped on the motor block on Ford products, and Texas recognizes the number on the frame or body on Ford products manufactured since March 31, 1932.

13.7 Installation of Assigned or Reassigned Numbers

The TxDMV Regional Service Center provides the applicant a *Notice of Assigned or Reassigned Identification Number* (Form VTR-68-N), a photocopy of the *Law Enforcement Identification Number Inspection* (Form VTR-68-A), and returns the ownership evidence the applicant provided with the *Law Enforcement Identification Number Inspection* (Form VTR-68-A).

Note: An assigned number may not be die-stamped in the space where the original number appeared.

Motor Vehicle

An assigned number as shown on the *Notice of Assigned or Reassigned Identification Number* (Form VTR-68-N) must be die-stamped on the vehicle as follows:

- For most vehicles, the number must be die-stamped on the left front door post.
- If the left front door post is inaccessible due to the construction of the vehicle, as in the case of some assembled vehicles, the number is die-stamped on a portion of the frame forward of the passenger compartment on the driver's side of the vehicle.
- If the vehicle is a Volkswagen or if a Volkswagen floor pan was used in the vehicle construction, the number must be die-stamped on the frame tunnel in the vicinity where the manufacturer's identification number was or should be located.

Motorcycle

If an assigned number is issued to a motorcycle or moped, the number must be die-stamped on the right (curb) side of the frame on the neck of the steering head.

Trailer, Semitrailer, or Travel Trailer

The assigned number as shown on the *Notice of Assigned or Reassigned Identification Number* (Form VTR-68-N) must be die-stamped by the owner on the vehicle as follows:

- Travel Trailers (HT Prefix): in an accessible place on the frame that extends beyond the travel trailer body.
- Trailer and Semitrailer (TR Prefix): on the right side of a permanent part of the frame forward of the axle or tandem assembly.
- [Trailers Without Frames](#)

Component Parts

The assigned number as shown on the *Notice of Assigned or Reassigned Identification Number* (Form VTR-68-N) must be die-stamped by the owner on the part as follows:

- Motor: on the engine block.
- Frame: on the right front of the frame near the front axle.
- Body: left front door post.

Equipment Numbers

Any assigned or reassigned equipment number shown on the *Notice of Assigned or Reassigned Identification Number* (Form VTR-68-N) must be die-stamped by the owner on the equipment. Unlike other reassigned numbers, TxDMV Regional Service Centers do not issue a VIN decal for reassigned equipment numbers.

The numbers must be die-stamped near the location of original number. If that can't be determined, then in such a manner as to be visible to the public.

All Reassigned Numbers

For a reassigned number (except to equipment), the reassigned number decal will be affixed by the TxDMV Regional Service Center in the same locations as specified above.

13.8 After Installation of Assigned or Reassigned Numbers

After the assigned number has been die-stamped or the reassigned decal affixed by the TxDMV employee on the vehicle, the *Notice of Assigned or Reassigned Identification Number* (Form VTR-68-N) must be signed by the owner. *Notice of Assigned or Reassigned Identification Number* (Form VTR-68-N) must be submitted with an application for Texas title to the applicant's county tax assessor-collector's office if the number is:

- an assigned number to a motor vehicle, trailer, semitrailer, or travel trailer, or
- a reassigned number and the motor vehicle, trailer, semitrailer, or travel trailer is not in the name of the applicant to whom the number was reassigned.

The owner must also submit the photocopy of the approved *Law Enforcement Identification Number Inspection* (Form VTR-68-A) and any other required documents at the time of title application such as ownership evidence.

For assigned numbers, the *Application for Texas Title and/or Registration* (Form 130-U) must record the new number assigned by the department.

If the signed *Notice of Assigned or Reassigned Identification Number* (Form VTR-68-N) is not submitted with a title application to a county tax assessor-collector's office, it must be retained by the owner with the ownership documents.

Title Implications

A corrected title is not necessary when the original manufacturer's identification number is reassigned by the department. However, if the ownership evidence is assigned to the applicant, the reassigned number must be installed by the department prior to submitting an application to the county tax assessor-collector's office.

A title correction is not necessary when an assigned component part number is issued unless the identifying number on such component part is the identification number of a particular vehicle. For example, the motor number may be the identifying number of the motor vehicle depending on its age.

The motor number is designated as the VIN on all 1955 and prior year model motor vehicles except Ford products manufactured since March 31, 1932. When an assigned motor number is to be used as the identification number of a vehicle or if an assigned component part number is issued for a motor block, which is installed in one of these vehicles, the owner must correct the vehicle title to reflect the assigned motor number.

13.9 Seized and Forfeited Vehicles

If the manufacturer's identification number has been removed, altered, or obliterated on any vehicle or component part which has been seized and ordered forfeited to the State under the provisions of [Transportation Code Section 501.158](#) or on any abandoned vehicle taken into custody by a law enforcement agency under the provisions of the Abandoned Motor Vehicle Act, an assigned or reassigned number must be obtained and affixed to the vehicle or component part prior to the sale or disposition of the vehicle or component part.

13.10 Recovered Out of State Stolen Vehicles

When an out of state stolen vehicle with a fraudulent VIN is recovered in Texas, the incorrect VIN must be removed. To assist in law enforcement efforts, an assigned or reassigned VIN may be issued to a stolen vehicle that is recovered in Texas, regardless of whether or not the rightful owner of the vehicle is a Texas resident. The law enforcement agency removes the fraudulent VIN and applies to a magistrate to declare the recovered vehicle stolen and to issue an order requiring its return to the rightful owner under Chapter 47, Code of Criminal Procedure (refer to [Chapter 21, Section 21.5 Justice of the Peace Orders](#)).

Law enforcement completes and submits a *Law Enforcement Identification Number Inspection* (Form VTR-68-A) to a TxDMV Regional Service Center. The Regional Service Center then issues the assigned or reassigned number to the law enforcement agency. The TxDMV Regional Service Center provides a *Notice of Assigned or Reassigned Identification Number* (Form VTR-68-N) and a photocopy of the completed *Law Enforcement Identification Number Inspection* (Form VTR-68-A) to the submitting law enforcement agency. Disposition of the assigned or reassigned number, forms, recovered vehicle, etc. is at the discretion of the law enforcement agency.

VEHICLE TYPES

This chapter contains the following sections:

- **14.1** Definitions
- **14.2** Motorcycle
- **14.3** Moped
- **14.4** Trailer/Semitrailer
- **14.5** Optional Title for Trailers and Semitrailers under 4,000 Pounds
- **14.6** Farm Trailer/Farm Semitrailer
- **14.7** House, Camper, and Travel Trailers
- **14.8** Park Model Trailers
- **14.9** Mobile Office Trailers
- **14.10** Motor Homes, Ambulances, and Fire-Fighting Vehicles
- **14.11** Golf Carts
- **14.12** Miniature Vehicles
- **14.13** Neighborhood Electric Vehicles
- **14.14** Off-Highway Use Vehicles
- **14.15** Miscellaneous Vehicle Types

14.1 Definitions

Transportation Code Section 501.002(17)

In this chapter:

(1) *“Motor vehicle” means:*

- (A) *any motor driven or propelled vehicle required to be registered under the laws of this state;*
- (B) *a trailer or semitrailer, other than manufactured housing, that has a gross vehicle weight that exceeds 4,000 pounds*
- (C) *a travel trailer*
- (D) *an off-highway vehicle, as defined by Section 551A.001; or*
- (E) *a motorcycle or moped that is not required to be registered under the laws of this state.*

Transportation Code Section 502.001 (7) (39-a)

(7) *“Commercial motor vehicle” means a motor vehicle, other than a motorcycle or moped, designed or used primarily to transport property. The term includes a passenger car reconstructed and used primarily for delivery purposes. The term does not include a passenger car used to deliver the United States mail.*

(39-a) *“Shipping weight” means the weight generally accepted as the empty weight of a vehicle.*

Transportation Code Section 548.001 (1)

- (1) *“Commercial motor vehicle” means a self-propelled or towed vehicle, other than a farm vehicle with a gross weight, registered weight, or gross weight rating of less than 48,000 pounds, that is used on a public highway to transport passengers or cargo if:*
- (A) *the vehicle, including a school activity bus as defined in Section 541.201, or combination of vehicles has a gross weight, registered weight, or gross weight rating of more than 26,000 pounds;*
 - (B) *the vehicle, including a school activity bus as defined in Section 541.201, is designed or used to transport more than 15 passengers, including the driver; or*
 - (C) *the vehicle is used to transport hazardous materials in a quantity requiring placarding by a regulation issued under the Hazardous Materials Transportation Act (49 U.S.C. Section 5101 et seq.).*

Transportation Code Section 541.201 (7) (12)

(7) *“Light truck” means a truck, including a pickup truck, panel delivery truck, or carryall truck, that has a manufacturer's rated carrying capacity of 2,000 pounds or less.*

(12) *“Passenger car” means a motor vehicle, other than a motorcycle, used to transport persons and designed to accommodate 10 or fewer passengers, including the operator.*

14.2 Motorcycle

Motorcycle has the definition assigned by either Transportation Code, Section 521.001, or Transportation Code, Section 541.201. Regardless of which definition the motor vehicle meets, it is titled and registered as a motorcycle. Questions pertaining to operator licenses, safety course requirements, and head gear requirements should be directed to the [Texas Department of Licensing and Regulation](#) who oversees the Motorcycle and ATV Safety Program. Questions pertaining to vehicle inspections should be directed to the [Texas Department of Public Safety](#).

Title requirements for motorcycles are the same as for other motor vehicles.

Motorcycles and mopeds designed for and used exclusively on golf courses cannot be titled.

All other motorcycles, except as stated above, are titled regardless of whether or not they require registration.

Motorcycle

Transportation Code, Section 541.201, contains the definition of a motorcycle as it is generally termed. In this section, motorcycle means “a motor vehicle, other than a tractor, that is equipped with a rider’s saddle and designed to have when propelled not more than three wheels on the ground.”

Autocycle

Transportation Code, Sections 501.008 and 502.005, provide the definition for an autocycle and how such vehicles are titled and registered.

In these sections, an autocycle is:

- a motor vehicle other than a tractor;
- designed to have, when propelled, not more than three wheels on the ground;
- equipped with seat belts and a steering mechanism;
- equipped with seating that does not require the operator to straddle or sit astride the seat; and
- manufactured and certified to comply with federal safety requirements for a motorcycle.

An autocycle is titled and registered as a motorcycle. All title and registration requirements for a motorcycle will apply to an autocycle.

Enclosed Three Wheeled Motorcycles

Transportation Code, Section 521.001, provides an additional definition for a motorcycle. In this section, a motorcycle includes an enclosed three-wheeled passenger vehicle designed to operate with three wheels in contact with the ground, has a single, completely enclosed passenger compartment, and at a minimum is equipped with:

- a steering wheel used to maneuver the vehicle;
- a propulsion unit located in front of or behind the enclosed occupant compartment
- seats and seat belts for each vehicle occupant certified by the manufacturer to meet Federal Motor Vehicle Safety Standards;
- a windshield and one or more windshield wipers certified by the manufacturer to meet Federal Motor Vehicle Safety Standards;
- a vehicle structure certified by the manufacturer to meet Federal Motor Vehicle Safety Standards, if
 - the unladen weight of the vehicle is more than 900 pounds; or
 - the unladen weight of the vehicle is not more than 900 pounds and the vehicle has a maximum speed capability of more than 40 miles per hour; and
- an active tilt control system if the unladen weight of the vehicle is not more than 900 pounds and the vehicle has a maximum speed capability of 40 miles per hour or less.

14.3 Moped

Transportation Code, Section 541.201 (8)

(8) “Moped” means a motor vehicle that is equipped with a rider’s saddle and designed to have when propelled not more than three wheels on the ground, that cannot attain a speed in one mile of more than 30 miles per hour, and the engine of which:

(A) cannot produce more than five-brake horsepower; and

(B) if an internal combustion engine, has a piston displacement of 50 cubic centimeters or less and connects to a power drive system that does not require the operator to shift gears.

A vehicle that meets the definition of a moped will be registered and titled as a moped.

Effective September 1, 1983, no person other than a dealer may register, sell, trade, or otherwise transfer a moped within this state unless a Texas title is applied for and issued in the name of the owner.

VIN

The frame serial number is the vehicle identification number on all applications for Texas title covering mopeds. If a moped does not have a serial number die stamped on the frame, owners may obtain an assigned vehicle identification number (“TEX” number) from the department and die-stamp it on the frame prior to title application.

14.4 Trailer/Semitrailer

The owner (except Texas licensed dealers) of any trailer or semitrailer with a gross weight in excess of 4,000 pounds are required to obtain a Texas title in their name. When a trailer or semitrailer is required to be registered but not titled, the owner should retain the ownership evidence. Owners of trailers 4,000 pounds or less have the option to title their trailers but are not required to do so, unless previously titled.

Definitions

A trailer is a vehicle that is designed or used to carry a load completely on the trailer’s own structure and is drawn by a motor vehicle.

A semitrailer means a vehicle that is designed or used with a motor vehicle so that part of the weight of the vehicle and its load rests on or is carried by another vehicle.

A semitrailer, to be subject to Texas title, should have a gross weight in excess of 4,000 pounds. All semitrailers licensed with “token trailer” plates must be titled, since the gross weight of these vehicles should be in excess of 6,000 pounds to qualify for the plates.

When applying for title, the customer should have a weight certificate for trailers and out of state semitrailers. The gross weight of a trailer or semitrailer is the actual weight of the vehicle plus its net carrying capacity.

Serial Numbers

The principal means of identification for trailers and semitrailers is the serial number. All trailers and semitrailers must have a serial number if titled. The owner of a non-titled trailer or semitrailer may choose to obtain an assigned number to aid in the identification of their property in the event it is stolen, but it is not required.

Lack of Serial Number

If a serial number is missing on a trailer or semitrailer, the owner should apply for an assigned number (Refer to [Chapter 13, “Vehicle Identification Numbers”](#)).

Trailers Without Frames

Refer to [Trailers Without Frames](#) in [Chapter 13, “Vehicle Identification Numbers”](#).

Evidence of Ownership

A Manufacturer's Certificate of Origin (MCO) is required to support the application for Texas title for a new trailer or semitrailer. While "secure" MCOs are **not** required for trailers titled in Texas, their use is recommended because some states require "secure" MCOs on title transfers. A weight certificate is required if the trailer's empty weight is not indicated on the MCO.

Out of State Trailers

Acceptable evidence of ownership on used trailers and semitrailers from out of state is as follows:

- The certificate of title is required for all trailers and semitrailers from title states.
- The registration receipt is required for all trailers and semitrailers from non-title states.

A weight certificate as certified by a public scale or a Texas Department of Public Safety commercial vehicle enforcement officer is required if the weight cannot be determined from the evidence of ownership.

Applicants must self-certify the vehicle identification number on the *Application for Texas Title and/or Registration* (Form 130-U).

Empty Weight

The space for weight on *Application for Texas Title and/or Registration* (Form 130-U) should record the empty weight of a trailer or semitrailer.

14.5 Optional Title for Trailers and Semitrailers under 4,000 Pounds

Transportation Code Section 501.037

- (a) *Notwithstanding any other provision of this chapter, the department may issue a title for a trailer or semitrailer that has a gross vehicle weight of 4,000 pounds or less if all other requirements for issuance of a title are met.*
- (b) *To obtain a title under this section, the owner of the trailer or semitrailer must:*
 - (1) *apply for the title in the manner required by Section 501.023; and*
 - (2) *pay the fee required by Section 501.138.*
- (c) *A subsequent purchaser of a trailer or semitrailer titled previously under this section or in another jurisdiction must obtain a title under this section.*

The department may issue a title for a trailer or semitrailer that has a gross vehicle weight of 4,000 pounds or less, if all other requirements for issuance of a title are met, including assignment of VIN. The application for Texas title is optional for the owner. The owner must apply for the title in the usual manner, in accordance with Texas Transportation Code, Sections 501.023 and 501.138.

14.6 Farm Trailer/Farm Semitrailer

Transportation Code Section 501.036

- (a) *Notwithstanding any other provision of this chapter, the department may issue a title for a farm trailer or farm semitrailer with a gross vehicle weight of not more than 34,000 pounds if all requirements for issuance of a title are met.*
- (b) *To obtain a title under this section, the owner must:*
 - (1) *apply for the title in the manner required by Section 501.023; and*
 - (2) *pay the fee required by Section 501.138.*
- (c) *A subsequent purchaser of a farm trailer or farm semitrailer titled previously under this section or in another jurisdiction must obtain a title under this section.*

Farm trailers and farm semitrailers are considered trailers or semitrailers designed and used primarily as a farm vehicle with a gross weight of 34,000 pounds or less.

Farm trailers or farm semitrailers:

- are owned by farmers used exclusively to transport:
 - seasonally harvested agricultural products or livestock from the place of production to the place of processing, market, or storage;
 - farm supplies from the place of loading to the farm; and
- cannot operate for hire.

Trailers owned by a cotton gin and loaned to a farmer to transport products from place of production to place of process (not for hire), fertilizer trailers used to transport fertilizer to the farm and return without charge, and trailers hauling cottonseed between place of supply or storage to farms or place of process and return without charge are considered farm trailers.

Title Requirements

Farm trailers and farm semitrailers are exempt from the Certificate of Title Act, unless the farm trailer or farm semitrailer was previously titled. If the farm trailer or farm semitrailer is non-titled, the owner should retain the evidence of ownership presented.

Farm trailers and farm semitrailers with a gross vehicle weight of 34,000 lbs or less may be permissively titled. (See [Farm Trailers and Farm Semitrailers](#).)

Trailers and semitrailers optionally titled previously, including farm trailers and farm semitrailers, must continue to be titled once initially titled.

Light Trailers

A farm trailer or farm semitrailer with a gross weight not exceeding 4,000 pounds is exempt from registration and title. This type of vehicle should be sold by a bill of sale; and when sold, if the purchaser is not a farmer, the purchaser must register the vehicle with regular trailer license plates if the trailer will be pulled on a public road.

Heavy Trailers

A farm trailer or farm semitrailer with a gross weight in excess of 4,000 pounds, but not exceeding 34,000 pounds, is exempt from title requirements and qualifies for a \$5.00 distinguishing license plate. This type trailer should be sold on a bill of sale. Exceptions are those owners desiring a title for farm trailers or farm semitrailers in excess of 4,000 pounds that may be issued a certificate of title as provided in [Transportation Code Section 501.036](#).

Trailer Sales

If a farm trailer or semitrailer is not issued a certificate of title (non-titled trailer), these trailers may be sold on a bill of sale. If sold to a:

- Farmer, the \$5.00 plate may be transferred by the use of the *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS).
- Non-farmer, the \$5.00 plate should be surrendered to the county tax assessor-collector's office. The trailer must be registered with regular registration if it will be pulled on a public road. If the trailer requires a title, the purchaser should file an application for Texas title supported by a bill of sale and a certified weight certificate.

Farm Trailers and Farm Semitrailers

[Transportation Code Section 501.036](#) provides that TxDMV may issue a title for a farm semitrailer or a farm trailer with a gross weight of not more than 34,000 pounds if:

- The farm trailer or farm semitrailer is eligible for registration under Transportation Code, Section 502.146.
- The owner applies for a certificate of title under [Transportation Code Section 501.023](#).
- The owner pays the required fees under [Transportation Code Section 501.138](#). If an application for Texas title is filed, they should surrender the ownership document in support of title issuance.

Farm trailers and farm semitrailers titled under [Transportation Code Section 501.036](#), should be transferred by proper assignment of title from the owner to the new owner. If the new owner qualifies for farm plates, they may file an application of title supported by the assigned title.

Farm Trailers and Farm Semitrailers In Excess of 34,000 Pounds

All farm trailers and farm semitrailers in excess of 34,000 lbs are required to be titled and registered.

Temporary Additional Weight Receipts

If a trailer or semitrailer with a gross weight of 4,000 pounds or less is issued a temporary additional weight receipt for seasonal agricultural products and it brings the gross weight above 4,000 pounds, the trailer/semitrailer would not be titled and would return to its previous status when the temporary additional weight receipt expires.

14.7 House, Camper, and Travel Trailers

Definition

For title and registration purposes, a “camper trailer” is defined as one designed for temporary human habitation and which may expand or fold out to form a shelter, the top and sides of which are attached to part of the trailer. Whether the trailer is equipped with items such as beds, icebox, refrigerator, cooking stove, etc., is immaterial. Tent trailers are also included as a camper trailer if the trailer is a pop-up style. These trailers are titled as travel trailers.

House trailer means a trailer designed for human habitation. The term does not include manufactured housing. All camper trailers, new or used, purchased on and after September 1, 1967, are titled as travel trailers. Travel Trailer license plates are issued to these vehicles. (Refer to the [TxDMV Motor Vehicle Registration Manual](#).)

[Transportation Code Section 501.002](#) of the Certificate of Title Act, does not include mobile homes under the definition of “house trailer.” Mobile homes are excluded from the provisions of the Certificate of Title Act, but are regulated under the Texas Manufactured Housing Standards Act administered by the Texas Department of Housing and Community Affairs.

House trailer type vehicles and camper trailers less than 8 feet, 6 inches in width or less than 45 feet in length (not including the hitch) are “travel trailers” and are required to be registered and titled as travel trailers. The term “house trailer” refers to travel trailers that meet the above size criteria.

Utility Trailers

Utility trailers, which are used to transport property, camping equipment, or other items, do not fall within this definition.

Evidence of Ownership

Evidence of ownership necessary to support an application for Texas title should be:

- New camper trailers require a secure MCO prescribed by this department.
- Used camper trailers last registered and titled in Texas as house trailers require an assigned title.

Out of State Travel Trailers

Travel trailers last registered out of state require an assigned title, or if from a non-title state, the last license receipt in the applicant’s name or properly assigned. Applicants must self-certify the vehicle identification number on the *Application for Texas Title and/or Registration* (Form 130-U). Applicants must submit a *Trailer Verification Statement of Fact* (Form VTR-141) for any travel trailer for which there is no Texas record or for any travel trailer last titled and/or registered outside of Texas.

Travel Trailers used by a Government Agency

A government agency may apply directly to the department for a title to a travel trailer purchased by or transferred to the government agency when the travel trailer is being used as temporary housing in response to a natural disaster or other declared emergency.

The government agency must apply for title within 30 days of the date of purchase or transfer, surrender properly assigned ownership evidence, and submit a completed *Application for Texas Title and/or Registration* (Form 130-U). Ownership evidence may include a manufacturer’s certificate of origin, title, or *U.S. Government Certificate to Obtain Title to a Motor Vehicle* (Form 97).

A completed *Trailer Verification Statement of Fact* (Form VTR-141) must also be submitted unless a Texas title is being surrendered as ownership evidence. In addition, the applicant must submit acceptable proof of identification.

The government agency is exempt from payment of fees if applying for title only and no registration. If applying for registration, the government agency must pay any applicable state inspection fee to the department at the time of application. In addition to the documents required for title, the government agency must include a copy of the Vehicle Inspection Report and the completed *Application for Standard Texas Exempt License Plates* (Form VTR-62-A) when obtaining registration.

Title applications and any applicable fees for qualifying travel trailers may be submitted directly to the department for expedited processing to the following address:

Texas Department of Motor Vehicles
Title Control Systems
4000 Jackson Avenue, Bldg. 1
Austin, Texas 78731

14.8 Park Model Trailers

A “Park Model” type trailer is a recreational vehicle by federal standards which is:

- Built on a single chassis;
- 400 square feet or less when measured at the largest horizontal projections;
- Self-propelled or permanently towable by a light duty truck; and
- Designed primarily not for use as a permanent dwelling, but as temporary living quarters for recreational, camping, travel, or seasonal use.

A “Park Model” trailer should register and title as a Travel Trailer regardless of the body style on the Manufacturer’s Certificate of Origin (MCO). If requested, Title Only can be issued.

Evidence of Ownership

An application for Texas title on a new “Park Model” type trailer must include a secure manufacturer’s certificate of origin (MCO) and a *Trailer Verification Statement of Fact* (Form VTR-141). An MCO prescribed by the Texas Department of Licensing and Regulation is unacceptable.

Move Permits

Any trailer in excess of 8 feet, 6 inches in width or 14 feet in height is required to be issued an oversize/overweight permit in addition to regular registration to legally move the trailer on public roads. Additionally, a trailer exceeding 45 feet, and most combinations of a pulling unit and trailer exceeding 65 feet in length are required to be issued an oversize/overweight permit, in addition to regular registration, to legally move the trailer on public roads.

14.9 Mobile Office Trailers

Mobile office trailers, mobile oil field laboratories, and mobile oil field bunkhouses are not designed as a dwelling and, therefore, are not classified as travel trailers or manufactured housing, regardless of size. These vehicles are classified as commercial semitrailers and should be registered and titled appropriately (or display a 72-Hour Permit) if operated upon public streets and highways. If the body style is designated as

mobile office, mobile oil field laboratory, or mobile oil field bunkhouse, the weight shown on the certificate of origin is acceptable as the fixed weight of the vehicle for registration purposes. If no weight is shown on the certificate of origin, a weight certificate is required. The “1/3 minimum carrying capacity” rule does not apply to these vehicles. Photographs or brochures are not required except in instances when a mobile home has been altered for use as a mobile office, bunkhouse, or laboratory.

14.10 Motor Homes, Ambulances, and Fire-Fighting Vehicles

Occupations Code, Chapter 2301, establishes licensing regulations for motor home, ambulance and fire-fighting manufacturers. A motor home, ambulance and fire-fighting vehicle manufacturer are persons who are not the manufacturer of a motor vehicle chassis, but perform modifications on the chassis before the retail sale of the motor vehicle resulting in a finished product of a motor home, ambulance, or fire fighting vehicle. As a result, there is a manufacturer’s certificate of origin issued by the chassis manufacturer for the incomplete vehicle chassis and one from the motor home, ambulance, or fire-fighting vehicle manufacturer once the vehicle is completed.

When one of these vehicles is titled, the vehicle identification number is used from the chassis manufacturer per 49 Code of Federal Regulations Part 565.23(a). The vehicle make is required to be that of the motor home, ambulance, or fire-fighting vehicle manufacturer, in accordance with Occupations Code, 2301.252, and the vehicle year would also be obtained from the manufacturer of the final product, in accordance with Texas Administrative Code, Rule 217.5.

Definition

“Motor Homes” are self propelled vehicles constructed with built in kitchens, sleeping facilities, etc. The body of a motor home is designed so when attached to the chassis, the body completely envelops or covers the chassis and engine of the motor home vehicle.

“Ambulances” are vehicles used exclusively to transport or provide emergency medical care to injured or ill persons that include a certain vehicle layout, equipment and supplies.

“Fire-fighting vehicles” are vehicles that their only purpose is to transport firefighters to the scene of a fire and provide certain equipment and specifications used to fight a fire.

Vehicles so constructed are registered with passenger license plates. Application for title should record the description of the vehicle as it appears on the final stage manufacturer's certificate of origin (MCO) for the motor home, ambulance or fire-fighting vehicle manufacturer, and the body style should appear as “Motor Home” (abbreviated “MH”), “Ambulance” (abbreviated “AM”), or “Fire Truck” (abbreviated “FT”). A photo describing the vehicle is required if the body style is not indicated as such on the final stage MCO. A weight certificate verifying the gross weight is required only if the weight is not shown on the final stage MCO.

Mounted Motor Home Units

If a camper unit is designed so that it is mounted directly and permanently on the chassis of a vehicle (verified by a photograph of the exterior of the vehicle), owners should register them with passenger plates. The vehicle should be weighed and include the weight of the cab, chassis, and camping unit, and should be registered for that weight. The body style should appear as "Motor Home" (abbreviated "MH") on the title and registration receipt.

14.11 Golf Carts

Transportation Code, Section 551.401, defines "golf cart" as a motor vehicle designed by the manufacturer primarily for use on a golf course. Transportation Code, Section 551.402, prohibits registration of golf carts regardless of any alteration made to the golf cart. Transportation Code, Section 551.403 and 551.404, allows for operation of golf carts on some public roads. Refer to the [TxDMV Motor Vehicle Registration Manual](#) for additional information.

Title Requirements

As of September 1, 2009, titles are no longer issued for golf carts. Any existing title remains valid until the vehicle is sold. An exception for select counties allows for the issuance of golf cart license plates. A Manufacturer Certificate of Origin, Bill of Sale, or Invoice is acceptable as the ownership evidence.

Slow Moving Vehicles

A slow moving vehicle is defined by Transportation Code, Section 547.001, as a vehicle designed to operate at a maximum speed of 25 miles per hour or less. Slow moving vehicles are required by Section 547.703 to display a slow moving vehicle emblem when operated on the public streets.

Vehicles designed to operate at speeds in excess of 25 miles per hour do not qualify as slow moving vehicles.

14.12 Miniature Vehicles

Transportation Code Section 502.001:

(21-a) "Miniature vehicle" means a miniature motor vehicle that:

- (A) is designed to propel itself with four or more tires in contact with the ground;*
- (B) complies with applicable federal law; and*
- (C) is not a custom vehicle or street rod, as those terms are defined by Section 504.501, a neighborhood electric vehicle, as defined by Section 551.301, a golf cart, as defined by Section 551.401, or an off-highway vehicle, as defined by Section 551A.001.*

A mini vehicle includes a mini car, truck, van, and bus manufactured in a foreign country, most commonly in Japan, China, and India. Mini vehicles are required to be titled and must be registered if operated on public roadways effective April 4, 2024. Owners may not transfer ownership of these vehicles unless a title has been applied for and issued in their name. Dealers are also required to apply for title in the name of the dealer prior to transfer unless the vehicle has already been titled in Texas on or after April 4, 2024, or was last titled and/or registered in another state and proper ownership evidence was assigned to the dealer.

All applicants must present proper evidence of ownership and will be subject to existing title and registration requirements like any other motor vehicle, as outlined in Transportation Code, Chapters 501 and 502. If the surrendered evidence of ownership or supporting documentation indicates the vehicle is for off-highway use only, the vehicle must be titled with the off-highway use only remark applied to the record, but the vehicle is not eligible for registration.

The owner or a dealer of a mini vehicle that is imported into the states, unless the vehicle was last titled and/or registered in another state, must provide the appropriate importation documents as required under Transportation Code, 501.030, and outlined in [Chapter 19, “Imported Vehicles.”](#) Owners and dealers that do not possess the required importation documents will not be eligible for title and registration, which includes not being eligible to obtain title through a bond or tax assessor-collector hearing. Vehicles that are 25 years old or older are exempt from Federal Motor Vehicle Safety Requirements (FMVSS) and are imported under Box 1 of the USDOT Form HS-7.

An individual who has ownership of a mini vehicle prior to April 4, 2024, including a dealer that has a mini vehicle in their inventory that was not titled and/or registered in another state, must have or obtain a Texas title in their name before the vehicle can be sold or transferred.

Owners and dealers must submit at a minimum the following documents to their local county tax assessor-collector’s office to obtain a Texas title:

- Properly assigned evidence of ownership may include:
 - foreign evidence in the name of the owner/dealer or assigned to the owner/dealer,
 - a bill of sale,
 - an out of state title in the name of the owner or assigned to the owner, or
 - a registration receipt in the name of the owner or assigned to the owner, if the vehicle was last registered in a state that does not title these vehicles.
- *Application for Texas Title and/or Registration* (Form 130-U);
- Government issued photo identification;
- *Law Enforcement Identification Number Inspection* (Form VTR-68-A) if last titled or registered in another country or VIN verification if last titled or registered in another state;
- A photograph of the VIN is required for a mini vehicle with a non-conforming 17-digit VIN when a Form VTR-68-A is not required;
- VIN verification if last titled or registered in another state;

- Proof of US Customs Entry/Clearance, unless the vehicle was last titled and/or registered in another state; and
- Proof of Form HS-7, unless the vehicle was last titled and/or registered in another state.

Note: The delinquent transfer penalty does not apply to owners or dealers in possession of these vehicles prior to April 4, 2024, when they subsequently obtain title in their name.

Note: A Texas franchised dealer who is licensed to sell a new mini vehicle for the manufacturer is not required to title these vehicles into their name prior to sale or transfer. The face of the manufacturer's certificate of origin should be assigned to the licensed dealer. The vehicle must meet all applicable Federal Motor Vehicle Safety Standards to be titled and registered.

14.13 Neighborhood Electric Vehicles

A Neighborhood Electric Vehicle (NEV) is a motor vehicle that can attain a maximum speed of 35 miles per hour on a paved level surface and otherwise complies with Federal Motor Vehicle Safety Standard 500 (49 C.F.R. Section 571.500).

Registration and Title

A NEV is required to be titled in order to be registered for operation on public roads.

A NEV requires the same financial responsibility or liability of insurance as a vehicle when operating as a motor vehicle. As of September 1, 2013, a NEV no longer requires the same financial responsibility or liability insurance as a vehicle when operated as a golf cart.

The NEV must meet Federal Motor Vehicle Safety Standard 500 (49 C.F.R. §571.500) for low-speed vehicles and have a 17-digit VIN.

Neighborhood electric vehicles must be titled with a body style of "NV NHOOD ELEC" and registered as either a truck or a passenger vehicle.

Evidence of Ownership

Acceptable documents for evidence of ownership for neighborhood electric vehicles include Certificates of Title indicating a body style of neighborhood electric vehicle ("NV NHOOD ELEC") or a Manufacturer's Certificate of Origin with a statement that the vehicle meets Federal Motor Vehicle Safety Standard 500 (49 C.F.R. §571.500).

Some neighborhood electric vehicles in Texas were previously titled with the body style of golf cart (GC) and out of state titles may show other body styles. In order to title and register these vehicles as neighborhood electric vehicles ("NV NHOOD ELEC") the vehicle must have a conforming 17-digit VIN. If a vehicle does not meet this criterion it cannot be titled or registered as a neighborhood electric vehicle.

Operation

A neighborhood electric vehicle:

- may be operated only on a street or highway for which the posted speed limit is 45 miles per hour or less and is subject to all traffic and other laws applicable to motor vehicles
- may cross a road or street at an intersection where the road or street has a posted speed limit of more than 35 miles per hour
- may not be operated on a street or highway if:
 - the governing body of a county or city determines that prohibiting such operation is necessary in the interest of safety; or
 - the department determines that prohibiting such operation is necessary in the interest of safety.

Neighborhood Transportation Vehicles

Effective September 1, 2003, the law changed to address new styles of neighborhood transportation, including certain motor-assisted scooters that are not registered or titled. In these instances, either a city or county government has ruling jurisdiction over its roads (primarily for prohibition for their operation). The owner of any electric personal assistive mobility devices, as defined by Transportation Code, Section 551.201, is not required to register this type of device. These devices may only operate on a residential street, roadway or public highway in accordance with Transportation Code, Section 551.202 and local ordinance.

14.14 Off-Highway Use Vehicles

Off-highway use vehicles include motorcycles, trail bikes, mini bikes, mini-motorcycles (gas and/or electric), all-terrain vehicles, recreational off-highway vehicles, utility vehicles, and sand rails. Effective June 14, 2019, (HB 1548 passed by the 86th Legislature) the definition of “motor vehicle” was amended to include off-highway vehicles, including ATVs, ROVs, and UTVs. Effective September 1, 2019, (HB 1755 passed by the 86th Legislature) the definition of “motor vehicle” was amended to include sand rails as an off-highway vehicle.

Off-highway vehicles are not designed by the manufacturer for highway use and are not registered when the owner makes application for a certificate of title. The notation “NOT REG” should appear in the license plate number space on the *Application for Texas Title and/or Registration* (Form 130-U). A Texas Certificate of Title issued for an ATV, ROV, UTV, or sand rail reflects the “Off-Highway Use Only” remark. An off-highway vehicle, with or without design alterations, may not be registered for operation on public highways.

Off-Highway Use Motorcycles

Requirement of Title

Effective September 1, 1975, all off-highway motorcycles (non-street legal) which are designed and equipped for racing, trail riding, or other off-highway use are required to be titled.

Evidence of Ownership

The basic evidence of ownership required with an application for Texas title on an off-highway motorcycle is as follows:

- A Manufacturer's Certificate of Origin (MCO) for all new “off-highway” motorcycles sold on or after September 1, 1975.
- A properly assigned certificate of title for a used “off-highway” motorcycle; however, if the motorcycle was owned by the applicant prior to September 1, 1975, any one of the following items may support the application:
 - An MCO completed and assigned to the applicant.
 - An invoice signed by an agent of the company or firm selling the vehicle and dated prior to September 1, 1975.
 - A bill of sale signed by the seller and dated prior to September 1, 1975.
 - If any of the above documents are not available and the original owner is applying for Texas title, a statement of fact completed by the owner stating they have owned the motorcycle prior to September 1, 1975 is acceptable.
- Any used motorcycle purchased or taken in trade by a dealer on or after September 1, 1975, must transfer to the dealer on an assigned certificate of title

Vehicle Identification Number

The frame serial number is the vehicle identification number on all applications for certificate of title covering motorcycles. If a motorcycle does not have a serial number die stamped on the frame, the owner should obtain an assigned vehicle identification number (“TEX” number) from the department.

Modified Off-Highway Motorcycles

Once a motorcycle has been titled as an off-highway vehicle without registration, an application for corrected title is required to clear the remark if the vehicle is ever modified in order to register. If a transfer of ownership is involved and a current license plate number is shown in the license plate number space on the application for Texas title, the notation “Off-Highway Use Only” deletes automatically from the title record. Applicants subject to a state vehicle inspection should include a copy of the Vehicle Inspection Report and a copy of the current registration receipt with the application for Texas title.

All-Terrain Vehicle (ATV)

Definition

All-terrain vehicle means a motor vehicle that is equipped with a seat or seats for the use of the rider (and a passenger), designed to propel itself with three or more tires in contact with the ground, designed by the manufacturer for off-highway use, not designed by the manufacturer primarily for farming or lawn care, and not more than 50 inches in width.

Note: ROVs and ATVs are defined in the same manner except that ATVs are vehicles that are not more than 50 inches in width, may have only 3 wheels and accommodate a rider and one passenger, while ROVs are vehicles that have at least 4 wheels and can accommodate a rider and multiple passengers.

Effective September 1, 1985, no person (other than a dealer) may transfer ownership of an all-terrain vehicle unless a title has been applied for and issued in the name of the owner as of that date.

House Bill 3849, passed by the 81st Legislative session (2009) eliminated bench or bucket seats from the ATV definition.

Note: The only sections of the law that were repealed are related to registration and the issuance of the ATV sticker. ATVs are still required to be titled.

Direct questions concerning ATV operation on public land in Texas to Texas Parks and Wildlife Department's "Off Highway Vehicle" section at (512) 389-8917 or to the Web site at: www.tpwd.state.tx.us/spdest/ohv/faq.phtml

Recreational Off-highway Vehicle (ROV)

Definition

Recreational off-highway vehicle means a motor vehicle that is not a golf cart, equipped with a seat or seats for the use of the rider (and a passenger), designed to propel itself with four or more tires in contact with the ground, designed by the manufacturer for off-highway use, and not designed by the manufacturer primarily for farming or lawn care. Effective September 1, 2009, (HB 2553 passed by the 81st Legislature) the definition of "motor vehicle" was amended to include recreational off-highway vehicle.

Note: ROVs and ATVs are defined in the same manner except that ATVs are vehicles that are not more than 50 inches in width, may have only 3 wheels and accommodate a rider and one passenger, while ROVs are vehicles that have at least 4 wheels and can accommodate a rider and multiple passengers.

Title Requirements

Effective September 1, 2009, no person (other than a dealer) may transfer ownership of a recreational off-highway vehicle unless a title has been applied for and issued in the name of the owner as of that date.

Dealers

New ROVs sold on and after September 1, 2009, must transfer on a manufacturer's certificate of origin (MCO). If a ROV is in a dealer's inventory prior to September 1, 2009, for which a dealer cannot obtain an MCO, the dealer may transfer ownership on an invoice or bill of sale. The invoice or bill of sale must include a statement the vehicle was in a dealer's inventory prior to September 1, 2009, is included. The dealer may assign the ROV to the purchaser on a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A), provided a statement that the vehicle was in a dealer's inventory prior to September 1, 2019. Any used ROVs purchased or taken in trade by a dealer on or after September 1, 2009, must transfer to the dealer on an assigned certificate of title.

Individuals

An individual who owns a ROV must have or obtain a Texas title in their name before the ROV can transfer to another owner. An owner of a ROV purchased prior to September 1, 2009, must submit the following documents to obtain a Texas title in their name:

- *Application for Texas Title and/or Registration* (Form 130-U);
- Statement of fact specifying the owner owned the ROV prior to September 1, 2009; and
- If available, any other proof of transfer, such as an invoice or bill of sale dated prior to September 1, 2009, signed by the seller or an agent of the company/business that sold the ROV.

Note: Manufacturer Certificate of Origin (MCO) - applies to new ROVs sold on or after September 1, 2009.

Utility Vehicle (UTV)

Definition

Utility vehicle means a motor vehicle that is not a golf cart or lawn mower, equipped with side-by side seating for the use of the operator and a passenger, designed to propel itself with at least four tires in contact with the ground, designed by the manufacturer for off-highway use, and designed by the manufacturer primarily for utility work and not for recreational purposes.

Title Requirements

Effective June 14, 2019, no person, other than a dealer, may transfer ownership of a UTV unless a title has been applied for and issued in the name of the owner.

Dealers

New UTVs sold on and after June 14, 2019, must transfer on a manufacturer's certificate of origin (MCO). If a UTV is in a dealer's inventory prior to June 14, 2019, for which a dealer cannot obtain an MCO, the dealer may transfer ownership on an invoice or bill of sale. The invoice or bill of sale must include a statement the vehicle was in a dealer's inventory prior to June 14, 2019. The dealer may also assign the vehicle to the purchaser on a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A), provided a statement that the vehicle was in a dealer's inventory prior to June 14, 2019, is included. Any used UTVs purchased or taken in on trade by a dealer on or after June 14, 2019, must transfer to the dealer on an assigned certificate of title.

Individuals

An individual who has ownership of a UTV prior to June 14, 2019, must have or obtain a Texas title in their name before the vehicle can transfer to another owner. Owners of these vehicles must submit the following documents to their local county tax assessor-collector's office to obtain a Texas title in their name:

- *Application for Texas Title and/or Registration* (Form 130-U);
- Statement of fact specifying the vehicle was owned prior to June 14, 2019;
- Pictures of the vehicle (front, back, and sides); and
- If available, any proof of transfer, such as an invoice or bill of sale dated prior to June 14, 2019, and signed by the seller or agent who sold the vehicle.

Sand Rail

Definition

Sand rail means a vehicle that is designed or built primarily for off-highway use in sandy terrains, including for use on sand dunes; has a tubular frame, an integrated roll cage, and an engine that is rear-mounted or placed midway between the front and rear axles of the vehicle; and has a gross vehicle weight of not less than 700 pounds; and not more than 2,000 pounds.

Title Requirements

Effective September 1, 2019, no person, other than a dealer, may transfer ownership of a sand rail unless a title has been applied for and issued in the name of the owner.

Dealers

New sand rails sold on and after September 1, 2019, must transfer on a manufacturer's certificate of origin (MCO). If a sand rail is in a dealer's inventory prior to September 1, 2019, for which a dealer cannot obtain an MCO, the dealer may transfer ownership on an invoice or bill of sale. The invoice or bill of sale must include a statement the vehicle was in a dealer's inventory prior to September 1, 2019. The dealer may also assign the vehicle to the purchaser on a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A), provided a statement that the vehicle was in a dealer's inventory prior to September 1, 2019, is included. Any used sand rail purchased or taken in on trade by a dealer on or after September 1, 2019, must transfer to the dealer on an assigned certificate of title.

Individuals

An individual who has ownership of a sand rail prior to September 1, 2019, must have or obtain a Texas title in their name before the vehicle can transfer to another owner. Owners of these vehicles must submit the following documents to their local county tax assessor-collector's office to obtain a Texas title in their name:

- *Application for Texas Title and/or Registration* (Form 130-U);
- Statement of fact specifying the vehicle was owned prior to September 1, 2019;
- Pictures of the vehicle (front, back, and sides);
- If available, any proof of transfer, such as an invoice or bill of sale dated prior to September 1, 2019, and signed by the seller or agent who sold the vehicle;
- A weight certificate (gross vehicle weight must be between 700 to 2,000 pounds);
- Proof of *Law Enforcement Identification Number Inspection* (Form VTR-68-A); and
- *Notice of Assigned or Reassigned Identification Number* (Form VTR-68-N).

Title Exemption for ATVs and ROVs

The title exemption was eliminated on October 27, 2016. Any transfer of ownership requires the owner to obtain a Texas title in their name. A *Recreational Off-Highway or All-Terrain Vehicle Used for Farming or Lawn Care* (Form VTR-329) is not acceptable, and the transaction would be subject to any applicable delinquent transfer penalties or considered an invalid transfer of ownership requiring a bonded title or tax assessor-collector hearing.

Prior to October 27, 2016, an ATV or ROV may have been exempted from the title requirement if the purchaser certified the vehicle would be used primarily for farming or lawn care and had at least four wheels in contact with the ground. The purchaser made the certification by completing a *Recreational Off-Highway or All-Terrain Vehicle Used for Farming or Lawn Care* (Form VTR-329). However, an ATV or ROV with multiple rows of seats, containing food or beverage equipment, equipped with specifically non-farm or non-lawn care equipment, or only had three wheels in contact with the ground was not eligible for the title exemption since these types of vehicles are most commonly associated with use at sporting events, use by apartments and large living communities, or primarily for recreational purposes. A licensed dealer was required to provide a photocopy of the completed *Recreational Off-Highway or All-Terrain Vehicle Used for Farming or Lawn Care* (Form VTR-329), along with the Manufacturer's Certificate of Origin (MCO), to the original purchaser. The dealer retained the original *Recreational Off-Highway or All-Terrain Vehicle Used for Farming or Lawn Care* (Form VTR-329) in their records.

If the original purchaser of an exempted ATV or ROV sells the ATV or ROV, they must provide the photocopy of the *Recreational Off-Highway or All-Terrain Vehicle Used for Farming or Lawn Care* (Form VTR-329) and the MCO to the subsequent purchaser. A subsequent purchaser is required to apply for Texas title in their name. The subsequent purchaser must submit an *Application for Texas Title and/or Registration* (Form 130-U), photocopy of the completed *Recreational Off-Highway or All-Terrain Vehicle Used for Farming or Lawn Care* (Form VTR-329) and the original MCO.

If the original purchaser wishes to obtain a Texas title, the photocopy of the completed *Recreational Off-Highway or All-Terrain Vehicle Used for Farming or Lawn Care* (Form VTR-329) must be submitted with an *Application for Texas Title and/or Registration* (Form 130-U) and the original MCO.

The delinquent transfer penalty does not apply when an original purchaser subsequently submits an application to title the ATV or ROV. If this situation occurs after the 30th day from the date of sale, the Registration and Title System (RTS) will calculate a Delinquent Transfer Penalty. The penalty should be manually changed to reflect no charge and will require a Supervisor Override. In the case of a subsequent purchaser, the delinquent transfer penalty would apply once the 30 day transfer period has passed from the date of the subsequent purchase since there is an actual change in ownership.

Certain Off-Highway Vehicles Purchased from an Out of State Dealer

Effective March 1, 2020, a title application cannot be processed for qualifying year model off-highway vehicles purchased from an out of state dealer unless the applicant provides evidence from the Comptroller of Public Accounts (CPA) that the applicant has paid the applicable use tax or is exempt from payment of the tax.

Transportation Code, Section 501.0301, defines off-highway vehicles for this purpose as all-terrain vehicles, recreational off-highway vehicles, utility vehicles, and off-highway motorcycles. In addition, this section only applies to off-highway vehicles with a model year less than or equal to one year from the date of title application.

A copy of the evidence provided by the applicant must be submitted with the title application paperwork for imaging.

For additional information, visit the [CPA's website](#).

14.15 Miscellaneous Vehicle Types

Machinery/Permit Vehicle Plates

The \$5.00 distinguishing license plate is issued in lieu of regular registration. Listed below are vehicles eligible for the distinguishing plate. These vehicles are not titled. (Refer to the [TxDMV Motor Vehicle Registration Manual](#).)

Machinery Plates are issued to:

- Construction machinery (unconventional vehicles)
- Water well drilling units

Permit plates are issued to:

- Oversize/overweight commercial vehicles, used solely for servicing, cleaning out, and/or drilling oil wells and which, consist in general, of a mast, an engine for power, a draw-works, and a chassis permanently constructed for these purpose or purposes.
- Mobile crane, which is an unladen, self-propelled vehicle constructed as a machine and used solely to raise, shift, or lower heavy weights by means of a projecting, swinging mast with an engine for power on a chassis permanently constructed for these purposes.

Trailer Jockey



A pulling unit with body type Trailer Jockey can be registered as a road tractor with Tractor license plates, or registered with Combination license plates if it is pulling a semitrailer with a gross weight of 6,000 pounds or more. As a prerequisite to title and registration, Trailer Jockeys, or ‘yard dogs,’ must meet the U.S. DOT and Texas safety standards. If the evidence of ownership is a Manufacturer’s Certificate of Origin (MCO), it should be a “secure” form. Proof of insurance in the title applicant’s name is required unless the vehicle was purchased from a dealer.

Farm Tractor/Road Tractor

Farm tractors and road tractors are not eligible for Texas title.

Implements of Husbandry

Implements of husbandry are not eligible for Texas title.

Implement of husbandry means a vehicle, other than a passenger car or truck, that is designed and adapted for use as a farm implement, machinery, or tool for tilling the soil, a towed vehicle that transports to the field and spreads fertilizer, or agricultural chemicals, or a motor vehicle designed and adapted to deliver feed to livestock.

Former Military Vehicle

Transportation Code Section 501.035

- (a) Notwithstanding any other law, the department shall issue a title for a former military vehicle if all requirements for issuance of a title are met.*
- (b) In this section, "former military vehicle" has the meaning assigned by Section 504.502(i).*

In order for a former military vehicle to be titled and registered, the vehicle must comply with Transportation Code 504.502 and 502.141.

This chapter contains the following sections:

- **15.1** Odometer Disclosure Statement
- **15.2** Vehicles Exempt from Disclosure
- **15.3** Application for Title/Title Assignment
- **15.4** Odometer Title Brand
- **15.5** Operation of Law Title Transfers
- **15.6** Odometer Issues
- **15.7** Correcting Odometer Errors
- **15.8** Power of Attorney to Transfer Ownership and Disclose Mileage

15.1 Odometer Disclosure Statement

Transportation Code Section 501.072

- (a) *Except as provided by Subsection (c), the transferor of a motor vehicle transferred in this state shall provide to the transferee a disclosure of the vehicle's odometer reading at the time of the transfer in compliance with 49 U.S.C. Section 32705.*
- (b) *When application for a title is made, the transferee shall record the odometer reading on the application. The disclosure required by Subsection (a) must accompany the application.*
- (c) *An odometer disclosure statement is not required for the transfer of a motor vehicle that is exempt from odometer disclosure requirements under 49 C.F.R. Part 580:*
- (d) *The department shall provide for use consistent with 49 C.F.R. Part 580:*
 - (1) *a secure power of attorney form; and*
 - (2) *a secure reassignment form for licensed motor vehicle dealers.*
- (e) *In this section, "transferee" and "transferor" have the meanings assigned by 49 C.F.R. Part 580.*

Federal Truth in Mileage Act of 1986

In an effort to deter odometer fraud and to protect consumers, the 99th Congress of the United States enacted the Truth in Mileage Act of 1986 (Public Law 99-579) which amended Title IV of the Motor Vehicle Information and Cost Savings Act, 15 U.S.C. 1981-1991. In order to comply with this Act, Federal rules and Texas law, the department revised the odometer disclosures on certificate of titles issued on and after April 29, 1990, to contain the following:

- The odometer reading at the time of transfer, not to include tenths of miles;
- The date of the odometer disclosure statement;
- The signature, hand printed name and current address of the transferor (seller);

- The signature, hand printed name and current address of the transferee (buyer);

Note: The same individual or agent for an entity may not sign an *Odometer Disclosure Statement* as both buyer and seller, unless the odometer disclosure on the title is signed by use of a properly completed *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A).

- The vehicle description, including make, model, year, body style, and VIN;
- A statement referring to the Federal and State law advising that failure to complete or providing false information may result in fines and/or imprisonment; and
- A certification completed by the transferor (seller) stating that, to the best of their knowledge, the odometer reading reflects the actual mileage, not actual mileage, or that the actual mileage is in excess of the mechanical limits of the odometer.

Note: The department discontinued the *Odometer Disclosure Statement* (Form VTR-40) effective January 1, 2011. If there is an actual purchaser and seller or the vehicle is exempt, complete the odometer statement on the vehicle assignment. If there is not an actual purchaser and seller, record odometer information directly on the *Application for Texas Title and/or Registration* (Form 130-U).

15.2 Vehicles Exempt from Disclosure

The word “Exempt” should appear in the Odometer Reading (Box 9) and/or “Exempt” should be marked in Box 10 on the *Application for Texas Title and/or Registration* (Form 130-U) for vehicles exempt from odometer disclosure requirements. Vehicles exempt from the odometer disclosure requirements are a:

- vehicle having a gross vehicle weight rating of more than 16,000 pounds;
- vehicle that is not self propelled;
- 2010 model year or older vehicle;
- 2011 model year or newer vehicle that is twenty years old or older (effective January 1, 2021);
- vehicle sold directly by the manufacturer to any agency of the United States in conformity with contractual specifications; and
- new motor vehicle prior to its transfer to the first retail purchaser.

Note: A vehicle with an odometer brand of **MILEAGE EXCEEDS MECHANICAL LIMITS** or **NOT ACTUAL MILEAGE** will retain the odometer brand even once the vehicle becomes exempt from odometer disclosure. The vehicle record will retain the odometer brand, and the odometer reading will not be reflected as **EXEMPT**. If mileage is reported at the time of transfer, it should be entered; however, the previously applied brand will be retained.

Note: Effective January 1, 2021, a model year vehicle of 2011 or newer will not become exempt from odometer disclosure until the vehicle is 20 years old. Vehicles manufactured with a 2010 model year or older remain exempt under the 10-year exemption requirement. There is no change to vehicles previously exempted or vehicles that meet another exemption criteria.

15.3 Application for Title/Title Assignment

If a vehicle is exempt from the odometer disclosure requirements, the purchaser is not required to sign the back of the certificate of title upon reassignment from the seller. The word “Exempt” should appear in the Odometer Disclosure (Box 9) and/or “Exempt” should be marked in Box 10 on the *Application for Texas Title and/or Registration* (Form 130-U).

Metric Odometers

If the odometer of a vehicle records kilometers rather than miles, counties should draw a line through “mileage” and insert “kilometers” on the odometer disclosure statement. This reading should be recorded on the *Application for Texas Title and/or Registration* (Form 130-U) and entered into the Registration and Title System.

Texas Titles

The assignments on the reverse side of a Texas Certificate of Title incorporate a statement by the seller as to the vehicle's odometer reading at the time of transfer. When an application for Texas title is filed, the current odometer reading should also appear in the proper space on the application. The certificate of title, when issued, records the odometer reading and applicable brand as reflected on the title assignment or *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A). For additional information regarding the use of a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A), refer to [Chapter 25, Section 25.2 Duty of Vehicle Dealer on Sale of Certain Vehicles](#).

Out of State Titles

When an owner surrenders an out of state title, they must complete the odometer disclosure statement on the reassignment unless the vehicle is exempt. In cases involving the surrender of an out of state title without transfer of ownership, the owner must record the current odometer reading in Box 9 of the *Application for Texas Title and/or Registration* (Form 130-U) and indicate any applicable odometer brands in Box 10. If the vehicle is subject to a state inspection and a Vehicle Inspection Report issued by a vehicle inspection station is provided, the report will contain an odometer reading. If the odometer reading recorded on a Vehicle Inspection Report is not significantly different from the title application, the transaction is acceptable.

Note: If a 2011 model year or newer vehicle is issued an out of state title that records the mileage as exempt, the odometer reading will need to be captured at the time of title application and the odometer brand recorded as NOT ACTUAL MILEAGE.

Manufacturer's Certificate of Origin (MCO)

An odometer disclosure statement is required when a new vehicle is transferred to the first retail purchaser. The odometer disclosure provided for this first retail transaction must comply with the Truth in Mileage Act requirements. The buyer must acknowledge the odometer disclosure. The disclosure may be provided by completing a conforming odometer disclosure statement on the MCO or on a separate odometer disclosure statement. This applies regardless of whether or not the MCO contains an odometer disclosure statement.

Short Term Rental/Lease Transactions

49 United States Code §32705 provides an exemption to odometer disclosure requirements when a new motor vehicle is transferred from a vehicle manufacturer jointly to a licensed franchised dealer and a rental or lease company in the business of renting or leasing vehicles for a period of 30 days or less. Joint transfer occurs when the vehicle manufacturer issues the MCO to the franchised dealer and rental or leasing company on the face of the MCO. When joint transfer has occurred, an odometer disclosure statement is not required to accompany the transfer of the MCO from the franchised dealer to the rental or leasing company. The odometer reading reported on the *Application for Texas Title and/or Registration* (Form 130-U) is acceptable.

The rental or leasing company is responsible for determining whether they qualify for the exemption, and proof is not required to be submitted with the title application. Once the vehicle is titled in the rental or leasing company's name, any subsequent title transfer is subject to odometer disclosure requirements, unless otherwise exempted under federal law.

Applications for Registration Purposes Only

The title applicant must note the current odometer reading on the *Application for Texas Title and/or Registration* (Form 130-U) and indicate whether the reading is actual, not actual, exceeds mechanical limits or exempt.

Salvage Titles

The owner of a salvage vehicle applying for a Rebuilt Salvage title, must record the current odometer reading in Box 9 of the *Application for Texas Title and/or Registration* (Form 130-U) and indicate any applicable odometer brands in Box 10. Additionally, if there was a transfer of ownership of the salvage vehicle, the seller must complete the odometer disclosure statement on the salvage title and the purchaser must acknowledge it. The mileage indicated on the odometer disclosure statement must also appear on the *Application for Texas Title and/or Registration* (Form 130-U).

US Government Certificate to Obtain Title to a Vehicle, Form 97

The odometer disclosure on *U.S. Government Certificate to Obtain Title to a Motor Vehicle* (Form 97) is acceptable provided the disclosure includes the printed names of the person(s) signing as the seller's representative and as the buyer.

Corrected Title Transactions

In the case of an application for corrected title, either the current or the previously recorded odometer reading is acceptable. In addition, the title applicant must indicate whether the mileage is actual, not actual, or exceeds mechanical limits on the *Application for Texas Title and/or Registration* (Form 130-U).

Title Application Fails to Record an Odometer Reading

If the title assignment fails to record an odometer reading, the transaction must be rejected unless the vehicle is exempt or involves no change in ownership, in which case the odometer reading and certification can remain as currently recorded.

Exempt Agencies

The odometer requirements apply to exempt agencies.

15.4 Odometer Title Brand

Federal law requires the department to print an odometer brand (ACTUAL MILEAGE, MILEAGE EXCEEDS MECHANICAL LIMITS, or NOT ACTUAL MILEAGE) on all titles issued on applicable vehicles. These brands, when applicable, show as the first brand beneath the word “REMARK(S).”

Note: A vehicle with an odometer brand of MILEAGE EXCEEDS MECHANICAL LIMITS or NOT ACTUAL MILEAGE will retain the odometer brand even once the vehicle becomes exempt from odometer disclosure. The vehicle record will retain the odometer brand, and the odometer reading will not be reflected as EXEMPT. If mileage is reported at the time of transfer, it should be entered; however, the previously applied brand will be retained.

15.5 Operation of Law Title Transfers

An odometer disclosure statement is required on applications for title involving an actual seller and an actual buyer. Unless the vehicle is exempt, the odometer statement must appear on the title assignment.

It is not necessary for transactions to include a completed odometer statement when there is not an actual buyer and seller. Transactions such as tax assessor-collector hearings or court orders do not require an odometer disclosure statement from the county tax assessor-collector or the court. However, the person awarded ownership of the vehicle must complete the odometer reading in Box 9 and check any applicable odometer brand in Box 10 of the *Application for Texas Title and/or Registration* (Form 130-U).

Unrecovered Stolen Vehicles

When an application for Texas title is filed by an insurance company on an unrecovered stolen vehicle, which is subject to odometer disclosure, the odometer reading is required. If the current odometer reading and applicable brands are unavailable, the ownership evidence and application must reflect not actual mileage.

15.6 Odometer Issues

Vehicles Without Odometers

Indicate “N/A” in the Odometer Reading (Box 9) of the *Application for Texas Title and/or Registration* (Form 130-U) and title reassignment (if applicable) for any self propelled vehicle that does not have an odometer. The “Not Actual” option must be checked in Box 10.

Note: If a vehicle is not exempt from odometer requirements (Refer to [Vehicles Exempt from Disclosure](#)) but has no odometer, input the odometer reading as “000001” and indicate “Not Actual Mileage” when processing the transaction through RTS.

Broken or Inoperable Odometers

When an odometer is broken, inoperable, or displays “ERROR,” the odometer disclosure statement cannot appear as actual mileage. The odometer disclosure statement must indicate the odometer reading is NOT the actual mileage. If an odometer reading appears on the disclosure statement, it must also appear on the application for Texas title; however, it must indicate “Not Actual Mileage.” However, if a reading is not shown on the odometer disclosure statement, indicate “N/A” in the Odometer Reading (Box 9) and “Not Actual” in Box 10 on the *Application for Texas Title and/or Registration* (Form 130-U).

Note: When processing the transaction through RTS, if no odometer has been disclosed, input the odometer reading as “000001” and indicate “Not Actual Mileage” when processing the transaction through RTS.

Repaired or Replaced Odometers

Note: There are no restrictions or guidelines as to who has the authority to repair or replace a malfunctioning odometer.

When an odometer is serviced, repaired, or replaced, the owner should maintain proper records of the repair or replacement in order to avoid any type of problem or civil liability relating to the repair or replacement.

If the mileage does not remain the same (actual mileage cannot be determined), the odometer should be reset to zero. The owner or agent of the owner is also required to attach a written notice to the left door frame of the vehicle specifying the mileage before the service, repair, or replacement and the date of the service, repair, or replacement.

When the vehicle is subsequently transferred, it is the responsibility of the seller to indicate the odometer reading. The odometer brand certification is always **Not Actual**.

Odometer Discrepancies

If it appears a conforming odometer disclosure statement on a Texas or an out of state title has been altered, the transaction should be rejected for a Statement of Fact from the seller and buyer explaining the alteration. If the odometer reading appears to have been altered, the seller must complete another statement of fact that includes the requirements of the Federal Truth in Mileage Act (See [Federal Truth in Mileage Act of 1986](#)), odometer disclosure statement showing the correct odometer reading and indicate whether the mileage is actual, not actual, or exceeds mechanical limits. The buyer (title applicant) must acknowledge this disclosure statement. An alteration of the odometer reading on a secure *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A), or a *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A) may be corrected by completing another of the appropriate forms. Correct obvious errors by drawing a line through the error and completing a Statement of Fact, from the seller explaining the alteration. The buyer then acknowledges the correction.

Letter Preceding Numbers in Odometer Field

The odometer field should consist of numbers only. Any transaction that includes a printed letter in the odometer reading is not acceptable unless a Statement of Fact signed by the seller and title applicant to verify the correct odometer reading appears.

15.7 Correcting Odometer Errors

Odometer Errors on a Title

If a county tax assessor-collector's office is responsible for making an error in the odometer reading or odometer brand on a title, the department issues a corrected title at no charge. The recorded owner or lienholder should submit a request to the department for a "no charge" corrected title, which clearly indicates the error or errors, along with the title displaying the incorrect odometer or odometer brand unless the owner certifies on the *Application for Texas Title and/or Registration* (Form 130-U) the original Texas title is lost or destroyed.

However, if the county tax assessor-collector's office is not responsible for the error, the owner of the vehicle must file an application for a corrected title with the county tax assessor-collector's office. The application should be supported by the current Texas title, unless the owner certifies on the *Application for Texas Title and/or Registration* (Form 130-U) the original Texas title is lost or destroyed, a statement of fact from the seller (previous owner indicated on title) or transferor that made the error stating the correct mileage and/or certification and acknowledged by the purchaser (owner indicated on the title), and the applicable title fee.

Odometer Errors Caught by NMVTIS

If an odometer error is identified as a result of an NMVTIS inquiry, there are two options available for resolving the odometer error.

The first option is a statement of fact from the buyer and seller at the time the error occurred. This may not be the current buyer and seller. If the odometer is incorrect on the surrendered evidence of ownership and the current applicant is attempting to correct the odometer error, the buyer and seller from the prior transaction where the error occurred will be required to provide the statement of fact. In order to determine the buyer and seller of the previous transaction, a review of the transaction history may be required.

If the error occurred on an out of state document, documentation or a statement of fact from the previous state's titling entity is required.

If unable to obtain an appropriately completed statement of fact, the second option is to apply the "NOT ACTUAL MILEAGE" brand to the record with the title applicant's acknowledgment.

15.8 Power of Attorney to Transfer Ownership and Disclose Mileage

The secure *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A) may be used when issued to Texas licensed motor vehicle dealers, salvage dealers, and insurance companies. Use this form when the vehicle is subject to odometer disclosure and the title is lost, held by a lienholder (whether the title is paper or electronic), or an electronic title that cannot be accessed. When a dealer or insurance company buys, or takes as a trade-in, a motor vehicle from an owner who does not have the title for any of these reasons and does not wish to return to the purchaser to complete the odometer disclosure statement and title assignment, this form should be completed.

For detailed information on completing the *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A) see [Chapter 11, Section 11.5 Secure Power of Attorney](#).

Note: If the vehicle in question is exempt from odometer disclosure, the Form VTR-271-A cannot be used. If necessary, a non-secure power of attorney, *Limited Power of Attorney for Eligible Motor Transactions* (Form VTR-271), may be used.

OPERATION OF LAW

This chapter contains the following sections listing the various methods of transfer as provided for in the law:

- **16.1** Transfer of Vehicle by Operation of Law
- **16.2** Definitions and Distinctions
- **16.3** Transfers Originating Out of State
- **16.4** Estates of Decedents
- **16.5** Trusts
- **16.6** Bankruptcies
- **16.7** Bank Liquidations
- **16.8** Repossessions
- **16.9** Judicial Sale
- **16.10** Seized and Forfeited Vehicles
- **16.11** Unclaimed Seized Vehicles
- **16.12** U.S. Bill of Sale
- **16.13** Change of Name (Texas Family Code - Chapter 45)
- **16.14** Divorce Suits
- **16.15** Judgments and Decrees
- **16.16** Judicial Declaration of Incompetence
- **16.17** Texas Uniform Gifts or Transfers to Minors Act
- **16.18** Judicial Orders

16.1 Transfer of Vehicle by Operation of Law

Transportation Code Section 501.074

- (a) *The department shall issue a new title for a motor vehicle registered in this state for which the ownership is transferred by operation of law or other involuntary divestiture of ownership after receiving:*
 - (1) *a certified copy of the order appointing a temporary administrator or of the probate proceedings;*
 - (2) *letters testamentary or letters of administration;*
 - (3) *if administration of an estate is not necessary, an affidavit showing that administration is not necessary, identifying all heirs, and including a statement by the heirs of the name in which the certificate shall be issued;*
 - (4) *a court order; or*
 - (5) *the bill of sale from an officer making a judicial sale.*
- (b) *If a lien is foreclosed by nonjudicial means, the department may issue a new title in the name of the purchaser at the foreclosure sale on receiving the affidavit of the lienholder of the fact of the nonjudicial foreclosure.*

- (c) *If a constitutional or statutory lien is foreclosed, the department may issue a new title in the name of the purchaser at the foreclosure sale on receiving:*
 - (1) *the affidavit of the lienholder of the fact of the creation of the lien and of the divestiture of title according to law; and*
 - (2) *proof of notice as required by Sections 70.004 and 70.006, Property Code or by Section 59.0445, Property Code.*
- (d) *Notwithstanding the terms of Section 501.005, in the event of a conflict between this section and other law, this section controls.*

This Chapter covers any type of involuntary transfer or transfer by operation of law (owner will not, or cannot, assign the certificate of title). Divestiture of title (meaning to take title out of the name of an owner) usually cannot be accomplished under the laws discussed in this Section until a certificate of title has first been issued and recorded in Texas.

Refer to [Table 11-1 Application for Title Signed By A Trustee And Authority Required](#) for relevant information.

The original or certified copy of title is not required to transfer ownership based on a Judicial, U.S. Government Agent's, Sheriff's, Constable's, Mechanic's or Storage Lien Bill of Sale or upon an acceptable court order conveying ownership to a vehicle, provided a release of any recorded lien is attached to the transaction, when required.

Note: A release of lien is not required with a mechanic's lien or a licensed vehicle storage facility lien.

16.2 Definitions and Distinctions

- decedent - deceased person
- intestate - no will left
- testate - having left a will
- testator - one who makes and leaves a will
- probate - official proof
- probate court - County Judge sitting in probate (no jury) concerning matters of deceased persons and the various types of guardianship.
- executor - one appointed by a testator to execute the deceased person's will after probate.
- administrator - one appointed by the probate court to administer the estate of an intestate or testate if an executor is not named or does not accept or qualify.
- trustee - one who manages property or money for another. A trustee may sign title transfer documents without attaching evidence of their appointment as the trustee; provided they do not sign as "Trustee of an Estate," "Trustee in Bankruptcy," "Trustee of a Trust," or "Trustee for a Minor."

16.3 Transfers Originating Out of State

Transfers with an out of state operation of law document should be cleared by the state in which it occurred. Some out of state repossessions and heirship transactions are acceptable when there is a direct Texas tie.

16.4 Estates of Decedents

This subject includes two types of estates:

- [Administration by Executor or Administrator](#)
- [No Administration and None Necessary \[Estates Code 201\]](#)

Administration by Executor or Administrator

Testate

If a deceased person left a will, the will should be filed for probate or administration within four years from the date of death of testator or decedent. If the will is filed for administration, a court may determine that no administration is necessary. If the court determines that no administration is necessary, the court prepares a document declaring that no administration of the will is necessary.

Letters Testamentary [Estates Code 306]

When a will has been probated, the court will grant Letters Testamentary within twenty days, if permitted by law, to the executor or executors appointed by the will provided the executor or executors are not disqualified and are willing to accept and qualify according to law. A certified copy of Letters Testamentary may be obtained from the clerk of the probate court, or a certification of the “appointment and qualification” by the county clerk is acceptable. A certified copy of a will appointing an executor may be acceptable provided the county clerk states the executor has qualified; otherwise, Letters Testamentary must be attached.

Letters of Administration [Estates Code 306]

The court may grant administration of the estate when a person dies under the following circumstances:

- without a will
- the will does not name an executor
- the executor has died or has failed to accept and qualify within twenty days after the probate of the will
- the administrator does not present the will for probate within thirty days

The administrator should attach Letters of Administration (or a certification of such by the clerk of the probate court) to any assignment of title it executes.

Administration Not Granted [Estates Code 306]

Grant no administration upon any estate unless there is a necessity that is determined by the court hearing the application. An affidavit of heirship form should state this fact. A will is not considered filed for probate until the probate judge issues such an order.

More than One Executor or Administrator [Estates Code 307]

If there is more than one executor or administrator of the same estate at the same time, the action taken by one of them is as valid as if all had acted jointly. The signature of one of the executors or administrators on an assignment of title with Letters Testamentary or of Administration attached is acceptable.

Independent Administration

A person making a will may specify no action in the county court other than the probating and recording of the will and the return of an inventory, appraisement, and list of claims of the estate. The probating of a will of this type, when no administration is necessary, is known as an “independent administration,” and an application for Texas title to a motor vehicle or transfer of title should be accompanied by one of the following:

- A copy of the will certified by the clerk of the probate or county court that the will was probated as an “independent administration”.
- A certificate of the clerk of the probate court verifying the name of the beneficiary in compliance with the will that was filed as an “independent administration”.
- A copy of the probate court's proceedings signed by the county or probate judge or certified to by the clerk of the court. The copy must name the beneficiaries; otherwise, a copy of the will must also be attached.
- A copy of the probate court's order, certified by the clerk of the court, admitting a will to probate as an “independent administration”.

If the independent administration fails to name a sole beneficiary of the motor vehicle, then all heirs or beneficiaries named in the will must sign the application for Texas title or sign any transfer of title. These heirs may grant a power of attorney to an agent to sign for them, but one of the above listed instruments establishing the independent administration must support the transaction. If the will indicates that an Executor or Executrix has been appointed, that person may sign for all heirs.

Muniment of Title [Estates Code 257]

The court may find there is no necessity for administration of an estate, and admit a will (whether or not the written will is found) to probate as a muniment of title. The order admitting the will constitutes sufficient authority to transfer title. One of the following should accompany an application for Texas title to a motor vehicle or transfer of title:

- A copy of the will certified by the clerk of the probate or county court that the will was admitted as a “muniment of title.”
- A certificate of the clerk of the probate court verifying the name of the beneficiary in compliance with the will that was admitted as a “muniment of title.”
- A copy of the probate court's proceedings signed by the county or probate judge or certified to by the clerk of the court. The copy must name the beneficiaries; otherwise, a copy of the will must also be attached.
- A copy of the probate court's order, certified by the clerk of the court, admitting a will to probate as a “muniment of title.”

If the muniment of title fails to name a sole beneficiary of the motor vehicle, then all heirs or beneficiaries named in the will or the court's order must sign the application for Texas title or sign any transfer of title. These heirs may grant a power of attorney to an agent to sign for them, but one of the above listed instruments establishing the muniment of title must support the transaction.

Executor or Administrator not to Purchase [Estates Code 356]

With a few exceptions, an executor or administrator may not purchase any property of the estate. If the executor or administrator does become the purchaser, only persons interested in the estate may complain by court action (not to the department), and the county judge then rules on the validity of the sale. Therefore, an application for Texas title to a motor vehicle in the name of an executor or administrator will not be rejected because the application is not in the name of the estate.

Summary Court Officer as Administrator

A certified copy of the Summary Court Order directing the officer appointed by the court to dispose of a deceased military man's property is acceptable as lawful authority for the officer to sign for the deceased person.

Guardians for minors, etc.

Where there are minors, or incapacitated persons, having no guardian in this state who are entitled to a portion of an estate, or whose guardians also have an interest in the estate, the court appoints a guardian to represent them.

If an executor or administrator transfers title of a vehicle to a minor – the minor's guardian should sign the application for the minor and attach letters of guardianship.

Certificate of Title Lost - Deceased Owner

If a Texas certificate of title in the name of the deceased owner has been lost and the department has a record of the title, it is not necessary for a copy of the title to be obtained if the title applicant is an heir that signs the heirship affidavit or is named in the operation of law proceedings (letters testamentary).

When a Texas certificate of title lists two owners and one owner is deceased, it is not necessary for a copy of the title to be obtained, if the title applicant is an heir that signs the heirship affidavit or is named in the operation of law proceedings (letters testamentary).

If an out of state title is involved, owner and lienholder verification from that state is required. If the applicant is unable to obtain the verification due to privacy laws in the other state, the options available to obtain Texas title are as follows:

- Pursue a [Bonded Title](#), if they meet the requirements of [Transportation Code Section 501.053](#).
- Obtain title in the other state, prior to transferring to Texas.

If the estate of the deceased was probated and an executor or administrator was appointed, that person may transfer ownership of the vehicle using a bill of sale and attaching evidence of their appointment by the probate court. If the title record or the out of state verification shows a lien, a release of lien must be attached.

If the deceased did not leave a will and the title has been lost, a certified copy of the title is not required. However, if the title record or the out of state verification shows a lien, a release of lien is required. An *Affidavit of Heirship for a Motor Vehicle* (Form VTR-262) may support an application for a new title.

A copy of the title is not needed with any application filed by the person awarded the vehicle by the will probated as a muniment of title. If the title record shows a lien, a release of lien is required.

If no Texas record can be located in the department's records on a Texas titled vehicle, the individual(s) authorized to sign for the estate of the deceased owner must provide satisfactory proof of ownership or ownership evidence to a TxDMV Regional Service Center in order to have the original record re-instated. In these situations, the individuals must also provide legal authority to sign, such as Letters of Administration, Letters Testamentary, Probate Proceedings (also Muniment of Title), or *Affidavit of Heirship for a Motor Vehicle* (Form VTR-262).

Note: A certified copy of title in the name of a deceased owner may be issued if it is needed to transfer the vehicle out of state.

Certificate of Title Lost (Deceased Lienholder)

If the lienholder is deceased, it is not necessary for a certified copy of title to be issued. The administrator or executor of the deceased lienholders estate (or by all heirs if no administration) must provide lawful authority (Letters of Administration, Letters Testamentary, Heirship Affidavit, etc.) for the application.

Title is required if the titled owner is selling the vehicle.

If the owner of record has paid off the lien, then the title is required. In this instance the administrator or executor of the deceased lienholder's estate (or by all heirs if no administration) must complete the *Application for a Certified Copy of Title* (Form VTR-34). They should attach all evidence of lawful authority (Letters of Administration or Testamentary, Heirship Affidavit, etc.) to the application for CCO.

If a vehicle is titled in two individual's names and one passes away, the surviving heir of the deceased must provide either an Heirship Affidavit or Letters Testamentary and reassign the original title or provide a Bill of Sale naming the new purchaser/owner of the vehicle.

The above applies to a vehicle titled in both spouses' names. The surviving spouse (even if sole heir) must provide a separate reassignment for their part of ownership of the vehicle in addition to an Heirship Affidavit or Letters of Testamentary.

If either spouse is not the sole heir, the multiple heirs should sign the Heirship Affidavit. If all heirs cannot appear before one notary public on the same date, separate acknowledgments may be taken and attached to the form.

Joint Wills and Ownership Changes

It is not necessary for a customer to provide an affidavit of heirship when the following scenario takes place.

A married couple has joint ownership of one vehicle, and one of the spouses has sole ownership of a second vehicle. The couple filed a joint will in which either party would be the sole beneficiary in the event of the other's death. Upon the death of a spouse, the surviving spouse becomes the sole beneficiary based on the joint will (not probated).

Later, the surviving spouse drew up a new will in his/her name appointing an executor. Upon the death of the remaining spouse, the will is probated and an executor appointed has the ability to execute the will without the need of an affidavit of heirship for both spouses' portion of the estate.

No Administration and None Necessary [Estates Code 201]

If a person dies intestate (without a will), an application for *Affidavit of Heirship for a Motor Vehicle* (Form VTR-262) should be completed marking either no will left, or a will was left but no application for administration has been filed, or a court has determined that no administration is necessary. If the person died intestate, the estate passes down according to the laws of descent and distribution, and the Signature Of Affiants area of *Affidavit of Heirship for a Motor Vehicle* (Form VTR-262) should be completed accordingly, as explained in the following scenarios:

- Vehicle owner dies and is survived by spouse only or is survived by spouse and their children; therefore, the community property estate of the deceased spouse passes to the surviving spouse, and only that heir must sign.
- Vehicle owner follows spouse in death and is survived only by their children; therefore, the property is distributed to the surviving children, and each must sign as an heir.
- Vehicle owner dies, and the surviving spouse is not the mother or father of the decedent's surviving children; therefore, one-half of the estate passes to the surviving spouse and the other one-half passes to the surviving children. All must sign as heirs.

Note: Children legally adopted by the deceased qualify for these procedures.

Note: If there is only one surviving heir, the heir must complete the *Affidavit of Heirship for a Motor Vehicle* (Form VTR-262). Execution by power of attorney is not acceptable.

Note: The deceased owner's death certificate is not required and should not be requested to transfer ownership when *Affidavit of Heirship for a Motor Vehicle* (Form VTR-262) is submitted.

Affidavit by all Heirs

If a vehicle is being transferred, an *Affidavit of Heirship for a Motor Vehicle* (Form VTR-262) should be completed marking either no will left or no application for administration has been filed or no administration is necessary; or a will was left and a court has determined that no administration is necessary. If an heirship affidavit is used

when a court has determined that no administration is necessary, the heirs must attach the original or certified copy of the court document indicating no administration of the will is necessary and the portions of the will which specify that the will is in the deceased owner's name and indicates the name(s) of the heir(s).

An affidavit of all heir(s) giving all facts as mentioned above is acceptable instead of a *Affidavit of Heirship for a Motor Vehicle* (Form VTR-262). If the affidavit does not describe the vehicle, it may be accepted provided title can be established in the name of the deceased; however, if the description is not shown in the affidavit and ownership of the vehicle is being transferred, the assigned title or a bill of sale describing the vehicle must be attached.

If an affidavit of heirship does not specify the name that the vehicle titles in, then all heir(s) must either assign the title or furnish a power of attorney for some person to assign it for them.

If all the heir(s) cannot appear before one notary public on the same date, separate acknowledgments may be taken and attached to the form.

A Texas licensed dealer may reassign a title when the title is assigned to the dealer. If the dealer is designated as the purchaser on an heirship affidavit, the dealer may assign the title or use *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A).

An heirship affidavit is used to transfer a vehicle when an estate has been closed by the court and the executor or administrator has been discharged.

When an heirship affidavit is used to transfer a vehicle when a minor heir is involved, guardianship papers must be attached.

If the lienholder recorded on a title is deceased and the estate has not been probated and there is no need for administration on the estate, but a release of lien or a certified copy of title (CCO) is required, an affidavit of heirship can be executed by the heir(s) instead of a release of lien, provided the *Affidavit of Heirship for a Motor Vehicle* (Form VTR-262) is marked "issued free and clear of liens". This form may be submitted with an *Application for a Certified Copy of Title* (Form VTR-34) to request a certified copy original title; and it may be submitted with a title application as a release of lien.

Affidavit of Heirship(s) by Disinterested Person(s)

When a person dies intestate (without a will), no application for administration has been filed, and there is no necessity for administration, then an *Affidavit of Heirship for a Motor Vehicle* (Form VTR-262) completed by a disinterested person or persons is acceptable.

The heirship affidavit must state that:

- the vehicle owner of record is deceased
- the deceased left no will
- there was no administration upon the estate and no administration is necessary
- that the heir(s) named are all the heir(s) at law.

However, a disinterested person cannot name the person the title issues to. Only the surviving heir(s) may do this. If an affidavit of heirship by a disinterested person or persons is used, all heir(s) must execute a transfer of ownership or grant a power of attorney authorizing a specific person to execute the transfer for them. Transfer of ownership may be by assignment of title or by separate bill of sale.

Minor Heirs

No person may sign for a minor heir without being appointed (by the county court) guardian of the estate of such minor. The guardian of a minor continues in office unless discharged according to law until the minor dies, becomes eighteen (18) years of age, or marries. A guardian signing for the estate of a minor should show the word “guardian” adjacent to their signature or show the name of the minor immediately above their countersignature or both. Evidence of the appointment as guardian of the minor's estate should be attached to any document signed by the guardian.

If no inheritance is involved and title is desired in the name of a minor, then the name of owner should be shown. For example, John Doe, Jr. (minor) and the signature of owner: John Smith (guardian).

When there is an inheritance involved, only a legally appointed guardian may sign for a minor heir's estate unless written authorization from the court is attached. A minor may sign for himself provided no inheritance is involved.

Small Estates [Estates Code 205]

Distribution of “Small Estates” may be made by affidavit by the distributee of the estate under certain conditions if no petition for the appointment of a personal representative is pending or has been granted, more than 30 days has elapsed since the death of the decedent, and the value of the entire assets of the estate does not exceed an amount set by statute. Such affidavit must be approved by the judge having jurisdiction and recorded in the “Small Estates” records by the clerk of the court. A copy of the affidavit, certified by the court clerk, must accompany the title transaction. The application for Texas title must be in the names of the distributee, as shown on the affidavit; or the distributee may execute an assignment and designate to who title will issue. If a distributee is a minor, the court must designate someone to sign for the minor; in which case, guardianship papers or written authorization from the court must be attached.

Note: A decedent whose assets do not warrant the minimum eligibility under the Small Estates statute must follow the Affidavit by all Heirs procedure.

Deceased Before Transfer Completed

Heirs of a deceased individual cannot transfer a vehicle on any type of documentation if the vehicle is not in the deceased individual's name. The vehicle must first be titled in the heir's or estate's name prior to any subsequent transfer if an individual dies before the vehicle is transferred into their name. The heir(s) must have the applicable documents, such as a Letters of Administration, Letters of Testamentary, or Muniment of Title, to establish their heirship in order for them to obtain a title in their name. An *Affidavit of Heirship for a Motor Vehicle* (Form VTR-262) cannot be used because the affidavit requires the title to be in the owner's name, which in this situation it is not since the transfer was not completed prior to the purchaser's death.

If evidence of heirship is unavailable, the applicant may pursue a bonded title to have the vehicle transferred into their name.

16.5 Trusts

Titles may indicate that the vehicle is covered by a trust agreement. The most common term is the notation of “Living Trust.” Generally, the purpose of such a trust is to avoid probate on the assets placed in the trust. Legal title to the assets is transferred to the trust, but the beneficiaries of the trust may have the use of those assets during the life of the trust. One of those beneficiaries may be the trustee. Typically, upon the death of the trustee(s), the trust terminates, and the assets of the trust pass to the beneficiaries (known as “remaindermen”).

In some cases, upon the death of the original trustee, the trust agreement may provide that a successor trustee distribute the assets of the trust to the beneficiaries. Distribution of the assets by the successor trustee terminates the trust.

Transferring a Title to a Trust

The procedure for transferring a title to a trust is as follows:

1. The assignment of title on the current title must be completed to transfer the vehicle to the trust. The name of the purchaser on the assignment should be the name of the trust that is to be recorded on the title. For example, if the title is in the name of John and Mary Doe and title is to be issued in the name of John and Mary Doe Living Trust, John and Mary Doe should execute the assignment of title and show the purchaser as John and Mary Doe Living Trust.
2. The trustee must sign an application for Texas title in the name of the trust as shown on the title assignment. The properly assigned title must be surrendered with the application when it is filed with the county tax assessor-collector’s office and a properly completed original or certified copy of an Affidavit of Trust or a Statement of Fact for a Trust.
3. The name of the owner on the title application should be the same as the name of purchaser as shown on the title assignment. In this example, the name would be the John and Mary Doe Living Trust.

Transferring a Title from a Trust

The procedure for transferring a vehicle out of a trust is as follows:

1. When a vehicle that is titled in the name of a trust is transferred, the assignment of title must be completed by the trustee or by a properly appointed successor trustee. A properly completed original or certified copy of the Affidavit of Trust or a Statement of Fact for a Trust must be filed with the title transaction.
2. If the successor trustee executes the assignment of title due to the death of the trustee, a copy of the trustee's death certificate must accompany the documents referred to in step 1 above.

3. If the trustee is alive but unable to act, and the trust agreement makes no provision for the resignation of the trustee and the designation of a successor trustee, then a court (usually a district court) must be petitioned to appoint a successor trustee. If the court appoints a successor trustee, the court issues an order to that effect. A certified copy of the order must accompany the documents referred to in step 1 above.
4. If no successor trustee is named, the beneficiary receives the assets of the trust. The documents referred to in step 1 above and the trustee's death certificate must accompany the application for Texas title. The application for Texas title must be in the name of the beneficiary. The title does not need to be assigned.

Note: Business entities operating as trusts or containing “trust” in their business name are governed by the Texas Finance Code, not the Texas Estates Code. These entities do not require an Affidavit of Trust or a Statement of Fact for a Trust when transferring a vehicle into or out of the entity’s name.

16.6 Bankruptcies

Bankruptcy is a legal procedure for dealing with debt problems of individuals and businesses; specifically, a case filed under one of the chapters of title 11 of the United States Code (the Bankruptcy Code). Bankruptcy laws help people who can no longer pay their creditors get a fresh start by liquidating their assets to pay their debts, or by creating a repayment plan.

A Trustee is a representative of the bankruptcy estate who exercises statutory powers, principally for the benefit of the unsecured creditors, under the general supervision of the court and the direct supervision of the U.S. trustee or bankruptcy administrator. The trustee's responsibilities include reviewing the debtor's petition and schedules and bringing actions against creditors or the debtor to recover property of the bankruptcy estate. The trustee liquidates property of the estate and makes distributions to creditors.

Any person signing as a “Trustee In Bankruptcy” on a title application or a title assignment must attach verification from the U.S. Bankruptcy Court that the individual has been appointed trustee. The evidence of appointment should support an assignment of title or bill of sale by the trustee or receiver in bankruptcy.

If the ownership of the vehicle has been established as a matter of Texas record in the name of the bankrupt, the title does not have to be surrendered with an application to transfer title. However, if ownership of the vehicle is from out of state, the title or current verification of title must be attached.

Recorded Lien

A release of any recorded lien must be submitted in support of the application if the title is not surrendered or if the lienholder's name cannot be tied in to the bankruptcy proceedings. A release of lien is not required if the lienholder is recorded as a secured creditor and part of the Bankruptcy proceedings.

Receivership

Receivership is a type of bankruptcy a company enters into when a receiver is appointed by bankruptcy courts or creditors to run the company. The responsibility of the receiver is to ensure as much debt is paid back to creditors as possible. Often receivers find that the best way to pay back loans is to liquidate the company's assets.

Like an “administrator of an estate” and a “trustee in bankruptcy,” a receiver is under bond for the protection of those interested in the property in receivership against unlawful acts of the receiver. An order of sale from the court is not required to apply for title (Refer to [Judicial Sale](#)), but an order of the court verifying the appointment of the receiver is necessary (written verification by the county clerk is acceptable). The order of appointment usually describes the property to be taken into the receiver's possession.

Ordinarily, the sale of a vehicle involved in receivership is performed by the receiver; but the sheriff may also sell the vehicle when ordered by the court. In this case, the purchaser must acquire a sheriff's bill of sale to apply for title. If a lien is recorded on the title, a release of that lien must be attached to any new application unless the court has ordered that the vehicle be sold free of lien and, if so, a copy of the order must be attached. If the title is not in the name of the person, company, firm, or corporation whose property is in receivership, then the title should be assigned to them.

16.7 Bank Liquidations

When the Federal Deposit Insurance Corporation (FDIC) or Deposit Insurance Fund (DIF) liquidates a bank or savings and loan association, the FDIC or DIF may sign as “successor to” a bank or savings and loan association on any release of lien, *Application for a Certified Copy of Title* (Form VTR-34) or *Repossessed Motor Vehicle Affidavit* (Form VTR-264). No evidence of authority is required to accompany the document.

Repossessions

When liquidating a bank or savings and loan association, the FDIC or DIF may sign as “successor to” on any repossession affidavit such as an *Repossessed Motor Vehicle Affidavit* (Form VTR-264), on a release of lien such as the *Prescribed Form for Release of Lien* (Form VTR-266), or on an *Application for a Certified Copy of Title* (Form VTR-34).

16.8 Repossessions

A repossession is a foreclosure by a lienholder under the terms of a lien against a motor vehicle, house trailer, trailer, or semitrailer. The department should never advise anyone that a repossession can or cannot be made. Texas title laws regarding repossessions are applicable only after the lienholder has foreclosed on the lien and repossessed the vehicle. In some situations, it is necessary for a lienholder to file suit in court to foreclose its lien.

Required Evidence

The following evidence should support an application for Texas title resulting from a repossession:

- [Texas Title Evidence](#)
- [Out of State Evidence](#)

- “Floor Plan” Lien Evidence
- Repossession Affidavit Evidence

Texas Title Evidence

A repossession affidavit as prescribed by the department, *Repossessed Motor Vehicle Affidavit* (Form VTR-264) or a notarized document with the same information as shown on the *Repossessed Motor Vehicle Affidavit* (Form VTR-264) must be completed by the lienholder or an authorized agent of the lienholder. If an agent is signing for an individual or a deceased person, evidence of that authority (power of attorney, letters testamentary, etc.) must be attached.

The original (or certified copy) title recording the lien and in the name of the person from whom the repossession was made must be assigned by the lienholder to a subsequent purchaser. No assignment of title is necessary if the title issues in the lienholder's name.

If the latest title is not in the name of the person from whom the repossession was made, the title must be assigned to that person, and either an application filed in their name recording the lien, or a certified copy of the security agreement attached. The lienholder (dealers included) must title in their name before transferring to a subsequent purchaser.

If the lien is not recorded on the latest Texas title, a certified copy of the security agreement must be attached, and the vehicle must be titled in the name of the person from whom the repossession was made. The title is not required provided a verification of title record is presented. Lienholders (dealers included) must secure title in their name when repossession is made from a security agreement only on Texas titled vehicles.

Out of State Evidence

A vehicle last titled out of state, can be repossessed and titled in Texas only under certain conditions. The out of state title has to be in the name of, or assigned to, the person from whom the repossession is made. The out of state lienholder may assign the title to transfer ownership.

A Texas lienholder recorded on an out of state title can assign the title; otherwise, the Texas lienholder must title in their name (same as unrecorded lien) before further transfer can be made.

The negotiable out of state evidence of ownership in the name of, or assigned to, the person from whom the repossession is made must be surrendered in support of the application. If the title or registration receipt (if from a non-title state) is not surrendered, the lienholder must repossess out of state and obtain a title or registration receipt in the lienholder's name from that state before transfer in Texas.

If the lienholder is unable to obtain the negotiable out of state evidence of ownership, written verification is required from the out of state authorities that indicates the recorded owner is either the lienholder or the person from whom the repossession is made and that state does not issue a title or registration receipt (if from a non-title state).

In addition to the above requirements, the following evidence must be attached to the application for Texas title:

- Properly assigned out of state title or current registration receipt (as stated above).

- Repossession affidavit, either on the *Repossessed Motor Vehicle Affidavit* (Form VTR-264), a notarized document with the same information, or a prescribed repossession affidavit from the state in which the vehicle was last registered.
- A Vehicle Inspection Report, if applicable.
- A weight certificate for a commercial vehicle as explained in [Chapter 10, “Evidence of Ownership”](#).
- Valid proof of financial responsibility for the vehicle in the applicant's name.

Note: When processing a title transfer involving a repossession the following should be selected as surrendered ownership evidence in RTS:

- “Repossession” when a verification of the title record is being used; or
- “Texas Title”/“Out-of-State Title,” as applicable, when those are submitted instead of the verification.

“Floor Plan” Lien Evidence

If the dealer is in default under the terms of the security agreement, the lienholder may repossess and transfer ownership without securing title in the lienholder’s name. The following must support an application for Texas title in the name of the purchaser:

- Manufacturer's Certificate of Origin or a certificate of title assigned to the dealership and reassigned to the purchaser by the lienholder.
- *Repossessed Motor Vehicle Affidavit* (Form VTR-264).
- Photocopy of the security agreement or *Secretary of State's Financing Statement* (Form UCC1).

Note: This type of agreement generally covers all vehicles in a dealer's inventory and does not list individual vehicle identification numbers. Whether or not the security agreement has been filed with the Secretary of State does not affect the foreclosure procedure.

- Valid proof of financial responsibility for the vehicle in the applicant's name.

Repossession Affidavit Evidence

Any indication of “repossession” in a transaction requires that the application be supported by a repossession affidavit.

Judicial Sale/Writ of Sequestration

See [Judicial Sale](#) and [Writs of Sequestration](#).

Cosigners

When the cosigner of a note on a motor vehicle pays off the note and title is released to him by the lienholder, the following evidence is required if the owner does not assign the title to the cosigner:

- Assignment of the note transferring it from the lienholder to the cosigner. The cosigner may then follow repossession procedures, or
- Obtain a bonded title.

Repossession Affidavits

When a lienholder (an individual) repossesses, the repossession affidavit must be signed by the individual, unless a current dealer number appears adjacent to the name. If no dealer number is apparent, a power of attorney must be attached for an agent to sign.

16.9 Judicial Sale

A judicial sale is one by order, decree, or judgment of any court directing a sheriff or constable to sell at public sale property of a defendant, the proceeds of which to be returned by said sheriff or constable to the court or to the plaintiff as the order may direct.

A sheriff or constable cannot sell a vehicle at public sale without an order by a court of competent jurisdiction except under authority of the Texas Abandoned Motor Vehicle Act. Refer to [Chapter 22, “Abandoned Vehicles”](#)).

A sheriff's or constable's bill of sale (usually a printed form) is not always sufficient evidence for a purchaser to obtain a title. The bill of sale should:

- refer to the court and court order number
- correctly describe the property being sold
- provide the names of the parties to the suit, and
- provide the name and address of the purchaser as explained under the subject of receivership above, the owner and lienholder as recorded on the current title must be shown on the bill of sale or court order as a party to the suit or the title must be properly assigned and attached to the title application. If a lien is recorded on the outstanding title, a release of the lien must be attached.

A copy of the court order authorizing the sale of a vehicle should be required if the sheriff's or constable's bill of sale does not furnish sufficient information as outlined above, especially if the parties to the suit do not “tie in” with the owner and/or lienholder as recorded on the current title. In addition, if there is no record of Texas title, a copy of the court order is required. If the vehicle was last registered out of state, a Vehicle Inspection Report and verification of title and lien information from the out of state motor vehicle authorities are required.

The purchaser, shown on a judicial bill of sale, must title in their name before transferring ownership, unless the purchaser is a Texas licensed dealer in which case the dealer may transfer the vehicle by executing the *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A).

When a judgment has been awarded in favor of a plaintiff, the court may issue a Writ of Execution directing a sheriff or constable to sell property belonging to the defendant to satisfy the judgment. A title transaction supported by a Writ of Execution must also be supported by a sheriff's or constable's bill of sale, which meets the requirements outlined above.

An involuntary divestiture of ownership occurring out of state or country is governed by the laws of the state or country in which it occurred; consequently, title should be cleared out of state/country before the vehicle may be registered and titled in Texas.

Writs of Sequestration

A court may issue a Writ of Sequestration directing a sheriff or constable to seize property for the foreclosure of a mortgage or the enforcement of a lien. A title transaction supported by a Writ of Sequestration must also be supported by a sheriff's or constable's bill of sale.

The purchaser as shown on the Sheriff's Bill of Sale must title in their name except:

- When the purchaser is a dealer, the dealer may use a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) or assign the title.
- When the purchaser is the recorded lienholder, the lienholder may transfer ownership by assigning the title.

If a Sheriff's Bill of Sale is attached to an application for Texas title, a repossession affidavit is not required because all writs of sequestration are not issued as a result of a suit being filed for the foreclosure of a mortgage.

On an out of state repossession by sequestration, a copy of the security agreement is not required. The out of state title (or registration receipt, if from a non-title state), the repossession affidavit, the Vehicle Inspection Report (if applicable) and the Sheriff's Bill of Sale is sufficient evidence to support the application for Texas title.

16.10 Seized and Forfeited Vehicles

If a state or federal law provides that upon commission of a certain act a "vehicle shall be forfeited" then the ownership of the vehicle transfers to the government. Under State law (Code of Criminal Procedure, Chapter 59), a vehicle seized and forfeited may be disposed (sold, transferred) after the final judgment of forfeiture. All forfeited property is administered by the attorney representing the state, acting as the agent of the state, in accordance with accepted accounting practices and with the provisions of any local agreement entered into between the attorney representing the state and law enforcement agencies.

If a local agreement has not been executed, the property is sold after the date of the final judgment of forfeiture at public auction under the direction of the county sheriff, after notice of public auction as provided by law for other sheriff's sales.

Proof of Safety Requirements

Proof of compliance with all U.S. safety standards must be filed with the title application for any motor vehicle with a non-USA vehicle identification number that has been seized or forfeited. Such proof may consist of:

- A DOT Form HS-7, which indicates that the vehicle complies with all applicable U.S. safety standards and may be titled;
- A Bond Release Letter from the National Highway Traffic Safety Administration (NHTSA) indicating the vehicle has been brought into compliance with all applicable U.S. safety standards and may be titled;
- Verification from a TxDMV Regional Service Center that a DOT Safety Certification Label is affixed to the vehicle;

- Verification (on letterhead) from the manufacturer that the vehicle was manufactured to meet NHTSA safety specifications (vehicle identification number must be shown); or
- Proof that the vehicle was previously titled in another state and therefore, proof of compliance with all applicable U.S. safety standards has been provided.

If a forfeited or seized vehicle is awarded by the courts to a law enforcement agency for their use and the vehicle information indicates the vehicle does not conform to U.S. Safety Standards (i.e., has a non-USA vehicle identification number) the department issues a non-negotiable Registration Purposes Only (RPO) receipt in the name of the law enforcement agency and marks the vehicle record “DOT PROOF REQUIRED.”

Note: These vehicles may not be sold or titled in the United States until sufficient evidence is presented to verify that the vehicle meets or has been brought into compliance with all applicable U.S. safety standards.

Contraband Laws

Under Federal Law, a vehicle used to transport narcotics, firearms, or counterfeit money in violation of the contraband laws may be seized by an officer or agent of the United States Government and the vehicle disposed of according to law.

State laws also provide for the seizure and forfeiture of vehicles to the State of Texas when such vehicles are used in the transportation of contraband narcotics in violation of provisions of the Texas Controlled Substances Act (Health & Safety Code, Title 6, Chapter 481).

- Motor vehicles seized because of a contraband violation may be disposed of by agencies of the federal government on a U. S. Marshal's Bill of Sale.
- The Texas Alcoholic Beverage Commission and the Narcotics Service of the Texas Department of Public Safety, Criminal Investigations Division, have the legal authority to seize motor vehicles carrying contraband and may dispose of these motor vehicles at a public sale by order of court.

Seizure and Sale by Comptroller

Chapter 111 of the Tax Code provides for the State Comptroller to seize and sell the property of a person who is delinquent in the payment of their taxes. When a motor vehicle is sold in accordance with this statute, the Comptroller furnishes the purchaser with a bill of sale. The bill of sale should describe the vehicle and the authority under which the vehicle was sold. This bill of sale is acceptable in place of an assigned certificate of title when the purchaser files the application for Texas title; however, if there is a lien recorded against the vehicle, a release of lien must also accompany the application for Texas title.

Seizure and Sale by Texas Alcoholic Beverage Commission

Any vehicle used for the transportation of any illicit beverage may be seized without warrant by any representative of the Texas Alcoholic Beverage Commission or any peace officer who arrests any person involved in the violation. In a suit for forfeiture of the vehicle, if the court finds the state has proved its case, the court may render judgment forfeiting the vehicle to the State and the vehicle may be sold at public or private sale. When the vehicle is sold, a sheriff's or constable's bill of sale or a bill of sale signed by an agent of the commission is sufficient evidence to support an application for Texas title (no release of lien required). If the State fails to prove that an owner or lienholder knowingly violated some provision of the code, then the court hearing the forfeiture suit may render judgment delivering possession of the vehicle to the party with the highest priority to possession of the vehicle.

Liquor Laws

Every vehicle used in the transportation of liquor in violation of the Internal Revenue Law may be "seized and forfeited" and the vehicle disposed of according to law.

Customs Laws

Any vehicle seized under the provisions of the customs laws may be disposed of according to law.

16.11 Unclaimed Seized Vehicles

Vehicles seized by a law enforcement agency may not always be disposed of through the seizure process outlined in Chapter 59 of the Code of Criminal Procedure. In these instances, Article 18.17 of the Code of Criminal Procedure provides an alternate means for disposition of vehicles. Article 18.17 establishes certain notice requirements to the owner prior to the disposition of the vehicle. The process may only be completed by a person designated by a municipality, which includes an officer or employee of a municipality responsible for the disposition, a county purchasing agent, or the county sheriff if the county does not have a county purchasing agent.

If a vehicle is seized by law enforcement and remains unclaimed for a period of at least 30 days, notification by certified mail must be made to the last known address of the vehicle owner notifying the owner of the requirement to claim the vehicle within 90 days of the notice or the vehicle will be disposed of. If the owner's name or address is unknown and the vehicle's value is \$500 or more, this initial notice must be made by newspaper publication. If the owner's name or address is unknown and the vehicle's value is less than \$500, the vehicle may be sold or donated without any notice.

Notification by newspaper publication is required at least 14 days prior to the date of sale for all vehicles with a value of \$500 or more. If the owner does not claim the vehicle within 90 days from the date of the initial notice or newspaper publication, the vehicle may be disposed of by being sold, donated, or retained for law enforcement agency use.

If a vehicle is seized by law enforcement and the owner is taken into custody for a Class C misdemeanor, law enforcement must notify the owner at the time they are taken into custody or released that the owner must claim the vehicle within 30 days of being released or the vehicle will be disposed of. If the vehicle is unclaimed by the owner, the vehicle may be disposed of without any further notice.

The *Sales Receipt for Unclaimed Seized Vehicle* (Form VTR-71-8) is used as ownership evidence for a motor vehicle that was seized by law enforcement and unclaimed by the vehicle owner. If the notice procedures are not followed based on the dates and information provided on Form VTR-71-8, then this form may not be used to transfer title. In such cases, title applicants can be informed they may pursue a bonded title. Proof of title and registration verification, determination of the vehicle value and notifications to the motor vehicle owner are not required to be submitted with the form and application for title.

16.12 U.S. Bill of Sale

Any vehicle sold under forfeiture proceedings, which meets U.S. safety standards, may be titled in this state by the purchaser who must file an application for Texas title supported by a bill of sale from the respective United States Government Officer or Agent (such as a U.S. Marshal or an agent of the U.S. Treasury Dept.). The purchaser must apply for title in their name before selling the vehicle unless the purchaser is a licensed dealer, in which case the dealer may use a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) to reassign.

Any recorded lienholder interested in a motor vehicle seized under the provisions of the above paragraphs should contact the respective U.S. Government Agency relative to filing a claim as provided for by law; however, the filing of a claim would not affect the validity of any sale accomplished under forfeiture proceedings; and a release of lien is not required except in the case of Income Tax Liens.

16.13 Change of Name (Texas Family Code - Chapter 45)

Any adult may file a petition in court in the county of their residence requesting a name change and the court may order a change of name. If a title has been issued in the original name, an application for corrected title should be filed to record the changed name. The original title must be provided, unless the owner certifies on the *Application for Texas Title and/or Registration* (Application for Texas Title and/or Registration (Form 130-U)) the original Texas title is lost or destroyed, along with a certified copy of the order or decree. Name changes due to marriage do not require a court order and may be corrected by indicating the new name on the *Application for Texas Title and/or Registration* (Form 130-U) when filing for a corrected title.

16.14 Divorce Suits

On the final disposition of a divorce suit (or annulment), the court may enter a decree changing the name of either party requesting a name change. An application for corrected title may be filed to correct the name on the title. A copy of the decree is suggested but not required. A statement explaining the name change is sufficient. If the ownership of a vehicle is transferred by the decree from one spouse to another, an application for transfer of title must be filed and a certified copy of the divorce decree attached.

Note: Due to the personal and confidential nature of divorce decrees, copies of the front page, page that describes the vehicle (including the vehicle identification number) and confers ownership, and the signature page are required to be made of the certified copy.

- The Texas title is not required.
- If the vehicle was last titled in another state, the out of state title or verification of title and registration is required. If the applicant is unable to obtain the title or verification from the state in which the vehicle was last titled, the options available to obtain Texas title are as follows:
 - Pursue a bonded title, if they meet the requirements set out in [Transportation Code Section 501.053](#); or
 - Obtain title in the other state, prior to transferring to Texas.
- If the title record shows a lien, a release of the lien must be attached to the application. If the lien is carried forward to the new application, the title must be attached.
- The divorce decree should adequately describe the vehicle (including the vehicle identification number), and the vehicle title record must be in the name of either spouse. The person awarded the vehicle is not required to title in his or her name before transferring ownership. If the vehicle is sold, the certificate of title should be assigned to the purchaser with a copy of the divorce decree. However, a Bill of Sale is acceptable when the title is not available.
- Some divorce decrees state that each party shall retain the personal property currently in his or her possession. For example, if the vehicle is titled in one spouse's name, but is in the possession of the other spouse, the outstanding title must be properly assigned to the other spouse. Alternatively, a copy of the property settlement agreement, which is filed with the court, must be attached verifying that the other spouse has possession of the vehicle.
- A property settlement agreement between spouses is not acceptable by itself without a certified copy of the divorce decree.

16.15 Judgments and Decrees

In any civil case, a judgment or decree issued by a Texas court is sufficient evidence for the issuance of a new title, provided:

- If there is a recorded lien and the lienholder was made a party to the suit, the title and a release of the lien is not necessary.

- If the recorded lienholder was not a party to the suit, a release of the lien is required or the judgment must award the vehicle free and clear of all liens.
- In a forfeiture judgment, if there is a recorded lienholder, the lienholder does not need to be named party to the suit and a release of lien is not required.
- A judgment or decree must be the original or Certified as a true and correct copy on file with the County or District Clerk.

Note: An original or certified copy of a divorce decree is acceptable with an electronic judge's signature, if it contains a statement or stamp that the original is signed by the judge or was signed electronically.

16.16 Judicial Declaration of Incompetence

If a spouse has been judicially declared to be incompetent, the other spouse may dispose of community property. A copy of the court order must be attached to a transaction to support the authority of the competent spouse.

16.17 Texas Uniform Gifts or Transfers to Minors Act

The following procedure applies when the title holder is transferring a gift to a minor under this Act:

- The title must show the name of custodian, for example, Vicki Stevens Custodian for Stacey Smith under T.U.G.M.A. or T.U.T.M.A.
- The custodian named in the title assignment must complete the application for Texas title.
- The name of owner on the application may not exceed the space limitations available for the name of owner (two 30 character print lines).
- No authorization for the custodian to sign documents relating to the title transaction when the vehicle is assigned.
- After title has been issued, the custodian named on the title must accomplish a title transfer involving this vehicle unless there is a court order appointing someone else to act as custodian for the minor.

16.18 Judicial Orders

Transportation Code Section 501.0521

- (a) *A justice of the peace or municipal court judge may not issue an order related to a title except as provided by Chapter 47, Code of Criminal Procedure, or Section 27.031(a)(3), Government Code.*
- (b) *A county or district court judge may not order the department to change the type of title for:*
 - (1) *a nonrepairable vehicle titled after September 1, 2003; or*
 - (2) *a vehicle for which the department has issued a certificate of authority under Section 683.054.*

Justice of the Peace (JP) or Municipal Judge Order

When a JP or Municipal Judge holds an examining trial to determine the proper disposition of property, which has been alleged as stolen, the JP or Municipal Judge may issue an order to release the property to the person determined to be the rightful owner. However, any order from a JP or Municipal Judge in this situation must specify that the order confers ownership, not just possession, of the vehicle, before it may be titled.

A JP or Municipal Judge Order issued in accordance with Article 47.01, Code of Criminal Procedures, ordering a vehicle delivered to a government agency is acceptable for that agency to obtain a certificate of title and Exempt license plates.

County or District Court Judge Order

A county or district court judge may award ownership of a vehicle. The order must confer ownership, not just possession, of the vehicle, before it may be titled. A county or district court judge may not order the Department to change the type of title for a Nonrepairable Title issued after September 1, 2003 or for a vehicle which was issued a Certificate of Authority.

RIGHTS OF SURVIVORSHIP

This chapter contains the following sections:

- **17.1** Rights of Survivorship Agreement
- **17.2** Rights of Survivorship Agreement Between Spouses
- **17.3** Corrected Title to Add Rights of Survivorship
- **17.4** Survivorship Rights Remark not Shown on the Title
- **17.5** Persons That are Not Married
- **17.6** Includes a Married Person but not Their Spouse
- **17.7** Title Does Not Show Rights of Survivorship
- **17.8** Includes the Seller of the Vehicle
- **17.9** Rights of Survivorship Agreement Represents Joint Ownership
- **17.10** Rights of Survivorship Agreement Signed in Error
- **17.11** Revoking the Rights of Survivorship Agreement
- **17.12** Title Requirements for the Survivor(s)
- **17.13** Entry of Rights of Survivorship into RTS
- **17.14** Unable to Determine Survivor

17.1 Rights of Survivorship Agreement

Transportation Code Section 501.031

- (a) *The department shall include on each title an optional rights of survivorship agreement that:*
 - (1) *provides that if the agreement is between two or more eligible persons, the motor vehicle will be owned by the surviving owners when one or more of the owners die; and*
 - (2) *provides for the acknowledgment by signature, either electronically or by hand, of the persons.*
- (b) *If the vehicle is registered in the name of one or more of the persons who acknowledged the agreement, the title may contain a:*
 - (1) *rights of survivorship agreement acknowledged by all the persons; or*
 - (2) *remark if a rights of survivorship agreement is on file with the department.*
- (c) *Ownership of the vehicle may be transferred only:*
 - (1) *by all the persons acting jointly, if all the persons are alive; or*
 - (2) *on the death of one of the persons, by the surviving person or persons by transferring ownership of the vehicle, in the manner otherwise required by law, with a copy of the death certificate of the deceased person.*
- (d) *A rights of survivorship agreement under this section may be revoked only if the persons named in the agreement file a joint application for a new title in the name of the person or persons designated in the application.*

- (e) *A person is eligible to file a rights of survivorship agreement under this section if the person:*
 - (1) *is married and the spouse of the person is the only other party to the agreement;*
 - (2) *is unmarried and attests to that unmarried status by affidavit; or*
 - (3) *is married and provides the department with an affidavit from the person's spouse that attests that the person's interest in the vehicle is the person's separate property.*
- (f) *The department may develop an optional electronic rights of survivorship agreement for public use.*

Transportation Code, §501.031 provides for two or more eligible persons to enter into a rights of survivorship agreement and is not restricted to spouses. A vehicle does not need to be titled in the names of all the persons in the rights of survivorship agreement; however, all persons listed on the title and as survivors are considered joint owners.

If multiple people are listed as owners, whether married or not married, they must have a rights of survivorship agreement recorded on the Texas title to designate a beneficiary. For more information on beneficiary designation, refer to [Chapter 26, “Beneficiary Designation”](#).

Note: A POA may not be used to sign a rights of survivorship agreement.

Death Certificate

Upon the death of one or more of the persons named in a rights of survivorship agreement, a copy of the deceased person(s) death certificate must always accompany the application for Texas title.

Note: A copy of the death certificate is not required to be submitted with the transaction. A death certificate must be verified at the time the transaction is processed and returned to the applicant.

17.2 Rights of Survivorship Agreement Between Spouses

Spouses do not have to provide or submit any type of documentation to verify that they are married.

Application for Texas Title

When spouses purchase a vehicle and want the title to show the Survivorship Rights remark, the spouses may complete the *Rights of Survivorship Ownership Agreement for a Motor Vehicle* (Form VTR-122) and attach it to the *Application for Texas Title and/or Registration* (Form 130-U). The title issues showing a Survivorship Rights remark. Upon the death of a spouse, the surviving spouse does not need a separate rights of survivorship form.

17.3 Corrected Title to Add Rights of Survivorship

If the original title does not have a Survivorship Rights remark, and the spouses want the remark on the title, they may apply for a corrected title. A *Rights of Survivorship Ownership Agreement for a Motor Vehicle* (Form VTR-122) may be completed and attached to the application for corrected title. The title issues showing a Survivorship Rights remark and upon the death of one of the spouses, the surviving spouse does not need a separate rights of survivorship form.

17.4 Survivorship Rights Remark not Shown on the Title

Agreement on the Title

If the title issued in one or both of the spouses' names did not include a Survivorship Rights remark, the spouses may execute the rights of survivorship agreement and retain the title until the death of either necessitates the issuance of a corrected title (if in both names) or a transfer of certificate of title (if titled only in the name of the deceased spouse). The title and a copy of the death certificate must accompany the application for Texas title.

Agreements Retained in Personal Records

Spouses also have the option of completing a *Rights of Survivorship Ownership Agreement for a Motor Vehicle* (Form VTR-122) and retaining it in their records until the death of one of the spouses necessitates the transfer of title.

Title in Both Spouses' Names

The surviving spouse may apply for a corrected title to remove the deceased spouse's name. The title, rights of survivorship agreement, and a copy of the death certificate must accompany the application for Texas title.

Certificate of Title in Either Spouse's Name

If the title is not in the name of the surviving spouse, the surviving spouse may apply for a title in their name. The title, rights of survivorship agreement, and a copy of the death certificate must accompany the application for Texas title.

17.5 Persons That are Not Married

Rights of survivorship agreements that indicate, or specify, "spouses" may not be used when the rights of survivorship agreement is between persons that are not married.

Title Shows Survivorship Rights

If two or more persons that are not married wish to enter into a rights of survivorship agreement and want the title to show the Survivorship Rights remark, they must complete a *Rights of Survivorship Ownership Agreement for a Motor Vehicle* (Form VTR-122) and attach it to the application for Texas title or corrected Texas title. The persons must attest to their unmarried status on the *Rights of Survivorship Ownership Agreement for a Motor Vehicle* (Form VTR-122) or on a separate affidavit. A title issues showing a Survivorship Rights remark.

Upon the death of one or more of the persons named in the rights of survivorship agreement, a new title issues to the surviving person or persons or the surviving person or person's transferee upon an application for Texas title completed by the survivor or survivors. A transferee could be a licensed motor vehicle dealer.

The title and a copy of the death certificate must accompany the application for Texas title.

Title Does Not Show Survivorship Rights

If two or more persons that are not married wish to enter into a rights of survivorship agreement and do not want the title to show the Survivorship Rights remark, they may execute a *Rights of Survivorship Ownership Agreement for a Motor Vehicle* (Form VTR-122) or a separate affidavit that attests their unmarried status and retain the document(s) in their records until the death of one or more of the persons necessitates the transfer of title.

Upon the death of one or more of the persons named in the rights of survivorship agreement, a new title issues to the surviving person or persons upon an application for Texas title completed by the survivor or survivors.

The title, *Rights of Survivorship Ownership Agreement for a Motor Vehicle* (Form VTR-122) or a separate rights of survivorship agreement and a separate affidavit that attests their unmarried status, and a copy of the death certificate must accompany the application for Texas title.

If two or more persons that are not married wish to enter into a rights of survivorship agreement and do not want the title to show the Survivorship Rights remark, they may execute the rights of survivorship agreement on the face of the title and a separate affidavit that attests to their unmarried status and retain the documents until the death of one or more of the persons necessitates the transfer of title.

Upon the death of one or more of the persons named in the rights of survivorship agreement, a new title issues to the surviving person or persons or the surviving person or person's transferee upon an application for Texas title completed by the survivor or survivors.

The title, statement attesting to the unmarried status either on the *Rights of Survivorship Ownership Agreement for a Motor Vehicle* (Form VTR-122) or on a separate affidavit, and a copy of the death certificate must accompany the application for Texas title.

17.6 Includes a Married Person but not Their Spouse

If a person enters into a rights of survivorship agreement with a person that is married to someone not shown on the rights of survivorship agreement and they want the title to show the Survivorship Rights remark, they must complete a *Rights of Survivorship Ownership Agreement for a Motor Vehicle* (Form VTR-122) at the time application for a title or corrected title is made. Additionally, any married person must provide certification from their spouse, either on the *Rights of Survivorship Ownership Agreement for a Motor Vehicle* (Form VTR-122) or a separate affidavit, which certifies they have no interest in the motor vehicle and the motor vehicle is their spouse's separate property.

Upon the death of one or more of the persons named in the rights of survivorship agreement, a new title issues to the surviving person or persons or the surviving person or person's transferee upon an application for Texas title completed by the survivor or survivors.

The title and a copy of the death certificate must accompany the application for Texas title.

17.7 Title Does Not Show Rights of Survivorship

If a person enters into a rights of survivorship agreement with a person that is married to someone not shown on the rights of survivorship agreement and they do not want the title to show the Survivorship Rights remark, they may execute a rights of survivorship agreement on the *Rights of Survivorship Ownership Agreement for a Motor Vehicle* (Form VTR-122) and complete Part C or complete a separate affidavit from the spouse, which certifies they have no interest in the motor vehicle and that the motor vehicle is their spouse's (who is signing the rights of survivorship agreement) separate property.

The document(s) must be retained until the death of one or more of the persons in the rights of survivorship agreement necessitates the transfer of title in the name of the survivor or survivors.

The title, *Rights of Survivorship Ownership Agreement for a Motor Vehicle* (Form VTR-122) or a separate affidavit, and a copy of the death certificate must accompany the application for Texas title.

If a person enters into a rights of survivorship agreement with a person that is married to someone not part of the rights of survivorship agreement and they do not want the title to show the Survivorship Rights remark, they may execute the rights of survivorship agreement on the face of the title and obtain a *Rights of Survivorship Ownership Agreement for a Motor Vehicle* (Form VTR-122) with Part B completed or an affidavit from the spouse, who is not shown on the rights of survivorship agreement, which certifies they have no interest in the motor vehicle and the motor vehicle is their spouse's (who is signing the rights of survivorship agreement) separate property. The document(s) must be retained until the death of one or more of the persons in the rights of survivorship agreement necessitates the transfer of title.

Upon the death of one or more of the persons named in the rights of survivorship agreement, a new title issues to the surviving person or persons or the surviving person or person's transferee upon an application for Texas title completed by the survivor or survivors.

The title, *Rights of Survivorship Ownership Agreement for a Motor Vehicle* (Form VTR-122) or separate affidavit, and a copy of the death certificate must accompany the application for Texas title.

17.8 Includes the Seller of the Vehicle

The seller of a vehicle may enter into a rights of survivorship agreement for the vehicle being sold if the seller is related as the child, grandchild, parent, grandparent, brother, or sister of each other person signing the rights of survivorship agreement. These relationships include those established by adoption.

17.9 Rights of Survivorship Agreement Represents Joint Ownership

A motor vehicle is jointly owned when two or more persons execute a rights of survivorship agreement, even if only one of them is the recorded owner (shown on the title). Therefore, all persons shown in a rights of survivorship agreement must act jointly when ownership is to be transferred. Likewise, a CCO application for a jointly owned vehicle must include signatures of all persons shown in the rights of survivorship agreement.

17.10 Rights of Survivorship Agreement Signed in Error

A statement of fact may be used to explain the error when the buyer or seller signs the rights of survivorship statement on the face of the certificate of title in error.

17.11 Revoking the Rights of Survivorship Agreement

If the persons named in a rights of survivorship agreement wish to revoke their rights of survivorship agreement, the certificate of title must be surrendered with a new application for Texas title and all the persons named in the rights of survivorship agreement must execute the certificate of title assignment.

17.12 Title Requirements for the Survivor(s)

Upon the death of one or more of the persons named in a rights of survivorship agreement, a title issues to the survivor(s) or to the survivor(s)' transferee upon application with the county tax assessor-collector's office and a copy of the deceased person's death certificate if:

- the rights of survivorship agreement is executed on the face of the title
 - the title indicates the Survivorship Rights remark, or
 - the rights of survivorship agreement is on file with the department (imaged records on file with the department indicate that the Survivorship Rights remark should have been shown on the title)
1. A copy of the deceased person's death certificate must support the application for Texas title.
 2. If the rights of survivorship agreement is executed on the face of the title and is between persons other than spouses, additional documentation is required such as the affidavit attesting to unmarried status or the affidavit of non-interest completed by the spouse not included in the rights of survivorship agreement.

If the *Rights of Survivorship Ownership Agreement for a Motor Vehicle* (Form VTR-122) was executed and retained only in personal records, the survivor(s) is required to apply for title in their name.

17.13 Entry of Rights of Survivorship into RTS

Up to two names or "Multiple Survivors," when there are more than two survivors, may be added to the title for individuals.

Note: Up to two names or “Multiple Survivors” will print on the title under the “Survivorship Rights” remark.

The following examples should be used as a guide when determining how to process the entry of a rights of survivorship agreement in RTS. These examples apply regardless of marital status.

When an application for Texas title is presented and there are two owners who are entering into a rights of survivorship agreement with one another, counties should enter both names in the TTL010 screen. This is the only situation in which an owner’s name would also be entered into the TTL010 screen to appear under the “Survivorship Rights” remark.

Example 1:

Owner(s): John Doe, Jane Doe

Survivor(s): John Doe, Jane Doe

Situation: John and Jane are assigning ROS to one another.

RTS Entry: John Doe and Jane Doe are entered on screen TTL007 and again on TTL010.

When an application for Texas title is presented, counties should only enter the survivor name(s) listed on the ROS or check “Multiple Survivors” (if there are more than two survivors) on TTL010. Since the owner’s name is already captured on the record (TTL007) there is no need to repeat it in the ROS agreement.

Example 2:

Recorded Owner(s): John Doe

Survivor(s): Jane Doe

ROS Situation: John enters into ROS with Jane.

RTS Entry: John Doe is entered on TTL007. Jane Doe is entered on TTL010.

Example 3:

Recorded Owner(s): John Doe, Jane Doe

Survivor(s): Jack Doe

ROS Situation: John and Jane enter into ROS with Jack.

RTS Entry: John Doe and Jane Doe are entered on TTL007. Jack Doe is entered on TTL010.

Example 4:

Recorded Owner(s): John Doe, Jane Doe

Survivor(s): Jack Doe, Jim Doe

ROS Situation: John and Jane enter into a ROS with Jack and Jim.

RTS Entry: John Doe and Jane Doe are entered on TTL007. Jack Doe and Jim Doe are entered on TTL010.

17.14 Unable to Determine Survivor

Certificates of Title issued prior to April 2012 will only carry the Rights of Survivorship or Survivorship Rights remark and not the printed names. Records that do not feature the printed names on the title will need to be verified through TxDMV Regional Service Centers. (See [Vehicle Record \(History\)](#) in [Chapter 2, “Administration and Transaction Handling Procedures”](#)).

Film records are only available for 10 years; therefore, it is possible the survivors may not be able to be verified. In this instance, the parties to the survivorship agreement must provide the necessary signatures. If unable to determine survivor(s), a bonded title is an option.

OUT OF STATE REQUIREMENTS

This chapter contains the following sections:

- [18.1 Motor Vehicles Brought Into State](#)
- [18.2 Requirement for Title](#)
- [18.3 Evidence of Ownership](#)
- [18.4 Electronic Lien and Title \(ELT\) System](#)
- [18.5 VIN Certification](#)
- [18.6 Vehicles from Native American Reservations](#)
- [18.7 Trailers and Semitrailers Last Registered or Titled Out of State](#)
- [18.8 Out of State Miscellaneous](#)
- [18.9 Certificate of Title Information for Each State](#)

18.1 Motor Vehicles Brought Into State

Refer to [Transportation Code Section 501.030](#).

18.2 Requirement for Title

A vehicle must be registered and titled in Texas if the owner establishes residency or becomes gainfully employed in Texas. The vehicle may be operated with out of state license plates for 30 days.

A vehicle is not required to be registered and titled in Texas if the owner is a nonresident member of the United States Armed Forces or a non-resident student attending an accredited Texas college or university on a full-time basis. Part-time employment is allowed. The vehicle must display valid license plates and remain currently registered at all times.

A nonresident owner can transfer their vehicle in Texas under the laws of their home state by assignment of the out of state title or, if from a non-title state, by an assigned registration receipt or a bill of sale if the registration receipt does not contain a transfer of ownership section. This procedure is reciprocal since a Texas resident can transfer their vehicle in any other state by assigning the back of the Texas title.

When a Texas resident has purchased a vehicle with an out of state title that indicates an assignment to someone other than the Texas purchaser or a licensed motor vehicle dealer, the options for the “first Texas owner” to obtain title are to pursue a tax assessor-collector hearing or a bonded title. Additionally, the same options apply when a Texas titled vehicle is sold to an out of country dealer or resident and then resold to a Texas resident on the existing Texas title.

If an assignment of title is assigned to a person in the military or non-resident student who is stationed or attending a college or university in Texas, the purchaser should apply for title and registration in their name in Texas or their home state before the vehicle may be sold or encumbered.

18.3 Evidence of Ownership

All states have some type of certificate of title law and issue a certificate of title document to convey ownership. (Refer to the [Title Information for Each State Chart](#))

In some states, title laws apply only to certain year model vehicles, and vehicles of prior year models are excluded and issued only registration receipts. Therefore, the term “non-title state,” as used in this manual, refers to states which exclude certain year motor vehicles from the title requirements.

Canada and Mexico are considered “non-titled.” These countries issue annual registration receipts as evidence of ownership.

The first Texas title applicant of an out of state motor vehicle should attach the following evidence of ownership to the application for Texas title:

1. New and Unregistered Vehicle - A Manufacturer's Certificate of Origin (MCO).
2. Used Vehicle from a Title State - The out of state title with any recorded liens released and complete assignments starting with the owner as shown on the face of the title.

Note: A release of lien is not required if there is no transfer of ownership involved and the same lienholder, as recorded on the out of state title, is shown on the application for Texas title.

3. Used Vehicle from Non-Title State – A registration receipt with an assignment to the Texas applicant or a registration receipt along with a bill of sale to the Texas applicant.

Note: Texas licensed motor vehicle dealers may not “dealer register” a used motor vehicle in the dealership's name prior to the sale of the vehicle. Dealers who wish to secure Texas license plates for vehicles covered by manufacturer's certificates, *U.S. Government Certificate to Obtain Title to a Motor Vehicle* (Form 97) or out of state evidence of ownership must apply for Texas Title in the dealership's name or attach a dealer license plate.

Assignment or Release of Ownership

Each state provides for an assignment or release of ownership on the certificate of title, and the information required in each assignment or release of ownership must be complete. However, if the out of state title has a place for a notary, the notary is not required to be complete.

There are three general types of assignments on out of state titles:

- An assignment in which the seller appears before a person authorized to take acknowledgments (notary) and the purchaser's name is a part of the assignment.
- An assignment in which the seller's signature is witnessed by another individual and the name of the purchaser is a part of the assignment.
- A release of ownership in which the owner releases their interest in a motor vehicle by signing his or her name and dating the release in the designated space. If a title of this type provides a space for the purchaser's name in the release, it must be shown.

Some states provide a space on the back of their titles for an applicant to apply directly for title. These “applications for title” may not be used as an assignment or as a reassignment of title to a motor vehicle.

Some states provide for additional assignments for dealers by providing a form to be attached to their titles when all the assignments have been used. These additional assignments together with the out of state title may be used to support an application for Texas title. A *Dealer’s Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) may be used by Texas licensed dealers in the same manner. Title transactions that do not reflect a licensed out of state dealer license number are acceptable.

Note: If all the assignments are completed on an out of state title, which complies with the Federal odometer disclosure requirements, the out of state dealer must use a reassignment document, which also conforms with Federal odometer disclosure requirements to transfer ownership to a Texas dealer or resident. A bill of sale may be used if all dealer reassignments sections on the out of state title have been completed and that state does not use supplemental dealer reassignment forms or does not require the dealer to apply for title in their name. If an application for Texas title is filed, the odometer disclosure statement must be included in the bill of sale when sold to a retail purchaser if the vehicle is not exempt from odometer disclosure requirements.

Non negotiable titles issued by other states are not accepted as evidence of ownership in securing Texas title and registration.

Undisclosed Liens

Some states issue certificates of title that contain the legend: “This vehicle may be subject to an undisclosed lien.” These titles may be accepted in support of an application for Texas title.

Restricted Titles

“Restricted” out of state certificates of title which are issued for vehicles that could not pass the state's motor vehicle inspection requirements are acceptable as evidence of ownership provided that the vehicle passes any applicable Texas vehicle inspection requirements.

Current Registration Receipt

A validated current registration receipt or verification (by letter or fax from the proper state authorities or by a copy of the registration receipt) is evidence of ownership from a nontitle state and some foreign countries. This registration receipt should be in the name of the applicant or properly assigned to the applicant. A bill of sale may be accepted, if no assignment is provided on the registration receipt.

Validated Receipt

A validated receipt is one with an official stamp, seal, signature, or license number and date. Some receipts are only applications for registration that are mailed to the motor vehicle owners by the nontitle state; and are not validated until the fee has been paid.

Registration Receipt

A registration receipt from a non-title state or country is acceptable evidence of ownership. If the receipt is not current, a statement must be attached that the surrendered registration receipt is the last registration for the vehicle. The statement must be signed by the owner, as shown on the receipt, and by all other owners that have owned the vehicle since the date of expiration. Additionally, the statement should explain if the vehicle has been registered since the last registration date.

Registration Receipt from a Non-title State

A registration receipt from a non-title state or country must show a complete chain of transfers to the Texas title applicant.

Out of state evidence surrendered to support an application for Texas title should be examined with consideration of the laws of that state or country.

Joint Ownership

If the words “or” or “and/or” are shown to indicate dual or joint ownership on any out of state evidence, either one or both of the owners may assign the evidence of ownership as seller(s) or make application for Texas title. However, the words “or” or “and/or” cannot be shown on the *Application for Texas Title and/or Registration* (Form 130-U). If dual or joint ownership is indicated by the word “and” on the out of state evidence, then both owners must release their interest or provide a power of attorney from the one not signing. (Refer to [Chapter 11, “Signature - Authority to Sign”](#) for further discussion)

Estates

When an out of state title has been issued in the name of an estate and states the name of the executor, administrator, guardian, etc., or the title is issued in the name of the executor, administrator, guardian, etc., no proof of authority is required for an application for a Texas title in the name of the estate or in the name of the executor, administrator, guardian, etc., or for the title assignment.

18.4 Electronic Lien and Title (ELT) System

States with an ELT program allow for the electronic recording of liens. Accordingly, no title document is issued until a lien is satisfied. Once an electronic lien is satisfied, a clear certificate of title is issued. The clear title may or may not exhibit the following indicators:

- A prior lien notation
- An “ELT designation”
- A new title issuance date indicating when the lien was released
- The dealer’s name as either the addressee or the new lienholder

County tax assessor-collector’s offices should check for one of the indicators when processing transactions involving a title from an ELT state submitted with a secure POA. If one of the above indicators is noted on a title, use of the *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A) is acceptable.

The states currently identified as implementing an ELT program are:

- Arizona – AZ

- California – CA
- Florida – FL
- Hawaii – HI
- Idaho – ID
- Kansas – KS
- Massachusetts – MA
- New York - NY
- Ohio – OH
- Pennsylvania – PA
- Virginia – VA
- Washington – WA

Applicants wishing to transfer a title from an ELT state to a Texas title must present the out of state title as proof of ownership. Otherwise, they should apply for “Registration Purposes Only” or go through the hearing/bond process to secure a negotiable Texas Certificate of Title.

18.5 VIN Certification

A vehicle last registered and/or titled outside of Texas requires certification of the VIN before the applicant may apply for Texas title and/or registration.

VIN certification for these vehicles will occur through an applicable state inspection for vehicles subject to an emissions or commercial inspection, or through self-certification by the title applicant, their designee, or the dealer, on the *Application for Texas Title and/or Registration* (Form 130-U) when the vehicle is not subject to an inspection.

Certification of VIN Through Inspection

When an inspection is required, VIN certification is satisfied when an inspection is found in the inspection database, in which case physical proof of the inspection is not required to be submitted with the transaction. Otherwise, if an inspection is not found in the inspection database, a copy of the Vehicle Inspection Report or a printout of the mytxcar.org report is acceptable and satisfies VIN certification requirements.

Self-Certification of VIN

When the vehicle is not subject to a state inspection, certification of the VIN must occur through self-certification on the *Application for Texas Title and/or Registration* (Form 130-U) which satisfies the requirements. This includes when the vehicle is:

- registered, but exempt from an emissions or commercial inspection.
- registered, but in a non-emissions county, where no inspection is required.
- registered and subject to an applicable state inspection; however, the vehicle is located outside of Texas.
- titled, but will not be operated on Texas public roads (Title Only- registration will not be issued).
- titled, but ineligible for registration under Texas law.

Vehicle records that contain a legacy VIN Certification Waived remark should not be prevented from subsequent title and registration activity. The remark will automatically be removed from the vehicle record at the time of a subsequent titling event. Owners may choose to obtain a corrected title to remove the remark, although not required.

If the vehicle is an unrecovered stolen vehicle last titled and/or registered outside of Texas, the title applicant will certify as such on the *Application for Texas Title and/or Registration* (Form 130-U) indicating the VIN cannot be verified, no further action is required for VIN certification purposes.

Note: Vehicles that were last registered or titled in another country are required to provide proof of VIN certification through a completed *Law Enforcement Identification Number Inspection* (Form VTR-68-A). For more information, see [Chapter 19, “Imported Vehicles”](#)

Vehicle Inspection Report

If a vehicle is subject to an inspection that is not found in the inspection database, and a copy of the Vehicle Inspection Report or mytxcar.org printout is required to be presented, the documents must be properly completed and reflect the correct vehicle identification number, odometer reading, and description of vehicle as follows:

Motor Number of 1955 and Prior Models

The motor number must be shown on the Vehicle Inspection Report or mytxcar.org printout and on the application for Texas title and agree with the out of state basic evidence except as follows:

- If the basic out of state evidence records a serial number for a 1955 or prior model and the Vehicle Inspection Report or mytxcar.org printout also records the serial number, the vehicle may be titled under the serial number.
- If the basic out of state evidence records the motor number of a 1955 or prior model and the Vehicle Inspection Report or mytxcar.org printout records the serial number, the transaction must be rejected for a corrected Vehicle Inspection Report or mytxcar.org printout showing the motor number, a pencil tracing of the motor number, or a *Law Enforcement Identification Number Inspection* (Form VTR-68-A). The vehicle title must be titled using the motor number.

Serial Number of 1956 and Later Models

The serial number of 1956 and later models and all Ford, Mercury, and Lincoln vehicles manufactured since March 31, 1932, must be shown on the Vehicle Inspection Report or mytxcar.org printout and on the application for Texas title. The serial number provided on the Vehicle Inspection Report or mytxcar.org printout and the application for Texas title must agree with the out of state ownership evidence. However, if the basic out of state evidence records a motor number, the owner must provide a pencil tracing of both the motor number and the serial number and the vehicle titles under the serial number.

Identification Number and Vehicle Description Errors

Refer to [Chapter 7, Section 7.11 Motor and Permanent VIN Errors](#) for additional information.

Information Agreement

The make of vehicle, year model, and body style as shown on the out of state evidence must agree with the description as shown on the Vehicle Inspection Report or mytxcar.org printout except when it can be determined that the out of state evidence is in error or that the inspector has made a mistake in the description of vehicle and the correct make, year model, or body style can be confirmed by the vehicle identification number. If it is determined that the make, year model, or body style is recorded on the out of state evidence in error but is shown correctly on the Vehicle Inspection Report or mytxcar.org printout the owner does not need to obtain verification from the state that issued the incorrect evidence of ownership. If it is determined the out of state ownership evidence is correct, but the Vehicle Inspection Report or mytxcar.org printout is in error, a corrected inspection is not required.

License Numbers

Out of state license numbers are not required on the Vehicle Inspection Report or mytxcar.org printout; however, this information should be shown, if possible.

Inspection Information

- A Vehicle Inspection Report or mytxcar.org printout will contain the date, station number.
- In the event a Vehicle Inspection Report or mytxcar.org printout indicates that a vehicle identification number is missing, altered, or illegible, the department may assign a number in accordance with the provisions of [Transportation Code Section 501.032](#).
- The current odometer reading at the time of the inspection should be recorded on the Vehicle Inspection Report or mytxcar.org printout by the inspector. When the Vehicle Inspection Report or mytxcar.org printout conflicts with the mileage recorded on the title application/assignment on the title, the mileage on the title application/assignment on the title must be used.

18.6 Vehicles from Native American Reservations

Native American Tribal titles from tribes that are federally recognized and are accepted by the appropriate state authority are acceptable title documents to support application for Texas Title. The tribal title requires the supporting documentation as that of other out of state titles (but “FOREIGN EVIDENCE” is the appropriate selection in RTS to avoid NMVTIS inquiry errors.). The states of North Dakota and Oklahoma have confirmed acceptance of tribal titles within their jurisdictions.

For the latest information on federally recognized Tribal Nations see the list in the [Federal Register](#).

18.7 Trailers and Semitrailers Last Registered or Titled Out of State

Acceptable evidence of ownership on used trailers and semitrailers from out of state is as follows:

- The certificate of title is required for all trailers and semitrailers from title states.

- A registration receipt is required for all trailers and semitrailers from non-title states. Applicants must self-certify the vehicle identification number on the *Application for Texas Title and/or Registration* (Form 130-U).

A weight certificate, as certified by a public scale or a Texas Department of Public Safety commercial vehicle enforcement officer, is required if the weight cannot be determined from the evidence of ownership.

Note: The space for weight on the application for Texas title must record the empty weight of a trailer or semitrailer.

18.8 Out of State Miscellaneous

Mixed Component Parts

Any application for a Texas title supported by out of state evidence and accompanied by further evidence of ownership for motor, frame, or body to correct one of the component parts of the vehicle should not be accepted; correction should be made by the state in which the vehicle was last registered or titled. However, if that state refuses to issue corrected evidence, a letter from the out of state titling entity stating such fact must be attached to the transaction. If the change was made in Texas, the same procedure should be followed as if the vehicle were titled in Texas (Refer to the [TxDMV Assembled and Reconstructed Vehicle Manual](#)).

18.9 Certificate of Title Information for Each State

Table 18-1 Note: This table is updated if TxDMV is made aware of a change. Any questions should be verified through the applicable state.

Table 18-1 Title Information for Each State

STATE	APPLICABLE TO AND EXCEPTIONS
Alabama	Every motor vehicle not more than 35 model years old and travel trailers not more than 20 model years old. ATVs, off-road vehicles, and utility trailers are not titled.
Alaska	All year model vehicles, except salvage, ATVs and off-road vehicles.
Arizona	All year model vehicles, except mopeds.
Arkansas	All year model vehicles and ATVs, except off-road vehicles and mopeds.
California	All year model vehicles.
Colorado	All year model vehicles, except ATVs, off-road vehicles, and mopeds.
Connecticut	All 20 year model vehicles and newer. All trailers less than 3,000 lbs. gross weight, ATVs, off-road vehicles, and mopeds are not titled.
Delaware	All year model vehicles, except ATVs and off-road vehicles.
Dist. Of Columbia	All year model vehicles, except ATVs and off-road vehicles.
Florida	All year model vehicles, except ATVs and off-road vehicles purchased prior to 7/1/02, and trailers weighing less than 2,000 lbs and mopeds.
Georgia	All 1986 and newer year model vehicles except ATVs, mopeds, off-road vehicles, homemade trailers, and utility trailers weighing less than 2,000 lbs. Optional titling for vehicle model year 1963 - 1985.
Hawaii	All year model vehicles, except trailers of all sizes, ATVs, off-road vehicles, and mopeds.

STATE	APPLICABLE TO AND EXCEPTIONS
Idaho	All year model vehicles, all trailers over 2,000 lbs. unladen, certain mopeds, and new all new purchases of ATVs or off-road vehicles.
Illinois	All year model vehicles.
Indiana	All year model vehicles and camping trailers manufactured after January 1, 1986, except mopeds and the titling of ATVs is optional.
Iowa	All year model vehicles and ATVs new or acquired on or after January 1, 2000, except trailers/semitrailers with an unladen weight of 2,000 lbs. or less.
Kansas	All year model vehicles, trailers over 2,000 lbs. gross weight, farm trailers over 6,000 lbs. or more.
Kentucky	All year model vehicles, except off-road vehicles and mopeds. ATVs are optional.
Louisiana	All year model vehicles.
Maine	All 15 year model vehicles and newer, except any trailer with an unladen weight of 3,000 lbs. or less, ATVs, mopeds, and motorcycles with less than 300 cc.
Maryland	All year model vehicles, except mopeds. Boat and utility trailers with a 2,500 GVWR or less and ATVs are optional.
Massachusetts	All vehicles purchased after 9/1/72, except trailers having a gross weight of 3,000 lbs. or less, ATVs, off-road vehicles, and mopeds.
Michigan	All year model vehicles, off-road vehicles, and trailers weighing more than 2,500 lbs., except mopeds.
Minnesota	All year model vehicles except trailers having a gross weight of 4,000 lbs. or less unless secured by a lien or previously titled, trailers designed primarily for agricultural purposes, ATVs, and off-road vehicles.
Mississippi	All motor vehicles manufactured or assembled after July 1, 1969 and all used car transactions after July 1, 1969 or brought into the state from a state requiring titling. Titling for all other vehicles bought in the state are optional, except pole trailers, utility trailers of less than 5,000 lbs. gross vehicle weight, ATVs, and off-road vehicles are not titled.
Missouri	All year model vehicles, except mopeds.
Montana	All year model vehicles and off-highway vehicles, except mopeds.
Nebraska	All year model vehicles, ATVs (purchased new after 1-1-04), UTVs (purchased after 1-1-12), low speed vehicles (purchased after 1-1-12), except mopeds, utility trailers with gross weight of 9,000 lbs. or less, and off-road vehicles.
Nevada	All year model vehicles except ATVs. Mopeds are optional.
New Hampshire	Vehicles that are 15 model years old and newer, and heavy trucks (3 or more axles) and truck-tractors with a gross weight in excess of 18,000 lbs. Trailers with a gross weight of less than 3,001 lbs., off-road, ATVs, and mopeds are exempt.
New Jersey	All year model vehicles, except certain non-conventional type vehicles.
New Mexico	All year model vehicles.
New York	1973 and newer models except mopeds, off-highway vehicles, trailers with an unladen weight less than 1,000 lbs., and ATVs.
North Carolina	All year model vehicles, except ATVs, mopeds and off-road vehicles.
North Dakota	All year model vehicles, and off-highway vehicles except luggage and utility trailers.
Ohio	All year model vehicles, except all trailers with a GVW of 4,000 lbs. or less, mopeds, off-road vehicles.
Oklahoma	All year model vehicles, except for ATVs and off-road vehicles purchased prior to 7/1/05. Boat, luggage, and utility trailers are exempt.
Oregon	All year model vehicles. Trailers with a loaded with of 1,800 lbs. or less and ATVs are optional.
Pennsylvania	All year model vehicles.
Rhode Island	All year model vehicles.

STATE	APPLICABLE TO AND EXCEPTIONS
South Carolina	All year model vehicles, except for mopeds, and ATVs.
South Dakota	All year model vehicles, except mopeds (optional).
Tennessee	All year model vehicles and off-road vehicles, except for boat and collapsible camping trailers.
Texas	All year model vehicles, except for trailers and semitrailers with a gross weight of 4,000 lbs. or less.
Utah	All year model vehicles, except trailers with an unladen weight of 750 lbs. or less.
Vermont	All vehicles 15 years old or newer, and ATVs/off-road vehicles beginning with 2004 model year. Trailers with an unladen weight of 1,500 lbs. or less and motorcycles with less than 300 cubic centimeters of engine displacement and mopeds are exempt.
Virginia	All year model vehicles, except ATVs, off-road vehicles, and mopeds.
Washington	All year model vehicles.
West Virginia	All year model vehicles.
Wisconsin	All year model vehicles, except trailers 3,000 lbs. or less unladen weight or ATVs and off-road vehicles.
Wyoming	All year model vehicles.

IMPORTED VEHICLES

This chapter contains the following sections:

- **19.1** Motor Vehicles Brought Into State
- **19.2** Required Documents for All Imported Vehicles
- **19.3** Automated Broker Interface (ABI) System
- **19.4** Vehicles Not Manufactured for the US Market
- **19.5** US Vehicles Re-Entering the Country
- **19.6** Miscellaneous Situations
- **19.7** List of Manufacturers to Notify For Proof of Compliance

19.1 Motor Vehicles Brought Into State

Transportation Code Section 501.030

- (a) *Before a motor vehicle that was last registered or titled in another state or country may be titled in this state, the county assessor-collector shall verify that the vehicle has passed the inspections required by Chapter 548, as indicated in the Department of Public Safety's inspection database under Section 548.251, or that the owner has obtained an identification number inspection in accordance with department rule.*
- (b) *Before a motor vehicle that was not manufactured for sale or distribution in the United States may be titled in this state, the applicant must:*
 - (1) *provide to the assessor-collector:*
 - (A) *a bond release letter, with all attachments, issued by the United States Department of Transportation acknowledging:*
 - (i) *receipt of a statement of compliance submitted by the importer of the vehicle; and*
 - (ii) *that the statement meets the safety requirements of 19 C.F.R. Section 12.80(e);*
 - (B) *a bond release letter, with all attachments, issued by the United States Environmental Protection Agency stating that the vehicle has been tested and shown to conform to federal emission requirements; and*
 - (C) *a receipt or certificate issued by the United States Department of the Treasury showing that all gas guzzler taxes due on the vehicle under 26 U.S.C. Section 4064(a) have been paid; or*
 - (2) *provide to the assessor-collector proof, satisfactory to the department, that the vehicle was not brought into the United States from outside of the country.*
- (c) *Subsections (a) and (b) do not apply to a motor vehicle lawfully imported into the United States by a distributor or dealer from the vehicle's manufacturer.*

- (d) *If a motor vehicle has not been titled or registered in the United States, the application for title must be accompanied by:*
 - (1) *a manufacturer's certificate of origin written in English issued by the vehicle manufacturer;*
 - (2) *the original documents that constitute valid proof of ownership in the country where the vehicle was originally purchased, with an English translation of the documents verified as to the accuracy of the translation by an affidavit of the translator; or*
 - (3) *if the vehicle was imported from a country that cancels the vehicle registration and title for export, the documents assigned to the vehicle after the registration and title were canceled, with an English translation of the documents verified as to the accuracy of the translation by an affidavit of the translator.*
- (e) *Before a motor vehicle that is required to be registered in this state and that is brought into this state by a person other than a manufacturer or importer may be bargained, sold, transferred, or delivered with an intent to pass an interest in the vehicle or encumbered by a lien, the owner must apply for a title in a manner prescribed by the department to the county assessor-collector for the county in which the transaction is to take place or to any assessor-collector who is willing to accept the application. The assessor-collector may not issue a title receipt unless the applicant delivers to the assessor-collector satisfactory evidence of title showing that the applicant is the owner of the vehicle and that the vehicle is free of any undisclosed liens.*
- (f) *A county assessor-collector may not be held liable for civil damages arising out of the failure to reflect on the title receipt a lien or encumbrance on a motor vehicle to which Subsection (e) applies unless the assessor-collector's failure constitutes willful or wanton negligence.*
- (g) *Until an applicant has complied with this section:*
 - (1) *a county assessor-collector may not accept an application for title; and*
 - (2) *the applicant is not entitled to an appeal as provided by Sections 501.052 and 501.053.*

Note: As the result of a decision handed down by the United States Fifth Circuit Court of Appeals in *Direct Automobile Imports Association, Inc. v. Townsley et al.*, 1986, the department is prohibited from enforcing the provision of this statute that requires the surrender of a bond release letter from the Environmental Protection Agency.

This chapter documents the requirements for all title applications involving imported vehicles. These requirements are in addition to the requirements for out of state vehicles brought into Texas such as proof of insurance, Vehicle Inspection Report (VIR) for vehicles subject to inspection and the inspection is not found in the inspection database, or certified weight certificate requirements. (Refer to [Chapter 18, "Out of State Requirements."](#))

Any motor vehicle that is imported must be issued a Texas title prior to any transfer of ownership. If a licensed motor vehicle dealer imports a vehicle from outside of the United States, the licensed motor vehicle dealer must obtain a Texas title (for dealer resale) in the name of the dealership prior to offering the vehicle for retail sale.

Note: Vehicles imported into the United States from a US Territory are not subject to imported vehicle requirements and should be handled as an out of state vehicle.

19.2 Required Documents for All Imported Vehicles

The documents listed in this section are required for all title applications involving imported vehicles being titled for the first time in the United States. Additional documents that might be required are described in [Section 19.4, "Vehicles Not Manufactured for the US Market."](#)

Evidence of Ownership

All vehicles imported into the United States must have proper evidence of ownership. The original documents constituting valid proof of ownership in the country in which the vehicle was most recently registered and/or titled must be surrendered when application is made for a Texas title. (A certified copy of the foreign evidence of ownership is acceptable, if certified by the appropriate foreign registrar.) Typically, this evidence is a title or registration document.

If the ownership evidence is not in the English language, a certified translation into the English language is required. The translation must contain a notarized or acknowledged affidavit from the translator, including the name and address of the translator.

Note: Every effort should be made to ensure all title brands are carried forward to the Texas title and any restrictions that would prevent the issuance of a Texas title and/or registration such as nonrepairable, parts only, dismantling purposes only, etc., are observed.

Other Forms of Evidence of Ownership

1. Vehicle Registration and Title Canceled Upon Export

If a vehicle is imported from a country that cancels the vehicle registration and title upon export, the documents assigned to the vehicle after the registration and/or title have been canceled would be acceptable evidence of ownership.

2. Manufacturer's Certificate of Origin (MCO)

A secure MCO is required on all new imported vehicles. The "New Vehicle Information Statement" (NVIS) issued by Canada is acceptable (in lieu of an MCO) with a bill of sale or dealer reassignment form showing the transfer to the first Texas retail purchaser/applicant.

3. Foreign Bills of Sale

Foreign bills of sale or invoices are not acceptable without proper evidence of ownership from the country in which the vehicle was last registered, except if the evidence of ownership does not contain a transfer of ownership section. These documents must describe the vehicle (year, make, and vehicle identification number), include the name of the seller and purchaser, and be signed and dated.

Odometer Reading

All foreign vehicles imported into Texas for title and registration purposes are subject to applicable odometer requirements. If the foreign evidence does not contain a space for an odometer disclosure, the applicant must record the current odometer reading on the *Application for Texas Title and/or Registration* (Form 130-U).

Vehicle Identification Number Inspection

Transportation Code, Section 501.032, requires a motor vehicle that was last registered or titled in another country to complete a VIN inspection prior to being titled in this state. The Inspection Report on the bottom of the *Law Enforcement Identification Number Inspection* (Form VTR-68-A) must be completed by an authorized, sworn member of one of the entities listed on the form. The completed *Law Enforcement Identification Number Inspection* (Form VTR-68-A) must accompany all title applications supported by foreign evidence with the exception of active duty military. U.S. military personnel, including immediate family members, returning to Texas are not required to submit a *Law Enforcement Identification Number Inspection* (Form VTR-68-A). However, proof of active duty status is required.

Proof of United States Department of Transportation Safety Compliance

Proof of compliance, or an approved exemption, with all United States Department of Transportation (USDOT) Federal Motor Vehicle Safety Standards (FMVSS) is reported at the time the vehicle is imported by filing a *USDOT Importation of Motor Vehicles and Motor Vehicle Equipment Subject to Federal Motor Vehicle Safety, Bumper and Theft Prevention Standards* (Form HS-7). All importers must complete a Form HS-7 and check the appropriate box indicating compliance or non-compliance with USDOT safety standards and any possible exemptions from those requirements. The Form HS-7 indicates any additional documents (e.g., customs bond, NHTSA exemption letter) which must accompany the Form HS-7. These additional documents are established based on the box selected on the Form HS-7.

Note: Vehicles which are 25 years old or older are not required to meet Federal Motor Vehicle Safety Standards (FMVSS) and thus do not have to prove safety compliance. Therefore, Form HS-7 is not required if the vehicle is 25 years old or older; however, “Proof of US Customs Entry/Clearance” is still required.

If a Form HS-7 filed with US Customs cannot be furnished, other acceptable documents asserting compliance with USDOT safety standards acceptable with an application for Texas title are:

- Properly completed Automated Broker Interface (ABI) screen. (Refer to [Section 19.3, "Automated Broker Interface \(ABI\) System."](#))
- A certification from the manufacturer on original letterhead, citing the VIN of the vehicle and confirming the vehicle meets all FMVSS.
- U. S. Customs may inspect the vehicle and certify whether or not the vehicle conforms to USDOT safety requirements. If it is confirmed the vehicle complies with USDOT safety requirements, then a certification on original U. S. Customs letterhead and signed by a Customs agent is acceptable.
- A TxDMV Regional Service Center may also inspect the vehicle to confirm a USDOT Safety Certification Label is affixed to the driver side door area by the original manufacturer or USDOT Registered Importer. If confirmed, then a certification on original TxDMV letterhead and signed by the TxDMV Regional Service Center manager is acceptable.

Note: Vehicles manufactured to meet all applicable USDOT safety requirements have a USDOT Safety Certification label affixed by the original manufacturer in the area of the driver-side door. A vehicle without this certification label must be imported as a nonconforming vehicle or a certification from the manufacturer on original letterhead is required. (Refer to [Section 19.4, "Vehicles Not Manufactured for the US Market."](#))

Proof of US Customs Entry/Clearance

A US Customs Entry/Clearance document is required. The following documents are considered official proof of US Customs Clearance:

- CBP Form 3299 – Declaration for Free Entry of Unaccompanied Articles
- CBP Form 3311 – Declaration for Free Entry of Returned American Property
- CBP Form 3461 – Entry/Immediate Delivery (may include ABI electronic release which includes a date and time stamp)
- CBP Form 3461ALT – Entry/Immediate Delivery
- CBP Form 6059B – Customs Declaration (Badge number instead of signature)
- CBP Form 7501 – Entry Summary (does not require a Customs Inspector's signature)
- CBP Form 7523 – Entry and Manifest of Merchandise Free of Duty

In addition, the department will accept the following documents as acceptable proof of Customs Clearance if one of the above documents is not available:

1. Certification letter, on original US Customs letterhead, signed by a Customs agent.
2. A Bond Release Letter from USDOT that references the customs "Entry Number" and "Port Code."
3. Properly completed ABI screen. (Refer to [Section 19.3, "Automated Broker Interface \(ABI\) System."](#))

Note: A vehicle owner may submit an inquiry to importandcertification@nhtsa.dot.gov or by calling (202) 366-5291 to determine if a vehicle was properly declared upon entry.

Gas-Guzzler Taxes

If applicable, a receipt or certificate issued by the U. S. Department of Treasury showing the one-time, gas-guzzler taxes have been fully paid in the quarter the vehicle was imported. Alternatively, a copy of the IRS *Quarterly Federal Excise Tax Return* (Form 720) filed by the applicant and accompanied by a copy of the canceled check is acceptable proof of payment.

Gas-Guzzler taxes, which were originally passed in 1978, are only due on passenger cars manufactured in or after 1980 which have an EPA-rated fuel efficiency of less than 22.5 mpg. Trucks, minivans, and SUVs are excluded from this requirement.

Additionally, vehicles manufactured for sale in the United States which are subject to gas-guzzler taxes have the tax assessed when imported by the manufacturer prior to distribution to dealers and distributors. The tax is only due once; therefore, US-market vehicles re-entering the US do not owe this tax, when being re-imported.

19.3 Automated Broker Interface (ABI) System

The USDOT and U. S. Customs House Brokers have established an Automated Broker Interface (ABI) system that allows importers to provide Form HS-7 information electronically to USDOT on Customs releases. In lieu of a Form HS-7, a title applicant can provide a properly completed ABI screen that serves as both the U. S. Customs entry/clearance documentation and shows the USDOT safety requirement eligibility information normally provided on the Form HS-7. All of the following information must be included on the ABI screen:

- The description of the vehicle (year, make, and VIN)
- The Form HS-7 box number of eligibility
- U. S. Customs “Entry Number”
- A reference notation, such as “USDOT” or “DOT”
- The Registered Importer number if “3” is indicated as the box number of eligibility

19.4 Vehicles Not Manufactured for the US Market

Vehicles not originally manufactured for sale in the US domestic market are known as nonconforming or gray market vehicles since they do not conform to USDOT safety standards and will not have a certification label (on the driver side door frame) asserting compliance with all Federal Motor Vehicle Safety Standards (FMVSS). These vehicles have additional, specific requirements in order to be legally imported into the United States.

If a vehicle is being manufactured for sale in the United States, the manufacturer must be registered with NHTSA. Any manufacturer who wishes to sell its product as a US-market product must identify itself, self-certify safety compliance of its vehicles, and report VIN decoding sequence to NHTSA; otherwise, vehicles manufactured by the manufacturer would be considered a gray-market vehicle. NHTSA maintains a list of all US-market manufacturers at: <https://vpic.nhtsa.dot.gov>.

Note: A conforming VIN is not proof a vehicle is compliant with all FMVSS.

Foreign/Gray Market Vehicles (Non-Canadian) Less Than 25 Years Old

Foreign vehicles which are less than 25 years old and do not comply with USDOT safety standards must be imported under bond and are required to be modified to meet US standards by a Registered Importer. When the vehicle is imported, the Form HS-7 (with Box 3 checked) must be accompanied by the contract with a Registered Importer and a USDOT Conformance Bond. Upon importation, the Registered Importer will modify the vehicle to meet FMVSS within 120 days and then submit a Statement of Conformity along with evidence of the work completed to NHTSA. This documentation is known as a conformity package. NHTSA will review the evidence and issue a bond release letter, if acceptable. Texas title applicants must provide the bond release letter or proof that a bond was filed when passing through US Customs, in addition to the proof of US Customs Entry/Clearance.

Note: A current listing of Registered Importers is available on NHTSA's Web page at www.nhtsa.dot.gov/cars/rules/import.

The high volume of requests for bond release letters often prevent NHTSA from being able to process the conformity packages in less than 30 days. However, Registered Importers are legally able to release vehicles 30 days after submitting the conformity package. Any title applicant who does not have a bond release letter may not title their vehicle if the vehicle was imported within 30 days of the application for Texas title being submitted to a county tax assessor-collector's office. If more than 30 days have elapsed, the applicant must provide proof that a USDOT bond was filed at the time of importation.

Note: Bond release letters sent to importers by NHTSA are digital copies; therefore, original copies of these documents are not required.

If an applicant has lost their bond release letter or if a new owner of the vehicle, who did not originally import the vehicle, cannot provide proof of compliance, they may file a Freedom of Information request with NHTSA to obtain the conformity package and establish that the vehicle was brought into compliance and the bond was released by NHTSA.

Tax assessor-collector hearings and bonded titles are not available to applicants who cannot furnish the USDOT bond release letter (or acceptable evidence thereof) or proof of payment of the gas-guzzler tax, if applicable. However, county tax assessor-collectors are not prohibited from holding a hearing if the applicant can provide proof of safety compliance, but does not have proper evidence of ownership.

Foreign/Gray Market Vehicles 25 Years or Older

All vehicles which are 25 years or older, whether manufactured for the Canadian market or any other non-US market, are exempt from USDOT safety compliance and are not required to be imported on bond. A Form HS-7, if presented, should have Box 1 checked to indicate that the vehicle was imported under an exempt status; however, proof of USDOT safety compliance is not required. Proof of US Customs Entry/Clearance is still required if the vehicle was imported into the country and has not been previously titled/registered in the US.

Vehicles Manufactured for the Canadian Market

Most vehicles manufactured for the Canadian market do meet most FMVSS standards, and because of this NHTSA approves these vehicles to be imported without having to go through a Registered Importer for conversion or the posting of a bond. An HS-7 with Box 2B checked would be submitted to U.S. Customs along with a letter from the vehicle's original manufacturer, on the manufacturer's letterhead (and not that of a franchised dealer), identifying the vehicle by vehicle identification number (VIN) and stating that the vehicle conforms to all applicable FMVSS except for acceptable exclusions. The manufacturer's letter is required as proof of FMVSS safety compliance. Proof of U.S. Customs clearance is required.

19.5 US Vehicles Re-Entering the Country

Vehicles manufactured in the US are not guaranteed to be USDOT compliant. Vehicles must display a USDOT safety certification label to be considered compliant. Otherwise, proof of compliance must be provided (refer to [Section 19.2, "Required Documents for All Imported Vehicles."](#)).

Vehicles originally manufactured for the US market must have a label certifying they meet FMVSS. Such vehicles will be accompanied through U.S. Customs with a Form HS-7 with Box 2A checked. A bond or bond release letter is not required, but ["Proof of US Customs Entry/Clearance"](#) is required, in addition to a *Law Enforcement Identification Number Inspection* (Form VTR-68-A).

19.6 Miscellaneous Situations

Registration Purposes Only

In some situations, an imported vehicle that cannot be sold or titled in Texas may be issued registration only. The owner of a non-conforming vehicle may be required to obtain Texas registration for failure to display the international marker or if the foreign license plates expire or become lost or stolen. In addition, vehicles imported under the eligibility authorized by Box 5, 7, 12, or 13 on the Form HS-7 may qualify for Registration Purposes Only (RPO). All documents specified in [Section 19.2, "Required Documents for All Imported Vehicles."](#) would be required except that these vehicles are exempt from USDOT safety compliance regulations. Additional documents for each scenario are specified below:

- Box 5 - Nonresidents of the U.S. (including U.S. citizens living abroad) may temporarily import nonconforming motor vehicles into the U.S. for personal use for a period not to exceed one year. The vehicle must be registered in a country other than the U.S. at the time of entry, must not be sold while it is in the U.S., and must be exported when the year is up.
- Box 7 - An individual who imports a vehicle for show, test, experiment, or competition. Requires USDOT approval letter which explicitly allows the use of the vehicle on public roads.
- Box 12 - A member of the armed forces or a civilian on assignment for a foreign government in excess of one year. Copy of official orders required. Vehicle must be exported upon departure and cannot be sold except to someone qualified to import such vehicles or an individual in the US under armed forces or foreign government civilian assignment as well.
- Box 13 – A vehicle imported under this exemption is imported explicitly for the purpose of filing a petition with NHTSA to get the vehicle approved for import to the United States. They will not typically be used on the roads unless doing mileage testing for the EPA. Once the vehicle has been approved by NHTSA, it must go through the same modification process as a non-US market vehicle see [Section 19.4, "Vehicles Not Manufactured for the US Market."](#) and only then may it be titled in Texas.

Note: When processing an application for Registration Purposes Only on an imported vehicle for the above exemptions, the “DOT Proof Required” remark must be selected on the additional information screen in RTS to ensure that a registration renewal notice is not mailed.

Vehicles Imported for Historical or Technological Significance

Certain vehicles are allowed exemption by NHTSA under Box 10 of the Form HS-7 because of their unusual technological or historical significance. This exemption has very strict regulations, and NHTSA maintains an active list of the rare vehicles which are approved on its website. If on-road use is sought, the vehicle must be brought into compliance with federal emissions standards and cannot be driven more than 2,500 miles in a 12-month period. These vehicles may receive title and registration, as long as they pass Texas inspection requirements (if applicable). These vehicles are exempt from USDOT safety compliance, but a NHTSA approval letter is required. All other applicable documents in [Section 19.2, "Required Documents for All Imported Vehicles."](#) are required.

Vehicle Awarded to Law Enforcement

If a seized or forfeited vehicle is awarded by the courts to a law enforcement agency for their official use, and the vehicle information provided indicates the vehicle does not conform to USDOT safety requirements (i.e., does not have the U.S. safety labels attached to the vehicle), Registration Purposes Only may be issued in the name of the law enforcement agency. The vehicle record must be marked “DOT PROOF REQUIRED.” The transaction must be submitted via special handling for processing and issuance of EXEMPT registration (refer to [Chapter 16, “Operation of Law.”](#) for further information).

19.7 List of Manufacturers to Notify For Proof of Compliance

Table 19-1 is (Revision 1-07)

Table 19-1 List of Manufacturers to Notify For Proof of Compliance

MANUFACTURER	CONTACT INFORMATION
Acura Division American Honda 1919 Torrance Boulevard Torrance, CA 90501-2746 Consumer Affairs	USA: 1-800-999-1009 CANADA: 1-800-999-1009
Alfa Romeo/Fiat	USA: (810) 488-5600 CANADA: (810) 488-5600
Audi Audi Customer Relations 3800 Hamlin Road Auburn Hills, MI 48326	USA: 1-800-822-2834 CANADA: 1-800-822-2834
BMW of North America 1 BMW Plaza Montvale, NJ 07645	USA: (201) 573-2041 Environmental Engineering Dept.
BMW Headquarters 920 Champlain Court Whitby, Ontario Canada L1N 6K9	CANADA: (905) 683-1200
Chrysler Corporation National Owner Relations Dept. 26001 Lawrence Avenue Center Line, MI 48015-1231	USA: 1-800-992-1997 Customer Center CANADA: (519) 973-2000
Ferrari North America	USA: (201) 816-2601 CANADA: (201) 816-8683
Fiat Auto R & D USA 39300 Country Club Drive Farmington Hill, MI 48331	USA: (248) 488-5600 FAX: (248) 488-5820 CANADA: (810) 488-5600
Ford-Ford Motor Company P. O. Box 43360 Detroit, MI 48242	USA: 1-800-392-3673 Lincoln: USA: 1-800-521-4140
Ford-Ford Motor Company Canada The Canadian Road P. O. Box 2000 Oakville, Ontario Canada L6J 5E4	CANADA: 1-800-565-3673

MANUFACTURER	CONTACT INFORMATION
General Motors Environmental Activities Staff Room 12-204 3044 West Grand Boulevard Detroit, MI 48202	USA: (905) 644-5843 FAX: (905) 644-5436
General Motors of Canada Limited 1908 Colonel Sam Drive Oshawa, Ontario Canada L1H 8P7	CANADA: (905) 440-7689 FAX: (905) 440-7644
Harley Davidson Milwaukee, WI	USA: (414) 343-4056 CANADA: (414) 343-4056
Honda-American Honda Motor Co., Inc. 1919 Torrance Boulevard Torrance, CA 90501-2746	USA: 1-800-999-1009 CANADA: 1-800-999-1009 (Ask for Consumer Affairs)
Hyundai Motor America 10555 Talbert Avenue Fountain Valley, CA 92728	USA: 1-800-633-5151
Hyundai Auto Canada Markham, Ontario Canada L3R 6H2	CANADA: (905) 477-0202 (Ask for Customer Service)
Infiniti (Division of Nissan Motor Corp) P. O. Box 47038 Gardena, CA 90247-6838	USA: 1-800-662-6200 CANADA: (615) 725-1000
Isuzu	USA: 1-800-255-6727 CANADA: 1-800-255-6727
Jaguar-Jaguar Cars, Inc. 555 MacArthur Boulevard Mahwah, NJ 07430-2327	USA: (201) 818-8171
Jaguar Canada Inc. #8 Indell Lane Bramalea, Ontario L6T 4H3 Canada	CANADA: (905) 792-9400 Ext. 242
Kawasaki Motors Corp 9950 Jeronimo Road Irvine, CA 92718-2016	(949) 460-5688
Lamborghini 27 Jayson Avenue Great Neck, NY 11021	USA: (516) 829-8694 CANADA: (516) 829-8694 Michael J. Grossman
Land Rover North America 555 MacArthur Blvd Mahwah, NJ 07430	USA: 1-800-637-6837
Land Rover Canada 8 Indell Lane Bramalea, ON L6T 4H3 Canada	CANADA: 1-800-346-3493
Lexus One Toyota Place Scarborough, Ontario Canada M1H 1H9	CANADA: (416) 438-6535
Mazda North American Operations Attn: International Imports/Exports 7755 Irvine Center Drive Irvine, CA 92618-2922	USA: (949) 727-1990 extension 1114 FAX: (949) 727-6703 E-MAIL: intl.imports.exports@mazdausa.com CANADA: (949) 727-1990

MANUFACTURER	CONTACT INFORMATION
Mercedes-Benz of North America 1 Mercedes Drive Montvale, NJ 07645	USA: (201) 573-2632
Mercedes-Benz Canada 849 Eglinton Avenue East Toronto, Ontario Canada M4G 2L5	CANADA: 1-800-387-0100
Mitsubishi Motors of America 6400 Kalella Avenue Cypress, CA 90630	866-876-3018
Nissan Motor Corporation	615-725-1000
Porsche Cars of North America	1-800-767-7243
Saab	USA: (770) 279-6364 CANADA: (770) 279-6364
Subaru of America, Inc. Subaru Plaza P. O. Box 6000 Cherry Hill, NJ 08034-6000	USA: 1-800-782-2783 FAX: (609) 488-0485 CANADA: 1-800-782-2783
Suzuki-American Suzuki Motor Corp. 3251 East Imperial Highway Post Office Box 1100 Brea, CA 92622-1100	USA: (714) 996-7040 CANADA: (905) 889-2677 FAX: (714) 970-6005
Toyota-Toyota Motor Sales, Inc. 19001 South Western Avenue P. O. Box 2991 Torrance, CA 90509-2991	800-331-4331 FAX: (310) 468-7814
Volkswagen of America, Inc. Customer Relations Department 3800 Hamlin Road Auburn Hills, MI 48326	USA: 1-800-822-8987 CANADA: 1-800-822-8987
Volvo Cars of North America, Inc. Volvo Drive Rockleigh, NJ 07647	USA: (201) 768-7300 FAX: (201) 784-4525
Volvo Canada Ltd. 175 Gordon Baker Road North York, Ontario Canada M2H 2N7	CANADA: 1-800-663-8255 FAX: (416) 493-8754
Yamaha Motor Corporation 6555 Katella Avenue Cypress, CA 90630-5101 Mike Schmitt	USA: (714) 761-7710 CANADA: (714) 761-7710

This chapter contains the following sections:

- [20.1 Entry of Motor Vehicles into the United States](#)
- [20.2 Deployed Military Protections](#)
- [20.3 Certain Military Personnel Exempt from Title Fees](#)

20.1 Entry of Motor Vehicles into the United States

Members of the United States Armed Forces who bring motor vehicles into Texas are subject to the same requirements of non-military personnel as detailed in [Chapter 18](#) and [Chapter 19](#) with one exception. Members of the United States Armed Forces and their immediate family who import motor vehicles into the country from outside of the United States are not required to obtain a *Law Enforcement Identification Number Inspection* (Form VTR-68-A) in accordance with Transportation Code, Section 501.032. However, vehicle identification number (VIN) certification is still required through an applicable state inspection, or the applicant will self-certify the VIN on the *Application for Texas Title and/or Registration* (Form 130-U).

Military Registration

There are several types of United States Military title and registration documents issued to military personnel and individuals working for the military services in foreign countries. These documents are acceptable as ownership evidence for the purposes of obtaining a Texas title and/or registration.

In lieu of a military registration receipt, an active duty member of the U.S. Armed Forces that is, or was assigned to another nation, and was registered or issued a license under a status of forces agreement by that branch of the armed forces or the host name may provide a letter written on official letterhead by the member's unit commander attesting to the registration of the vehicle under a status of forces agreement. The active duty military member may use this letter to obtain a Texas title in their name, or may use the letter and a bill of sale to transfer the motor vehicle to a subsequent transferee. (For additional information regarding military registration receipts, refer to [Chapter 10, Section 10.6 Registration and Military Registration Receipts](#).)

Foreign Titles

A title (or if no title, a registration receipt) issued by a foreign country is acceptable as evidence of ownership to support an application for Texas title. (Refer to [Chapter 19, "Imported Vehicles"](#) for evidence of ownership requirements for imported and foreign vehicles.)

Post Exchanges

When Post Exchanges (PXs) that are located on property controlled by a branch of the Armed Forces of the United States, sell new vehicles as part of their normal business, the PX acts as an authorized selling agent for a manufacturer and issues a “Manufacturer’s Certificate of Ownership (MCO)” to the purchaser. Such MCOs may support an application for Texas title. The use of these certificates arises most frequently on motor vehicles imported from countries which require the registration receipt or booklet to be surrendered when the motor vehicle leaves the country, or in some cases, because the purchaser shipped the motor vehicle to the United States immediately upon purchase. In such cases, the MCO would be the only evidence of ownership the applicant would possess, and in others the registration receipt is the latest evidence, although the owner may still possess the MCO. The status of any lien should be requested and if a lien is shown on the MCO and not paid, the lien should be shown on the Texas title.

When a motor vehicle is owned and operated by a PX, the vehicle must be transferred on the *U.S. Government Certificate to Obtain Title to a Motor Vehicle* (Form 97). The PX is considered an agency of the Federal Government and, therefore, must provide the purchaser of a PX owned and operated motor vehicle with a *U.S. Government Certificate to Obtain Title to a Motor Vehicle* (Form 97). If the purchaser loses the *U.S. Government Certificate to Obtain Title to a Motor Vehicle* (Form 97), a tax assessor-collector hearing or bonded title are the applicant’s available options.

20.2 Deployed Military Protections

Military members deployed prior to September 1, 2009 have protections under the Service Members Civil Relief Act (SCRA) that could result in a filing under pre August 31, 2009 requirements. The SCRA states that a person holding a lien on the property or effects of a service member may not, during any period of military service of the service member and for 90 days thereafter, foreclose or enforce any lien on such property or effects without a court order granted before foreclosure or enforcement.

20.3 Certain Military Personnel Exempt from Title Fees

Texas Government Code, Section 437.217, exempts military personnel who are being deployed to serve in a hostile fire zone from payment of the \$28/\$33 title application fee. (Refer to [Table 20-1](#).) The exemption from payment applies only to title application transactions in which the service member is an applicant and is subject to payment of a title application fee. To receive the exemption, the person must be a member of the:

- United States Armed Forces on active duty in a hostile fire zone (See [Table 20-1](#)).
- National Guard on federal active duty in a hostile fire zone

An applicant must present a copy of their military orders as proof of being deployed to serve in a hostile fire zone (refer to the [Military Orders Example](#)). Counties must review the military orders to determine the deployment location. The “Purpose” area on most military orders provides the purpose of the orders, such as “Mobilization for Operation Iraqi Freedom”. In some cases, the “Report” to area only provides where the member is to go for deployment preparation and not necessarily where they are being deployed.

If the applicant is eligible, the county tax assessor-collector's office must write "Military/Exempt" to the right of the Application Fee in Box 37 of the *Application for Texas Title and/or Registration* (Form 130-U) to indicate the applicant was exempted from payment.

Hostile Fire Zones as Designated by the Secretary of Defense

Table 20-1 Hostile Fire Zones

Country/Area	
Afghanistan	Kyrgyzstan
Algeria	Lebanon
Arabian Peninsula	Liberia
Azerbaijan	Libya
Bahrain	Malaysia
Burundi	Montenegro
Chad	Oman
Colombia	Pakistan
Congo, Dem Rep of	Philippines
Cote D'Ivoire	Qatar
Cuba - Guantanamo Bay Detention Facilities only	Rwanda
Djibouti	Saudi Arabia
East Timor	Serbia (<i>includes province of Vojvodina</i>)
Egypt	Sierra Leone
Eritrea	Somalia
Ethiopia	Sudan
Greece - Athens area	Syria
Haiti	Tajikistan
Indonesia	Tunisia
Iran	Turkey
Iraq	Uganda
Israel	United Arab Emirates
Jordan	Uzbekistan
Kenya	Yemen
Kosovo	Yugoslavia
Kuwait	

Water Areas	
Persian Gulf	Gulf of Aden
Red Sea	Somalia Basin (1110N3-05115E2,
Gulf of Oman	0600N6-04830E5, 0500N5-05030E8,
Arabian Sea north of 10 degrees N lat.	1130N5-05334E5; 0500N5-05030E8,
& W of 68 degrees E long	0100N1-04700E1, 0300S3-04300E7,
	0100S1-04100E5, 0600N6-04830E5)
Mediterranean	26° 00' E longitude, extending north to 34° 35' N latitude, extending west to the East Coast of Tunisia

Source: Department of Defense Press Operations, August 2011

Military Orders Example

NATIONAL GUARD DEPLOYMENT ORDERS (FEDERAL ACTIVE DUTY)

TEXAS MILITARY FORCES

Army National Guard
Post Office Box 5218
Austin, Texas 78763-5218

ORDERS 220-286

08 August 2007

DOE, JOHN A. 000-00-0000 1LTE BRIGADE TEAM 1
(8BBM3-960) PO BOX 5218 AUSTIN TX

78763

You are ordered to active duty as a member of your Reserve Component Unit for the period indicated unless sooner released or unless extended. Proceed from your current location in sufficient time to report by the date specified.

You enter active duty upon reporting to unit home station.

REPORT TO HOME STATION: 20 September 2007, W8BB BDE TNG TM 3 TXARNG EL

JF(W8BBM3), 2200 W. 35TH ST., AUSTIN, TX 78703

REPORT TO MOB STATION: 23 September 2007, Ft Riley, KS

Purpose: OPERATION ENDURING FREEDOM OEF)	
Mobilization Category Code: G	
Additional instructions:	

- (a) "Pursuant to Presidential Executive Order 13223, DTD 14 SEP 01, you are relieved from your present reserve component status and are ordered to report for a period of 25 days for mobilization processing. Processing in sufficient time to report by the date for active duty you fail to meet deployment medical standards (whether because of a temporary or permanent medical condition, then you may be released and returned to your prior Reserve status, and returned to subject to a subsequent order to active duty upon resubqualifying medical condition. If, upon reporting for active duty, you are found to satisfy medical deployment standards, then you are further ordered to active duty for a period not to exceed 400 days, such period to include the period (not to exceed 25 days) required for mobilization processing."
- The mobilization period may be shortened or extended depending on mission requirements.
- (b) You are ordered to active duty with the consent of the Governor. Transport of personal weapon is not authorized. Commercial air authorized for emergency returns. Unit members will travel as group. Excess baggage is authorized, not exceed four pieces.
- (c) Travel will be paid for one time travel from home duty station to mobilization station and back and includes travel and per diem from home stations/ mobilization station or duty location/and return to home station as well as non-temp storage. Individual soldiers whose duty station is different from mob station will receive funding for one time travel and return from mob station to the duty station using the listed fund cites.
- (f) Multiple trips such as soldiers who will visit installations across the country conducting inspections will be funded by the MACOMS' mission funding unless specific funding ERF, D has been provided by the army budget office for the mission.

ORDERS 220-286 HQ TX NG, OTAG, 08 August 2007

- (g) Following activation, the mobilization order will be included on each individual mobilization order: Family members may be eligible for TRICARE (military health care) benefits. For details call 1-888-DoD-CARE (1-888-363-2273) or go to web address www.tricare.osd.mil/reserve/ or email TRICARE_help@amedd.army.mil Unit SM will mobilize with Organizational Clothing Issue and Equipment. Units will be processed on active duty at their assigned mob station.
- (h) Soldier will hand-carry(if available) complete MPRJ health and dental, training and clothing records, if moving as an individual. Bring copies of rental or mortgage agreement, marriage certificate, birth certificate, birth certificate of natural children, or documentation of dependency or child support. Bring copies of family care plan, wills, power of attorney, and any other documentation affecting the soldier's pay status.
- (i) The mobilization period may be shortened or extended depending on mission requirements.
Weapons are authorized to be transported in performance of duty per Federal Regulations.
- (j) RC units and individuals: If you have questions regarding your employment and reemployment rights, call 1-800-336-4590 (National Committee for employer support of the Guard and Reserve) or check on line at WWW.ESGR.ORG
- (k) OPERATION ENDURING FREEDOM
- (l) The National Defense Authorization Act 2004 sec 703 authorizes early eligibility for health benefits. A member of the Reserve component who issued a delayed-effective-date active-duty order, or is covered by such an order, that is for a period of active duty of more than 30 days, in support of a contingency operations, as defined in 10 USC(a)(13)(B), shall be eligible along with member's dependents, for medical and dental care, on either the
- (m) date of issuance of such an order, or 60 days prior to mobilization, whichever is later. Army One Source is available to assist Soldiers and family members to seek solutions in dealing with life's issues and questions during deployments. Contact by phone at (US 1-800-464-8107 or outside the US at 1-484-530-5889)
- (n) Pertaining to Permanent Order No. 1A-07-131-072
- (o) HQ's 1st U.S. Army, 4705 N. WHEELER DRIVE, FOREST PARK, GA
- (p) Meals and lodging will be provided at no cost to the Soldier. Claims for reimbursement require a statement of non-availability control number.
- (q) For unresolved pay issues, contact the ARNG Pay Ombudsman at toll-free 1-877-ARNGPAY or by email at ARNG-MILPAY@ARNG-FSC.NGB.ARMY.MIL

Auth: TITLE 10 USC, SECTION 12302/HQDA MSG 092139ZMay07/DAMO-ODM/: ORD
TYP/MOBORD/HQDA No. 1288-07

Off pay/alw: 24961.010.0000 01-1100 P1W1C00 11**/12** VFRE F3203 5570 S12120
S12120 (OEF)
S12120 (OEF)

Security Clearance: S
ORDERS 220-286 HQ TX NG, OTAG, 08 August 2007
FOR THE ADJUTANT GENERAL:

\\ \\ HQ, TXARNG //
\\ OFFICIAL //

THEFT AND FRAUDULENT ACTIVITIES

This chapter contains the following sections:

- **21.1** Definitions
- **21.2** Stolen Motor Vehicles
- **21.3** Placement of Serial Number With Intent to Change Identity
- **21.4** Rightful Owner/Right of Possession
- **21.5** Justice of the Peace Orders
- **21.6** Sale or Offer Without Title Receipt or Title
- **21.7** Application for Title for Stolen or Concealed Vehicle
- **21.8** Alteration of Certificate or Receipt
- **21.9** False Name, False Information and Forgery
- **21.10** Penalties
- **21.11** Seizure of Stolen Vehicle or Vehicle With Altered Vehicle Identification Number

21.1 Definitions

- “Stolen” used in reference to the acquisition of property, includes property acquired by theft.
- “Conversion” is the selling of legally possessed property without being the legal owner or operating legally possessed property to one's own personal gain or use without permission from the legal owner.
- “Concealed motor vehicle” may be applied to a mortgaged vehicle, sold without the consent of the lienholder, or to a mortgaged vehicle when either the vehicle or the registered owner of the vehicle is removed to an unknown location so that necessary legal papers cannot be served or the vehicle seized.

21.2 Stolen Motor Vehicles

Transportation Code Section 501.135

(a) The department shall:

(1) make a record of each report to the department that a motor vehicle registered in this state has been stolen or concealed in violation of Section 32.33, Penal Code; and

(2) note the fact of the report in the department's records.

(b) A person who reports a motor vehicle as stolen or concealed under Subsection (a) shall notify the department promptly if the vehicle is recovered, and the department shall change its records accordingly.

Whenever the owner of a motor vehicle reports their vehicle stolen to a law enforcement agency, the law enforcement agency enters the information into a system operated by the Texas Department of Public Safety (DPS) which results in a “STOLEN” remark being placed on the vehicle’s title/registration record. An application for Texas title involving a stolen vehicle cannot be processed until the “STOLEN” remark is removed by the reporting law enforcement agency unless the situation meets one of the exceptions detailed below.

Exceptions for Records Marked Stolen

Generally, when a “STOLEN” remark appears on a vehicle's record, the department rejects an application for Texas title. However, in some cases a title may be issued depending upon the circumstances and presentation of certain documentation. In these instances, the “STOLEN” remark carries forward to the new record. An application for a title with a “STOLEN” remark on the vehicle record may be processed under the following circumstances:

1. Stolen After the Date of Transfer

A Texas title will only be issued to the transferee as reflected on properly assigned ownership evidence if the vehicle was stolen after the date of transfer, but before the application was submitted or processed. In this instance, a title is issued in the name of the applicant, if the applicant is the person from whom the vehicle was stolen and such evidence is presented to the department. In addition to all other documentation and ownership evidence which would be required to facilitate the transfer into the applicant’s name, a copy of the theft report filed with law enforcement is required.

2. Stolen After the Date of Lien (Corrected Title)

A corrected title to record a lien will only be issued if the vehicle was stolen after the date it was encumbered, and the applicant submits a copy of the theft report filed with law enforcement. An application is rejected if the theft report was filed before the lien date.

3. Incorrect Vehicle Description (Corrected Title)

A corrected title to correct the vehicle’s description may also be issued provided the applicant provides the required documentation, including a theft report, to correct an error or an error can be verified by checking the title history.

4. Settlement of Insurance Claim (Certified Copy of Title)

A certified copy of title may be issued when an affidavit from the recorded owner states the certified copy is necessary for settlement of a claim by an insurance company.

Note: A theft report must include a complete vehicle description, including a vehicle identification number (VIN).

Insurance Company Procedures for Stolen Vehicles

When an insurance company pays a total loss claim on a stolen vehicle, the insurance company must apply for a title in the insurance company's name with a county tax assessor-collector's office. This should be done as soon as possible in order for the insurance company to be notified by law enforcement when the vehicle is recovered. Salvage and nonrepairable Texas titles are not issued for unrecovered stolen vehicles.

Application for Title

Application for title in the name of the insurance company should be supported by proper ownership evidence, such as a negotiable title or *Insurance Company Statement of Fact* (Form VTR-331-INS). The current odometer reading and brand are required. If the current odometer reading and brand are unavailable, the ownership evidence and application must reflect "NOT ACTUAL MILEAGE." Any recorded liens must be released or carried forward, and the owner's interest must be released by assignment of title or by attachment of a power of attorney. If a power of attorney is attached, the assignment must be completed by the person or entity authorized by the power of attorney. Refer to the [TxDMV Salvage/Nonrepairable Motor Vehicle Manual](#), Section 4.3, "Applications Without Proper Evidence of Ownership," if the proper ownership evidence cannot be obtained.

If the vehicle was most recently titled out of state, the insurance company must attach a statement the vehicle was stolen in Texas, and the company has paid a total loss claim. Since a Vehicle Inspection Report issued by a state inspection station is not available, the insurance company must select the checkbox on the *Application for Texas Title and/or Registration* (Form 130-U) to self-certify the vehicle is unrecovered stolen and the vehicle identification number cannot be certified.

Application Fees

The insurance company must pay the title application fee.

Note: A police report is not required to support the title application when an insurance company is applying for title in their name.

Recovered Stolen Vehicles

If the stolen vehicle is recovered prior to filing an application for Texas title, the insurance company is required to apply for title in the name of the insurance company. The insurance company may not reassign a title to a new purchaser.

If the recovered vehicle is damaged to the extent that it is a salvage or nonrepairable vehicle, the insurance company must apply for the appropriate title type (refer to the [TxDMV Salvage/Nonrepairable Motor Vehicle Manual](#) for the applicable procedure).

21.3 Placement of Serial Number With Intent to Change Identity

Transportation Code Section 501.151

- (a) *A person commits an offense if the person stamps or places a serial number on a vehicle or part of a vehicle with the intent of changing the identity of the vehicle.*

- (b) *It is an affirmative defense to prosecution of an offense under this section that the person acted with respect to a number assigned by:*
 - (1) *a vehicle manufacturer and the person was an employee of the manufacturer acting within the course and scope of employment; or*
 - (2) *the department, and the person was:*
 - (A) *discharging official duties as an agent of the department; or*
 - (B) *complying with department rule as an applicant for a serial number assigned by the department.*
- (c) *An offense under this section is a felony of the third degree.*

21.4 Rightful Owner/Right of Possession

With reference to the term “rightful owner” as used in this chapter, the applicant is recognized as the rightful owner; and no further determination is needed if the identification number recorded on the evidence of ownership ties in with the true identification number affixed to the vehicle or component part for which the assigned number is applied. This determination, as a general rule, is made by the department through a comparison of the evidence of ownership submitted by the applicant against the assigned number application and the inspection report executed by an eligible individual as described in [Section 13.5, "Eligible Identification Number Inspectors and Fees"](#).

The department cannot determine ownership if the identification number shown on the evidence of ownership cannot be tied in with the true identification number on the vehicle or component part. The owner may apply for a bonded title to be used as ownership evidence to obtain an assigned or reassigned number.

21.5 Justice of the Peace Orders

See [Transportation Code Section 501.0521](#)

When a Justice of the Peace (JP) or Municipal Judge holds an examining trial to determine disposition of property alleged as stolen, the JP or Municipal Judge may issue an order to release the property to the person determined to have rightful possession. A Justice of the Peace or Municipal Judge cannot issue an order related to a title unless the order is issued under Chapter 47, Code of Criminal Procedure, or Section 27.031(a)(3), Government Code. The vehicle owner may pursue a county tax assessor-collector hearing or bonded title when the vehicle does not fall into the purview of Chapter 47, Code of Criminal Procedure.

A JP or Municipal Judge Order issued in accordance with Article 47.01a(b), Code of Criminal Procedures which orders a vehicle delivered to a government agency is acceptable for that agency to obtain a certificate of title and Exempt license plates.

21.6 Sale or Offer Without Title Receipt or Title

Refer to [Sale or Offer without Title Receipt or Title](#) under [Chapter 9, Section 9.2 Sale of Vehicle; Transfer of Title](#).

21.7 Application for Title for Stolen or Concealed Vehicle

Transportation Code Section 501.153

A person commits an offense if the person applies for a title for a motor vehicle that the person knows is stolen or concealed in violation of Section 32.33, Penal Code.

When an application for Texas title is applied for by an insurance company as a result of the payment of a theft by conversion claim, the title transaction must be accompanied by a *Repossessed Motor Vehicle Affidavit* (Form VTR-264) completed by the lienholder and a notarized statement from the insurance company verifying that a theft by conversion total loss claim has been paid.

21.8 Alteration of Certificate or Receipt

Refer to [Chapter 6, Section 6.9 Alteration of Certificate or Receipt](#).

21.9 False Name, False Information and Forgery

Transportation Code Section 501.155

- (a) *A person commits an offense if the person knowingly provides false or incorrect information or without legal authority signs the name of another person on:*
 - (1) *an application for a title;*
 - (2) *an application for a certified copy of an original title;*
 - (3) *an assignment of title for a motor vehicle;*
 - (4) *a discharge of a lien on a title for a motor vehicle; or*
 - (5) *any other document required by the department or necessary to the transfer of ownership of a motor vehicle.*
- (b) *An offense under this section is a felony of the third degree.*

21.10 Penalties

Transportation Code Section 501.157

- (a) *Unless otherwise provided by this chapter, an offense under this chapter is a misdemeanor punishable by a fine of not less than \$1 or more than \$100 for the first offense. If a person is subsequently convicted of the same offense, at the jury's discretion, a person may be fined not less than \$2 or more than \$200.*
- (b) *A person commits an offense if the person violates Subchapter E or a rule adopted under that subchapter. An offense under this subsection is a Class A misdemeanor.*

21.11 Seizure of Stolen Vehicle or Vehicle With Altered Vehicle Identification Number

Transportation Code Section 501.158

- (a) *A peace officer may seize a vehicle or part of a vehicle without a warrant if the officer has probable cause to believe that the vehicle or part:*
 - (1) *is stolen; or*
 - (2) *has had the vehicle identification number removed, altered, or obliterated.*

(b) A vehicle or part seized under this section may be treated as stolen property for purposes of custody and disposition of the vehicle or part.

The department issues an assigned component part number to any person who has been determined to be the rightful owner of any motor vehicle component part - motor, transmission, frame, or body - if the manufacturer's identification number has been removed, changed, or obliterated. A distinctive type number is assigned to each component part, and these numbers are to be die stamped on the components in a location prescribed by the department. (See [Chapter 13, "Vehicle Identification Numbers"](#) for more information regarding assigned/reassigned numbers).

ABANDONED VEHICLES

This chapter contains the following sections:

- **22.1** Definitions
- **22.2** Taking Custody of Abandoned Motor Vehicle
- **22.3** Auction or Use of Abandoned Motor Vehicles
- **22.4** Disposal of Abandoned or Unclaimed Motor Vehicles
- **22.5** Abatement of Abandoned Public Nuisance Vehicles
- **22.6** Vehicles Abandoned in Coastal Waters

22.1 Definitions

Abandoned Motor Vehicle

Transportation Code Section 683.002

- (a) *For the purposes of this chapter, a motor vehicle is abandoned if the motor vehicle:*
- (1) *is inoperable, is more than five years old, and has been left unattended on public property for more than 48 hours;*
 - (2) *has remained illegally on public property for more than 48 hours;*
 - (3) *has remained on private property without the consent of the owner or person in charge of the property for more than 48 hours;*
 - (4) *has been left unattended on the right-of-way of a designated county, state, or federal highway for more than 48 hours;*
 - (5) *has been left unattended for more than 24 hours on the right-of-way of a turnpike project constructed and maintained by the Texas Turnpike Authority division of the Texas Department of Transportation or a controlled access highway; or*
 - (6) *is considered an abandoned motor vehicle under Section 644.153(r).*
- (b) *In this section, “controlled access highway” has the meaning assigned by Section 541.302.*

Junked Vehicle

Transportation Code Section 683.071

- (a) *In this subchapter, “junked vehicle” means a vehicle that:*
- (1) *is self-propelled and:*
 - (2) *is:*
 - (A) *wrecked, dismantled or partially dismantled, or discarded; or*
 - (B) *is inoperable and has remained inoperable for more than:*
 - (i) *72 consecutive hours, if the vehicle is on public property; or*

- (ii) 30 consecutive days, if the vehicle is on private property.
- (b) For purposes of this subchapter, “junked vehicle” includes a motor vehicle, aircraft, or watercraft. This subchapter applies only to:
 - (1) a motor vehicle that displays an expired license plate or does not display a license plate.

22.2 Taking Custody of Abandoned Motor Vehicle

Statute: Transportation Code Section 683.011-683.013

Law enforcement agencies have the option to take an abandoned motor vehicle into custody if it is found on public or private property. A law enforcement agency may utilize agency personnel or a private company to have the vehicle moved to a storage facility. The law enforcement agency is required to make notice to the last known registered owner and may charge fees for storage of the motor vehicle. A licensed vehicle storage facility that takes possession of an abandoned motor vehicle under the authorization of law enforcement must comply with the provisions of Occupations Code, Chapter 2303. (Refer to [Section 23.4, "Licensed Vehicle Storage Facility Lien."](#))

Towed Vehicles

A law enforcement agency or operator of a storage facility who receives a vehicle that has been towed to the facility at the request of law enforcement must send a written notice to the registered owner and each lienholder within 10 days.

The agency or operator must send the notice by certified mail, return receipt requested, and it must contain:

- the vehicle description (year, make, model, and vehicle identification number);
- the type and amount of all charges due when the vehicle is claimed;
- the location of the facility where the vehicle is held (full name, street address, and telephone number of the facility);
- the owner and lienholder’s right to claim the vehicle within 20 days upon payment of charges due; and
- the consequences for failure to reclaim the vehicle.

22.3 Auction or Use of Abandoned Motor Vehicles

Transportation Code Section 683.014

- (a) If an abandoned motor vehicle, aircraft, watercraft, or outboard motor is not claimed under Section 683.012:
 - (1) the owner or lienholder:
 - (A) waives all rights and interests in the item; and
 - (B) consents to the sale of the item by public auction or the transfer of the item, if a watercraft, as provided by Subsection (d); and
 - (2) the law enforcement agency may sell the item at a public auction, transfer the item, if a watercraft, as provided by Subsection (d), or use the item as provided by Section 683.016.

- (b) *Proper notice of the auction shall be given. A garagekeeper who has a garagekeeper's lien shall be notified of the time and place of the auction.*
- (c) *The purchaser of a motor vehicle, aircraft, watercraft, or outboard motor:*
 - (1) *takes title free and clear of all liens and claims of ownership;*
 - (2) *shall receive a sales receipt from the law enforcement agency; and*
 - (3) *is entitled to register the motor vehicle, aircraft, watercraft, or outboard motor with and receive a certificate of title from the appropriate authority.*

If the abandoned motor vehicle is not claimed and the charges paid, it may be sold at a public auction by the law enforcement agency. The law enforcement agency must complete the *Auction Sales Receipt* (Form VTR-71-1). This form, when properly completed by a law enforcement agency, is acceptable as valid evidence of ownership in place of a title. However, the *Auction Sales Receipt* (Form VTR-71-1) may not be acceptable in another state or country. A non-Texas resident is not eligible to apply for Texas title; therefore, a non-resident purchaser should ensure the *Auction Sales Receipt* (Form VTR-71-1) will be accepted in the home state or jurisdiction.

Note: The law enforcement agency must indicate any value limiting remarks from the vehicle record on the form. Examples include “salvage,” “rebuilt salvage,” or “reconditioned,” etc.

The purchaser of an abandoned motor vehicle takes ownership of the motor vehicle free and clear of all liens and claims of ownership. The purchaser shown on the *Auction Sales Receipt* (Form VTR-71-1) must obtain a title in their name before transferring the motor vehicle to a subsequent purchaser, unless the purchaser:

- is a Texas licensed dealer, in which case the dealer may transfer the vehicle by completing a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A), or
- is a licensed used auto parts recycler, licensed metal recycler, or a licensed motor vehicle salvage dealer, in which case the *Auction Sales Receipt* (Form VTR-71-1) must be listed on the *Surrendered Ownership Evidence for Vehicles to be Dismantled, Scrapped, or Destroyed* (Form VTR-340) or *Surrendered Ownership Evidence for Vehicles Permanently Destroyed* (Form VTR-340-M) and surrendered to the department in place of the certificate of title.

Law Enforcement Use

Transportation Code Section 683.016

- (a) *The law enforcement agency that takes an abandoned motor vehicle into custody that is not claimed under Section 683.012 may:*
 - (1) *use the vehicle for agency purposes; or*
 - (2) *transfer the vehicle to any other municipal or county agency, a groundwater conservation district governed by Chapter 36, Water Code, or a school district for the use of that agency or district.*

- (b) *The law enforcement agency shall auction the vehicle as provided by this subchapter if the law enforcement agency or the municipal or county agency, groundwater conservation district, or school district to which the vehicle was transferred under Subsection (a) discontinues use of the vehicle.*
- (c) *This section does not apply to an abandoned vehicle on which there is a garagekeeper's lien.*
- (d) *This section does not apply to a vehicle that is:*
 - (1) *taken into custody by a law enforcement agency located in a county with a population of 3.3 million or more; a privately owned storage facility.*
 - (2) *removed to a privately owned storage facility.*
- (e) *A law enforcement agency must comply with the notice requirements of Section 683.012 before the law enforcement agency may transfer a vehicle under Subsection (a)(s).*

A law enforcement agency must obtain title in their name to make use of an abandoned motor vehicle. The law enforcement agency must write "No Sale - For Law Enforcement Agency Use" in the "Purchaser Information" section on the *Auction Sales Receipt* (Form VTR-71-1). Alternatively, the law enforcement agency may transfer the vehicle to any other municipal or county agency, a groundwater conservation district governed by Chapter 36, Water Code, or a school district for the use of that agency or district without conducting a public sale. The same "[Evidence Required to Transfer Ownership](#)" listed below is required under these scenarios.

Evidence Required to Transfer Ownership

1. *Application for Texas Title and/or Registration* (Form 130-U)
2. *Auction Sales Receipt* (Form VTR-71-1)
 - The odometer disclosure statement must be completed unless the motor vehicle is exempt from odometer disclosure requirements. (Refer to [Chapter 15, Section 15.2 Vehicles Exempt from Disclosure](#).)
3. Verification of Title and/or Registration.
4. If no Verification of Title and/or Registration is available, proof of newspaper publication listing the year, make, model, and vehicle identification number.
5. If the vehicle was last registered or titled outside of Texas, a vehicle identification number certification is required through an applicable state inspection or self-certification on the *Application for Texas Title and/or Registration* (Form 130-U). A certified weight certificate is also required for a commercial vehicle. (Refer to [Chapter 10, "Weight Certificate"](#).)
6. A copy of current proof of liability insurance in the applicant's name, if registering.

Note: Proof of notification to the owner(s) or lienholder(s) is not required when an *Auction Sales Receipt* (Form VTR-71-1) is surrendered as the evidence of ownership.

22.4 Disposal of Abandoned or Unclaimed Motor Vehicles

A person (including an entity or unit of government) may apply to the department for authority to dispose of an abandoned motor vehicle if the abandoned motor vehicle is in the possession of the person or located on property owned by the person. A person described by this scenario will apply on the *Application for Authority to Dispose of a Motor Vehicle to a Demolisher* (Form VTR-71-2) with a revision date of 09/17 or newer.

A statutory lienholder may apply to the department for authority to dispose of an unclaimed motor vehicle if the motor vehicle is in the possession of a lienholder under Chapter 54, 59, or 70, Property Code, or Chapter 2303, Occupations Code. The lienholder must have complied with all notification requirements of the applicable chapter to foreclose on the lien and the lienholder must determine the motor vehicle's only residual value is as a source of parts or scrap metal, or it is not economical to dispose of the vehicle at a public sale. A statutory lienholder described by this scenario will apply on the *Application for Authority to Dispose of a Motor Vehicle to a Demolisher after Statutory Foreclosure* (Form VTR-71-6) with a revision date of 09/17 or newer.

In either scenario, the applicant is issued a Certificate of Authority (on a Texas Nonrepairable Vehicle Title) to dispose of the motor vehicle to a demolisher for demolition, wrecking, or dismantling. These motor vehicles cannot be rebuilt, reconstructed, made operable, or retitled. (Additionally, the body and frame of these motor vehicles cannot be used to repair, reconstruct, rebuild, or assemble another motor vehicle.)

Note: The department will accept requests for COAs only for motor vehicles for which there is a direct connection to the state. An application will not be accepted if a motor vehicle is titled, registered, or located in another state and there is no connection to Texas.

22.5 Abatement of Abandoned Public Nuisance Vehicles

Statute: Transportation Code, Section 683.072, 683.074-683.078

Transportation Code, Section 683.072, declares a junked vehicle, or part of a junked vehicle, to be a public nuisance. Transportation Code, Section 683.074 authorizes a municipality or county within this State to adopt procedures (city ordinance, etc.) for the abatement and removal of a junked vehicle or parts of a junked vehicle. Additionally, a municipality or county is required to meet certain statutory requirements such as providing notice to the last known owner and each lienholder of the motor vehicle, providing notice to the owner or occupant of the property (or adjacent property) where the nuisance vehicle is located, conducting a hearing or establishing alternative procedures to hearing, and establishing a removal process.

Under these provisions, the municipality or county is required to notify the department within 5 days of removing the motor vehicle. The municipality or county notifies the department by completing the *Application for Certificate of Authority to Dispose of an Abated Public Nuisance Vehicle* (Form VTR-71-4) with a revision date of 08/16 or newer. Upon receipt, the department issues a Certificate of Authority (on a Texas Nonrepairable Vehicle Title) to dispose of the motor vehicle to a demolisher for demolition, wrecking, or dismantling.

Once the municipality or county receives the Certificate of Authority, they can assign the Certificate of Authority to the demolisher. The municipality or county will complete the Certificate of Authority as the “seller” and the demolisher will complete it as the “purchaser.”

Note: As of January 1, 2017, versions of the VTR-71-4 revised prior to 08/16 should not be used. Additionally, the *Transfer of Junked Vehicle to a Demolisher* (Form VTR-71-5) was eliminated and is not an acceptable ownership document on which to transfer a motor vehicle to a demolisher.

These motor vehicles cannot be rebuilt, reconstructed, made operable, or retitled. Additionally, the body and frame of these motor vehicles cannot be used to repair, reconstruct, rebuild, or assemble another motor vehicle.

22.6 Vehicles Abandoned in Coastal Waters

The removal and disposal process of motor vehicles in or on coastal waters is found in the Natural Resources Code, Chapter 40, and is administered by the General Land Office. The motor vehicle must be:

- located in coastal waters; and
- in a wrecked, derelict, or substantially dismantled condition.

The commissioner of the General Land Office may remove and dispose of, or contract for the removal and disposal of, a motor vehicle that is:

- involved in an actual or threatened unauthorized discharge of oil;
- a threat to public health, safety, or welfare;
- a threat to the environment; or
- a navigation hazard.

This method of disposal is expected to be uncommon and most commonly occur after weather related disasters. Once the General Land Office has complied with the notification requirements of Natural Resources Code, Chapter 40, the General Land Office may submit a written, signed request on General Land Office letterhead to the department requesting issuance of a Certificate of Authority to dispose of the motor vehicle to a demolisher for demolition, wrecking, or dismantling. The written request must include a statement that the motor vehicle was removed under the provisions of Natural Resource Code, Chapter 40, and include the vehicle identification number, year, make,

model, and body style of each motor vehicle. Additionally, contact information (including email or phone number) of the person the department can contact at the General Land Office and the address where the Certificates of Authority should be mailed must be included. This request must be submitted to:

Texas Department of Motor Vehicles
Vehicle Titles and Registration Division
ATTN: Title Control Systems
Austin, Texas 78779-0001

FORECLOSURE OF MISCELLANEOUS LIENS

This chapter contains the following sections:

- [23.1 Mechanic's Lien](#)
- [23.2 Franchise Mechanic's Lien](#)
- [23.3 Storage Lien](#)
- [23.4 Licensed Vehicle Storage Facility Lien](#)
- [23.5 Self-Service Storage Facility Lien](#)
- [23.6 Landlord's Lien](#)
- [23.7 Verification of Title and/or Registration](#)
- [23.8 Acceptable Proof of Notifications](#)
- [23.9 Miscellaneous Information Regarding Lien Foreclosure](#)
- [23.10 Nonrepairable/Junk Vehicles](#)

23.1 Mechanic's Lien

Form: *Mechanic's Lien Foreclosure* (Form VTR-265-M)

Storage Location: Repair Shop

Authorization: Owner of record, lienholder of record, or authorized operator of vehicle

Statute: Property Code, Chapter 70

General Information

In those instances when a mechanic's lien is acquired on a motor vehicle under provisions of the Property Code, Chapter 70 (Worker's Lien), the lien may be disposed of in accordance with the provisions of Section 70.006. A mechanic's lien can be created only when a vehicle is repaired pursuant to a signed contract or agreement between a mechanic and the vehicle owner or a person who has authority to contract for such services.

These procedures only apply to non-franchise dealer mechanics. Refer to [Franchise Mechanic's Lien](#) for franchise dealer mechanic requirements.

Registration Determination

This method of vehicle disposal cannot be used if the mechanic is unable to determine where the vehicle was last registered. The applicant may pursue a bonded title.

Signed Work Order

A copy of the signed work order is required. The work order must be signed by a person who has authority to authorize repair on the vehicle. A mechanic or individual associated with the mechanic or shop may not authorize the repair on behalf of another individual. The applicant may pursue a bonded title if a copy of the signed work order is not available.

Repossession

A lien continues to exist if possession of the vehicle was released in return for a payment that was stopped, dishonored because of insufficient funds, no funds, or account closed. The mechanic is entitled to repossess the vehicle if the work order, repair contract, or a separate document has a statement in boldface, capitalized, underlined, or in a conspicuous manner with a separate signature line (for the signature of a person who has authority to authorize repair on the vehicle) that the vehicle may be subject to repossession. The mechanic may include the repossession fee with the original amount due.

Note: When a vehicle is repossessed, the “charges accrue” date is the date of the repossession rather than the date the repairs were completed. The repossession date is used because the mechanic/garage may charge repossession fees. Notifications would be required from the date of repossession.

A separate signature (signed by a person who has authority to authorize repair on the vehicle) on a separate signature line is required to authorize a repossession. An application for a vehicle that has been repossessed under this procedure will be rejected if a separate signature on a separate signature line authorizing a repossession is not submitted with the title application.

Once the vehicle is repossessed, it must be stored at the location where the repair was performed or at a licensed vehicle storage facility until the vehicle is returned to the owner or lienholder upon payment of charges or until the vehicle is disposed of under the mechanic's lien foreclosure process.

A vehicle cannot be repossessed if it is possessed by a person who became the purchaser after the stop payment was made or payment was dishonored because of insufficient funds, no funds, or account closed. A vehicle cannot be repossessed if there has been a change in ownership between the time the vehicle was released for payment and the stop payment.

Owner Inspection

The mechanic/garage must make the motor vehicle available for inspection to verify the repairs any time prior to the public sale if the owner or lienholder requests.

Storage Fees

In addition to the *Mechanic's Lien Foreclosure* (Form VTR-265-M), the storage lien foreclosure process and the *Storage Lien Foreclosure* (Form VTR-265-S) must also be completed if any amount of the charges include storage fees. The applicable process for mechanics to follow would be [Procedure 1: Consent](#) under the storage lien foreclosure process.

Note: A separate storage contract is not required for mechanics.

The mechanic must make the [Law Enforcement Notification](#) between the 11th and 17th day after the charges accrue. No more than 5 days of storage fees may be assessed (except as detailed in the next paragraph). Storage fees cannot be assessed if the law enforcement notification is not made between this time; however, any other fees remain valid.

More than 5 days of storage fees may only be assessed if a claimant makes a [Notice to Remove Vehicle](#) within the applicable time period. Additional days of storage may be assessed beginning with the day the [Notice to Remove Vehicle](#) is made.

Note: Under Procedure 1, the [Notice to Remove Vehicle](#) is not required unless the mechanic charges more than 5 days of storage fees. Only the [Law Enforcement Notification](#) is required if 5 or fewer days of storage are assessed.

A release of lien is required if a lien is indicated on the title and/or registration verification and any portion of the amount due represents charges for storage; otherwise, the applicant may pursue a bonded title. Refer to [Section 23.3, Storage Lien](#).

Financial Agreements

A mechanic's lien cannot be filed if a customer enters into a financial agreement with a company, a financial institution, or with the mechanic/garage for the cost of the repairs. This includes agreements that the mechanic/garage subsequently sells to another financial institution. Companies or financial institutions that finance or purchase existing contractual financial agreements from mechanics/garages are ineligible to file a mechanic's lien under Texas Property Code, Chapter 70. Applications for mechanic's liens that are supported by a financial agreement are not accepted and are rejected.

Mechanic's Notification Requirements

Foreclosure Notice

A mechanic/garage must notify the owner(s) and any lienholder(s) of record by [Certified Mail, Return Receipt](#), prior to filing a copy of the notice with the county tax assessor-collector's office within the appropriate statutorily required timeframe. Charges accrue the day the repairs are completed or the day the vehicle is repossessed. A notice must also be sent to the address on the work order if the address is different from that listed on the registration and/or title verification.

Contents of the Foreclosure Notice

The notification must include all of the following:

- The amount of the charges and a request for payment.
- The physical address where the repairs were made.
- The legal name of the mechanic or business (garage) that holds the lien.
- The taxpayer or employer identification number of the mechanic or garage that holds the lien (social security number is acceptable if a TIN, EIN, or FEIN is not available).
- A copy of the signed work order authorizing repairs.
- The proposed date of sale or disposition (when applicable).

Notice by Newspaper Publication

A mechanic/garage may notify by publication in a newspaper of general circulation (see [Newspaper of General Circulation](#)) in the county in which the vehicle is stored if **all** of the following apply:

1. The mechanic/garage submits a written request by [Certified Mail, Return Receipt](#), to the governmental entity with which the motor vehicle is registered requesting information relating to the identity of the last known registered owner(s) and any lienholder(s) of record.
2. The mechanic/garage:
 - is advised in writing by the governmental entity with which the motor vehicle is registered that the entity is unwilling or unable to provide information on the last known registered owner or any lienholder of record, or
 - does not receive a response from the governmental entity with which the motor vehicle is registered on or before the 21st day after the date the mechanic/garage submits a request.
3. The identity of the last known registered owner cannot be determined.
4. The registration does not contain an address for the last known registered owner.
5. The mechanic/garage cannot determine the identities and addresses of the lienholders of record.

Note: The mechanic/garage is not required to publish notice in a newspaper, if a correctly addressed notice is sent with sufficient postage and is returned as unclaimed, refused, the forwarding order has expired, or with a notation that the addressee is unknown or has moved without leaving a forwarding address.

Storage Charges

When more than 5 days of storage charges are being assessed, a mechanic must provide an additional notice (the [Notice to Remove Vehicle](#) of the [Storage Lien](#) foreclosure process). A single, written request to the governmental entity requesting owner/lienholder information satisfies that requirement for the [Notice to Remove Vehicle](#) and [Foreclosure Notice](#) if making the notices by newspaper publication. Two separate requests to the governmental entity are not required; however, two separate newspaper publications would be required.

Copy of Notice to County Tax Assessor-Collector

A mechanic who takes possession of a vehicle on or after September 1, 2021, must file the notice with the county tax assessor-collector's office within 30 days of charges accruing or the 30th day before the proposed date of sale or disposition if the vehicle has a registered gross weight of 16,000 pounds or more. A mechanic must file the notice within 30 days of charges accruing for a vehicle with a registered gross weight of less than 16,000 pounds.

A mechanic who takes possession of a vehicle prior to September 1, 2021, must continue to file the notice within 30 days of charges accruing, regardless of the vehicle's registered gross weight.

A mechanic/garage must submit **all** of the following to the county tax assessor-collector's office of the county in which repairs were made within the statutory timeframe:

- An administrative fee of \$25.
- A copy of the [Foreclosure Notice](#) sent to the owner(s) and any applicable lienholder(s) sent by [Certified Mail, Return Receipt](#). Proof of mailing or delivery is not required to be submitted with the Notice to County Tax Assessor-Collector, but is required at the time of title transfer. Alternatively, proof of [Newspaper Publication](#) including the [Certified Mail, Return Receipt](#), to the governmental entity is acceptable when notification is made by newspaper publication.
- A copy of the [Signed Work Order](#).

Administrative Fee

An additional \$25 administrative fee should not be collected if a transaction is rejected either by the county tax assessor-collector's office or the department unless it is necessary for the county tax assessor-collector's office to resend the notifications due to incorrect information provided by the mechanic/garage (such as owner, lienholder, or vehicle information is incorrect).

If a transaction is rejected by a county tax assessor-collector's office due to an incorrect [Foreclosure Notice](#), any new notices must be sent by the mechanic/garage and a copy filed with the county tax assessor-collector's office within the appropriate statutorily required timeframe. Otherwise, the mechanic's lien foreclosure process cannot be completed.

A mechanic/garage must pay the \$25 administrative fee to the county tax assessor-collector's office even if the vehicle is junk and the mechanic/garage or subsequent purchaser will be applying for a Certificate of Authority or Nonrepairable Vehicle Title.

Newspaper Publication

A mechanic/garage must submit date stamped receipts for certified mail and the return receipt, sent to the state of record requesting verification of owner(s) and lienholder(s), AND a legible photocopy of the newspaper publication which includes the name and date of the publication to the county tax assessor-collector's office if notice is made by newspaper publication.

County Tax Assessor-Collector's Office Notification Requirements

The county tax assessor-collector's office must send a copy of the signed work order and notification to the owner(s) and any lienholder(s) of record and to the address on the work order if different from the address on the motor vehicle record not later than the 15th business day after receiving notification. The county tax assessor-collector's notification must also include the date the notice was filed by the mechanic/garage with the county tax assessor-collector.

Note: A county tax assessor-collector's office is not required to publish a notice in the newspaper.

Public Sale

Vehicles sold to the highest bidder at public sale transfer to the purchaser using *Mechanic's Lien Foreclosure* (Form VTR-265-M). The purchaser must apply for a vehicle title in their name, unless the vehicle is purchased by a dealer with a current General Distinguishing Number (GDN).

Storage Charges Not Included

A mechanic/garage or their authorized agent may sell the vehicle at public sale if charges are not paid in full before the 31st day after the copy of the notice was filed with the county tax assessor-collector's office. The public sale may not take place before the 31st day after the date a copy of the notice is filed with the county tax assessor-collector's office.

A release of lien is not required when storage charges are not included.

Storage Charges Included

A mechanic/garage or their authorized agent may sell the vehicle at public sale if charges are not paid in full before the 31st day after Law Enforcement Notification or the copy of the notice was filed with the county tax assessor-collector's office, whichever is latest.

A release of lien is required if a lien is indicated on the Texas or out of state title and/or registration verification.

Proceeds

The proceeds are to be applied to the payment of charges due, and the excess proceeds (balance) paid to the person entitled to it.

The person holding the excess proceeds must pay it to the county treasurer of the county in which repairs were made if a person entitled to the excess proceeds is not known or has moved from this state. The treasurer should issue the person a receipt for the payment. The excess becomes a part of the county's general fund if the person entitled to the excess does not claim it before two years after the day it is paid to the treasurer.

Evidence Required to Transfer Ownership

1. *Application for Texas Title and/or Registration* (Form 130-U). The purchaser of the vehicle at public sale must apply for title in their name, unless the vehicle is purchased by a dealer with a current General Distinguishing Number (GDN).

Note: When applicable, the reported weight of the vehicle on the *Application for Texas Title and/or Registration* (Form 130-U) at the time the purchaser applies for title will be used to determine whether the mechanic filed a copy of the foreclosure notice with the county tax assessor-collector's office within the statutory timeframe. The Texas or out of state title and/or registration record,

when available, may be used by the mechanic or purchaser to establish the weight on the Form 130-U. If it is determined at the time of application for title the mechanic did not follow the statutory lien foreclosure requirements, the purchaser may pursue a bonded title.

2. *Mechanic's Lien Foreclosure* (Form VTR-265-M). Must be completed by the mechanic/garage/authorized agent and signed by the mechanic/garage/authorized agent and purchaser.
3. [Verification of Title and/or Registration](#).
4. Proof of [Foreclosure Notice](#) sent to the owner(s) and any lienholder(s) by [Certified Mail, Return Receipt](#), or proof of [Newspaper Publication](#) including the [Certified Mail, Return Receipt](#), to the governmental entity.
5. Dated receipt from the county tax assessor-collector's office showing the \$25 administrative fee was paid. This evidences the filing with the county tax assessor-collector's office.
6. A copy of current proof of liability insurance in the applicant's name. Refer to Chapter 11 of the [TxDMV Motor Vehicle Registration Manual](#).
7. A copy of the signed work order is required.
8. If storage fees are charged:
 - *Storage Lien Foreclosure* (Form VTR-265-S).
 - Dated receipt from the law enforcement agency showing the \$10 administrative fee was paid. This evidences the filing with the law enforcement agency. In lieu of the receipt, the "*Law Enforcement Certification*" on the *Storage Lien Foreclosure* (Form VTR-265-S) must be completed.
 - If more than 5 days of storage fees are assessed, proof of [Notice to Remove Vehicle](#) sent to the owner(s) and any lienholder(s) by [Certified Mail, Return Receipt](#), or proof of [Newspaper Publication](#) including the [Certified Mail, Return Receipt](#), to the governmental entity.
 - A release of lien is required if a lien is indicated on the title/registration verification.
9. Verification of the vehicle identification number, motor number, or serial number to establish the vehicle's correct identity is required when a verification of title and/or registration is unavailable. A pencil tracing, photograph, or *Law Enforcement Identification Number Inspection* (Form VTR-68-A) are acceptable when required.
10. If the vehicle was last registered out of state, a vehicle identification number certification is required through an applicable state inspection or self-certification on the *Application for Texas Title and/or Registration* (Form 130-U). A certified weight certificate is also required for a commercial vehicle (refer to [Chapter 10, Weight Certificate](#)).

Nonrepairable/Junk Vehicles

A mechanic may apply to the department for authority to dispose of an unclaimed motor vehicle to a demolisher if the mechanic determines the motor vehicle's only residual value is as a source of parts or scrap metal, or it is not economical to dispose of the vehicle at a public sale. A mechanic making this determination will apply on the *Application for Authority to Dispose of a Motor Vehicle to a Demolisher after Statutory Foreclosure* (Form VTR-71-6) with a revision date of 09/17 or newer.

Under this scenario, the mechanic must comply with all notification requirements under Property Code, Chapter 70, including payment of the \$25 administrative fee to the county tax assessor-collector's office. The mechanic may apply to the department to dispose of the vehicle to a demolisher on or after the 31st day the copy of the [Foreclosure Notice](#) was filed with the county tax assessor-collector's office.

Evidence Required to Support the Application for Authority to Dispose of a Motor Vehicle to a Demolisher

1. *Application for Authority to Dispose of a Motor Vehicle to a Demolisher after Statutory Foreclosure* (Form VTR-71-6) with a revision date of 09/17 or newer.
2. *Mechanic's Lien Foreclosure* (Form VTR-265-M) and all required documents listed on that form, such as proof of notification, title/registration verification, and any other applicable requirements.
3. Payment of the \$2.00 application fee in the form of a cashier's check, money order, or check made payable to the Texas Department of Motor Vehicles.
4. Verification of the vehicle identification number, motor number, or serial number to establish the vehicle's correct identity is required when a verification of title and/or registration is unavailable. A pencil tracing, photograph, or *Law Enforcement Identification Number Inspection* (Form VTR-68-A) are acceptable when required.

The forms, fee, and all applicable documentation must be submitted to:

**Texas Department of Motor Vehicles
Vehicle Titles and Registration Division
ATTN: Title Control Systems
Austin, Texas 78779-0001**

23.2 Franchise Mechanic's Lien

Form: *Franchise Mechanic's Lien Foreclosure* (Form VTR-265-FM)

Storage Location: Repair Shop

Authorization: Owner of record, lienholder of record, or authorized operator of vehicle

Statute: Property Code, Chapter 70

General Information

In those instances when a mechanic's lien is acquired on a motor vehicle under provisions of the Property Code, Chapter 70 (Worker's Lien), the lien may be disposed of in accordance with the provisions of Section 70.006. A mechanic's lien can be created only when a vehicle is repaired pursuant to a signed contract or agreement between a garagekeeper and the vehicle owner or a person who has authority to contract for such services.

These procedures only apply to license franchise dealer mechanics/garages. Refer to [Mechanic's Lien](#) for non-franchise dealer mechanic/garage requirements.

Registration Determination

This method of disposal of the vehicle cannot be used if the mechanic/garage is unable to determine where the vehicle was last registered. The applicant may pursue a bonded title.

Signed Work Order

A copy of the signed work order is not required but recommended. The explanation of repairs must be completed on the *Franchise Mechanic's Lien Foreclosure* (Form VTR-265-FM) if a signed work order is not available.

Repossession

A lien continues to exist if possession of the vehicle was released in return for a payment that was stopped, dishonored because of insufficient funds, no funds, or account closed. The mechanic/garage is entitled to repossess the vehicle if the work order, repair contract, or a separate document has a statement in boldface, capitalized, underlined, or in a conspicuous manner with a separate signature line (for the signature of a person who has authority to authorize repair on the vehicle) that the vehicle may be subject to repossession. The mechanic/garage may include the repossession fee with the original amount due.

Note: When a vehicle is repossessed, the "charges accrue" date is the date of the repossession rather than the date the repairs were completed. The repossession date is used because the mechanic/garage may charge repossession fees. Notifications would be required from the date of repossession.

A separate signature (of the signature of a person who has authority to authorize repair on the vehicle) on a separate signature line is required to authorize a repossession. An application for a vehicle that has been repossessed under this procedure will be rejected if a separate signature on a separate signature line authorizing a repossession is not submitted with the title application.

A repossessed vehicle must be stored at the location where the repair was performed or at a licensed vehicle storage facility until the vehicle is returned to the owner or lienholder upon payment of charges or until the vehicle is disposed of under the mechanic's lien foreclosure process.

A vehicle cannot be repossessed if it is possessed by a person who became the purchaser after the stop payment was made or payment was dishonored because of insufficient funds, no funds, or account closed.

Storage Fees

In addition to the *Franchise Mechanic's Lien Foreclosure* (Form VTR-265-FM), the storage lien foreclosure process and the *Storage Lien Foreclosure* (Form VTR-265-S) must also be completed if any amount of the charges include storage fees. The applicable process for mechanics to follow would be [Procedure 1: Consent](#) under the storage lien foreclosure process.

Note: A separate storage contract is not required for mechanics.

Mechanic must make the [Law Enforcement Notification](#) between the 11th and 17th day after of the charges accrue. No more than 5 days of storage fees may be assessed (except as detailed in the next paragraph). Storage fees cannot be assessed if the law enforcement notification is not made between this time; however, any other fees remain valid.

More than 5 days of storage fees may only be assessed if a claimant makes a [Notice to Remove Vehicle](#) within the applicable time period. Additional days of storage may be assessed beginning with the day the [Notice to Remove Vehicle](#) is made.

Note: Under Procedure 1, the [Notice to Remove Vehicle](#) is not required unless the mechanic charges more than 5 days of storage fees. Only the [Law Enforcement Notification](#) is required if 5 or fewer days of storage are assessed.

A release of lien is required if a lien is indicated on the title and/or registration verification and any portion of the amount due represents charges for storage; otherwise, the applicant may pursue a bonded title. Refer to [Section 23.3, Storage Lien](#).

Financial Agreements

A mechanic's lien cannot be filed if a customer enters into a financial agreement with a company, a financial institution, or with the mechanic/garage for the cost of the repairs. This includes agreements that the mechanic/garage subsequently sells to another financial institution. Companies or financial institutions that finance or purchase existing contractual financial agreements from mechanics/garages are ineligible to file a mechanic's lien under Texas Property Code, Chapter 70. Applications for mechanic's liens that are supported by a financial agreement are not accepted and are rejected.

Mechanic's Notification Requirements

Foreclosure Notice

A licensed franchise dealer mechanic/garage must notify the owner(s) and any lienholder(s) of record by [Certified Mail, Return Receipt](#), after the charges accrue. There is no statutory requirement for when a franchise dealer mechanic must make the Foreclosure Notice, only that one must be made prior to public sale. A notice must also be sent to the address on the work order if the address is different from that listed on the registration and/or title verification.

Contents of the Foreclosure Notice

The notification must include the amount of the charges and a request for payment. Although not required for franchise dealer mechanic's liens, it is recommended that the notice also include:

- The physical address where the repairs were made.
- The legal name of the mechanic or business (garage) that holds the lien.
- The taxpayer or employer identification number of the mechanic or garage that holds the lien (social security number if a TIN, EIN, or FEIN is not available).
- A copy of the signed work order authorizing repairs.

Notice by Newspaper Publication

A franchise dealer mechanic/garage may notify by publication in a newspaper of general circulation (see [Newspaper of General Circulation](#)) in the county in which the vehicle is stored if **all** of the following apply:

1. The mechanic/garage submits a written request by certified mail, return receipt requested, to the governmental entity with which the motor vehicle is registered requesting information relating to the identity of the last known registered owner(s) and any lienholder(s) of record.
2. The mechanic/garage:
 - is advised in writing by the governmental entity with which the motor vehicle is registered that the entity is unwilling or unable to provide information on the last known registered owner or any lienholder of record, or
 - does not receive a response from the governmental entity with which the motor vehicle is registered on or before the 21st day after the date the mechanic/garage submits a request.
3. The identity of the last known registered owner cannot be determined.
4. The registration does not contain an address for the last known registered owner.
5. The mechanic/garage cannot determine the identities and addresses of the lienholders of record.

Note: The mechanic/garage is not required to publish notice in a newspaper, if a correctly addressed notice is sent with sufficient postage and is returned as unclaimed, refused, the forwarding order has expired, or with a notation that the addressee is unknown or has moved without leaving a forwarding address.

Note: Notice by newspaper publication is not permissible if possession of the motor vehicle was obtained prior to September 1, 1999.

Storage Charges

When more than 5 days of storage charges are being assessed, a mechanic must provide an additional notice (the [Notice to Remove Vehicle](#) of the [Storage Lien](#) foreclosure process). A written request to the governmental entity requesting owner/lienholder information satisfies that requirement for the [Notice to Remove Vehicle](#) and [Foreclosure Notice](#) if making the notices by newspaper publication. Two separate requests to the governmental entity are not required; however, two separate newspaper publications would be required.

Copy of Notice to County Tax Assessor-Collector

A franchise dealer mechanic/garage is not required to submit a copy of the notice nor pay any administrative fee to the county tax assessor-collector's office.

Public Sale

Vehicles sold to the highest bidder at public sale transfer to the purchaser using *Franchise Mechanic's Lien Foreclosure* (Form VTR-265-FM). The purchaser must apply for a vehicle title in their name, unless the vehicle is purchased by a dealer with a current General Distinguishing Number (GDN).

Storage Charges Not Included

A franchise dealer mechanic/garage or their authorized agent may sell the vehicle at public sale if charges are not paid in full before the 31st day after the day the [Foreclosure Notice](#) was mailed (or published in a newspaper). A release of lien is not required.

Storage Charges Included

A franchise dealer mechanic/garage or their authorized agent may sell the vehicle at public sale to the highest bidder if the charges are not paid in full before the 31st day after the [Law Enforcement Notification](#) or [Foreclosure Notice](#) is made, whichever is latest. A release of lien is required if a lien is indicated on the Texas or out of state title and/or registration verification.

Proceeds

The proceeds are to be applied to the payment of charges due, and the excess proceeds (balance) paid to the person entitled to it.

The person holding the excess must pay it to the county treasurer of the county in which repairs were made if a person entitled to the excess proceeds is not known or has moved from this state. The treasurer should issue the person a receipt for the payment. The excess becomes a part of the county's general fund if the person entitled to the excess does not claim it before two years after the day it is paid to the treasurer.

Evidence Required to Transfer Ownership

1. *Application for Texas Title and/or Registration* (Form 130-U). The purchaser of the vehicle at public sale must apply for title in their name, unless the vehicle is purchased by a dealer with a current General Distinguishing Number (GDN).
2. *Franchise Mechanic's Lien Foreclosure* (Form VTR-265-FM). Must be completed by the mechanic/garage/authorized agent and signed by the mechanic/garage/authorized agent and purchaser.

3. **Verification of Title and/or Registration.**
4. Proof of **Foreclosure Notice** sent to the owner(s) and any applicable lienholder(s) by **Certified Mail, Return Receipt**, or proof of **Newspaper Publication** including the **Certified Mail, Return Receipt** to the governmental entity.
5. A copy of current proof of liability insurance in the applicant's name. Refer to Chapter 11 of the **TxDMV Motor Vehicle Registration Manual**.
6. A copy of the signed work order is required. In lieu of the work order, the explanation of repairs on the *Franchise Mechanic's Lien Foreclosure* (Form VTR-265-FM) must be completed.
7. If storage fees are charged:
 - *Storage Lien Foreclosure* (Form VTR-265-S).
 - Dated receipt from the law enforcement agency showing the \$10 administrative fee was paid. This evidences the filing with the law enforcement agency. In lieu of the receipt, the "*Law Enforcement Certification*" on the *Storage Lien Foreclosure* (Form VTR-265-S) must be completed.
 - If more than 5 days of storage fees are assessed, proof of **Notice to Remove Vehicle** sent to the owner(s) and any lienholder(s) by **Certified Mail, Return Receipt**, or proof of **Newspaper Publication** including the **Certified Mail, Return Receipt**, to the governmental entity.
 - A release of lien is required if a lien is indicated on the title/registration verification.
8. Verification of the vehicle identification number, motor number, or serial number to establish the vehicle's correct identity is required when a verification of title and/or registration is unavailable. A pencil tracing, photograph, or *Law Enforcement Identification Number Inspection* (Form VTR-68-A) are acceptable when required.
9. If the vehicle was last registered out of state, a vehicle identification number certification is required through an applicable state inspection or self-certification on the *Application for Texas Title and/or Registration* (Form 130-U). A certified weight certificate is also required for a commercial vehicle (refer to **Chapter 10, Weight Certificate**).

Nonrepairable/Junk Vehicles

A franchise dealer mechanic may apply to the department for authority to dispose to a demolisher of an unclaimed motor vehicle if the franchise dealer mechanic determines the motor vehicle's only residual value is as a source of parts or scrap metal, or it is not economical to dispose of the vehicle at a public sale. A franchise dealer mechanic making this determination will apply on the *Application for Authority to Dispose of a Motor Vehicle to a Demolisher after Statutory Foreclosure* (Form VTR-71-6) with a revision date of 09/17 or newer.

Under this scenario, the franchise dealer mechanic must comply with all notification requirements under Property Code, Chapter 70. The franchise dealer mechanic may apply to the department to dispose of the vehicle to a demolisher on or after the 31st day the [Foreclosure Notice](#) was mailed (or published in a newspaper).

Evidence Required to Support the Application for Authority to Dispose

1. *Application for Authority to Dispose of a Motor Vehicle to a Demolisher after Statutory Foreclosure* (Form VTR-71-6) with a revision date of 09/17 or newer.
2. *Franchise Mechanic's Lien Foreclosure* (Form VTR-265-FM) and all required documents listed on that form, such as proof of notification, title/registration verification, and any other applicable requirements.
3. Payment of the \$2.00 application fee in the form of a cashier's check, money order, or check made payable to the Texas Department of Motor Vehicles.
4. Verification of the vehicle identification number, motor number, or serial number to establish the vehicle's correct identity is required when a verification of title and/or registration is unavailable. A pencil tracing, photograph, or *Law Enforcement Identification Number Inspection* (Form VTR-68-A) are acceptable when required.

The forms, fee, and all applicable documentation must be submitted to:

**Texas Department of Motor Vehicles
Vehicle Titles and Registration Division
ATTN: Title Control Systems
Austin, Texas 78779-0001**

23.3 Storage Lien

Form: *Storage Lien Foreclosure* (Form VTR-265-S)

Storage Location: Storage Facility (that is not a licensed vehicle storage facility)

Authorization: Consent and Non-consent. This section is not applicable to a non-consent law enforcement tow.

Statute: Property Code, Chapter 70

General Information

A storage lien acquired on a motor vehicle under the provisions of the Property Code, Chapter 70, Section 70.003, may be disposed of in accordance with the provisions of Section 70.004. Generally, a storage lien can exist only when a vehicle is stored pursuant to a contract or agreement between a garagekeeper and the vehicle owner or a person who has authority to contract for such services (consent). However, non-consent possession may be obtained under a state law or a city ordinance by a storage facility. As a result, there are two procedures:

- [Procedure 1: Consent](#)
- [Procedure 2: Non-Consent](#)

Abandoned Motor Vehicle

Transportation Code, Section 683.034 (Disposal of Vehicle Abandoned in Storage Facility) provides that a garagekeeper may dispose of a non-consent abandoned vehicle under Property Code, Chapter 70, if the vehicle was not taken into custody by law enforcement within 31 days after the notification required under Transportation Code, Section 683.031 was made to law enforcement.

Registration Determination

This method of vehicle disposal cannot be used if the claimant is unable to determine where the vehicle was last registered. The applicant may pursue a bonded title.

Law Enforcement Authorized Tow

A storage lien can only exist pursuant to a law enforcement authorized tow if the vehicle is towed to, and stored at, a licensed vehicle storage facility. In this situation, the [Licensed Vehicle Storage Facility Lien](#) Foreclosure process must be followed. Any other storage facility which obtains possession as a result of a law enforcement authorized tow is not eligible for the storage lien foreclosure process.

Procedure 1: Consent

This procedure must be followed if the vehicle was left at the storage facility with consent of the vehicle owner or an authorized operator of the vehicle. A written and dated contract for the vehicle to be stored on the premises of the facility is required. The contract must contain terms and, at minimum, an expiration date. "Possession" is obtained by the claimant the day following the expiration of the contract.

Claimant must make the [Law Enforcement Notification](#) between the 11th and 17th day after the contract expires. No more than 5 days of storage fees may be assessed (except as detailed in the next paragraph). Storage fees cannot be assessed if the law enforcement notification is not made between this time; however, any other fees (such as towing, mailing, etc) remain valid.

More than 5 days of storage fees may only be assessed if a claimant makes a [Notice to Remove Vehicle](#) within the applicable time period. Additional days of storage may be assessed beginning with the day the [Notice to Remove Vehicle](#) is made.

Note: Under Procedure 1, the [Notice to Remove Vehicle](#) is not required unless the claimant charges more than 5 days of storage fees. Only the [Law Enforcement Notification](#) is required if 5 or fewer days of storage are assessed.

Note: [Verification of Title and/or Registration](#) is required even if a [Notice to Remove Vehicle](#) is not made.

Procedure 2: Non-Consent

This procedure must be followed if the vehicle was left with a storage facility under a state law or city ordinance without the consent of the vehicle owner or an authorized operator of the vehicle. This does NOT include a law enforcement authorized tow. Authorized law enforcement tows must follow the [Licensed Vehicle Storage Facility Lien](#) Foreclosure process in order to assess storage and tow fees.

Under this procedure, the claimant must make the [Notice to Remove Vehicle](#) within the applicable time period. No more than 5 days of storage may be assessed until the [Notice to Remove Vehicle](#) is made. Additionally, the claimant must make the [Law Enforcement Notification](#) between the 11th and 17th day of making the [Notice to Remove Vehicle](#). Storage fees cannot be assessed if the law enforcement notification is not made between this time; however, any other fees remain valid.

Storage Lien Notification Requirements

Notice to Remove Vehicle

Within 5 days of obtaining possession, the Notice to Remove Vehicle must be made by [Certified Mail, Return Receipt](#), to the owner and all lienholders if the vehicle was last registered in Texas or within 14 days if the vehicle was last registered outside of Texas. Notice by newspaper publication may be permitted (see [Notice by Newspaper Publication](#)).

It is permissible for a claimant to send the Notice to Remove Vehicle for a vehicle last registered out of state after the 14th day if the claimant submits a written request by [Certified Mail, Return Receipt](#), to the governmental entity with which the motor vehicle is registered requesting information relating to the identity of the last known registered owner(s) and any lienholder(s) of record. The written request to the governmental entity must be made within 5 days of obtaining possession of the motor vehicle. Upon receipt of that information, the claimant must immediately send the notice to the owners and any lienholders for a vehicle last registered out of state or complete the process outlined in [Notice by Newspaper Publication](#).

Whether the vehicle is registered in Texas or out of state, no more than five days of storage fees may be charged until the notice is mailed to the owner and any lienholders or published in a newspaper. Once the notice is mailed or published, additional days of storage may be charged until the vehicle is removed and all accrued charges are paid.

Contents of Notice to Remove Vehicle

The notice must include all of the following:

- A request to remove the motor vehicle
- A request for payment
- The location of the motor vehicle
- The amount of accrued charges

Law Enforcement Notification

A vehicle is deemed abandoned after the 10th day after the date the contract expires ([Procedure 1: Consent](#)) or the [Notice to Remove Vehicle](#) is made ([Procedure 2: Non-Consent](#)). The claimant must report the motor vehicle as abandoned to the law enforcement agency in the jurisdiction where the vehicle is located within 7 days of the determination the vehicle is abandoned. No storage charges may be assessed if law enforcement is notified after the 7th day; however, any other fees remain valid.

Upon receipt of this report, law enforcement has 10 days to send another notice by certified mail to the registered owner(s) and any applicable lienholder(s).

Notice by Newspaper Publication

Instead of notification by mail, claimants may notify by publication in a newspaper of general circulation (see [Newspaper of General Circulation](#)) in the county in which the vehicle is stored if **all** of the following apply:

1. The motor vehicle is registered in another state.
2. The claimant submits a written request by [Certified Mail, Return Receipt](#), to the governmental entity with which the motor vehicle is registered requesting information relating to the identity of the last known registered owner(s) and any lienholder(s) of record.
3. The claimant:
 - is advised in writing by the governmental entity with which the motor vehicle is registered that the entity is unwilling or unable to provide information on the last known registered owner or any lienholder of record, or
 - does not receive a response from the governmental entity with which the motor vehicle is registered on or before the 21st day after the date the claimant submits a request.
4. The identity of the last known registered owner cannot be determined.
5. The registration does not contain an address for the last known registered owner.
6. The claimant cannot determine the identities and addresses of the lienholders of record.

Note: The claimant is not required to publish notice in a newspaper if a correctly addressed notice is sent with sufficient postage and is returned as unclaimed, refused, the forwarding order has expired, or with a notation that the addressee is unknown or has moved without leaving a forwarding address.

Note: Notice by newspaper publication is not permissible if possession of the motor vehicle was obtained prior to September 1, 1999.

Public Sale

The claimant or their authorized agent may sell the vehicle at public sale to the highest bidder if the charges are not paid AND law enforcement does not take the vehicle into custody before the 31st day after the [Law Enforcement Notification](#) is made. A release of lien is required if a lien is indicated on the Texas or out of state title and/or registration verification. Vehicles sold to the highest bidder at public sale transfer to the purchaser using *Storage Lien Foreclosure* (Form VTR-265-S). The purchaser must apply for a vehicle title in their name, unless the vehicle is purchased by a dealer with a current General Distinguishing Number (GDN).

Proceeds

The proceeds are to be applied to the payment of charges due and the excess proceeds (balance) paid to the person entitled to it.

The person holding the excess must pay it to the county treasurer of the county in which the vehicle was stored if a person entitled to the excess proceeds is not known or has moved from this state. The treasurer should issue the person a receipt for the payment. The excess becomes a part of the county's general fund if the person entitled to the excess does not claim it before two years after the day it is paid to the treasurer.

Evidence Required to Transfer Ownership

1. *Application for Texas Title and/or Registration* (Form 130-U). The purchaser of the vehicle at public sale must apply for title in their name, unless the vehicle is purchased by a dealer with a current General Distinguishing Number (GDN).
2. *Storage Lien Foreclosure* (Form VTR-265-S). Must be completed by the claimant/authorized agent and signed by the claimant/authorized agent and purchaser.
3. [Verification of Title and/or Registration](#).
4. Proof of notifications sent to the owner(s) and any lienholder(s) by [Certified Mail, Return Receipt](#), or proof of [Newspaper Publication](#) including the [Certified Mail, Return Receipt](#), to the governmental entity. *(Required for Procedure 1 only if more than 5 days of storage are assessed. Required for Procedure 2 under any circumstance.)*
5. Proof of law enforcement notification. Acceptable proof of law enforcement notification includes:
 - Dated receipt from the law enforcement agency showing the \$10 administrative fee was paid, the vehicle identification number of the motor vehicle reported as abandoned, and the law enforcement agency's name;
 - Completion of the "*Law Enforcement Certification*" on the *Storage Lien Foreclosure* (Form VTR-265-S); or
 - Original proof of [Certified Mail, Return Receipt](#), or [Electronic Certified Mail](#) sent to the law enforcement agency (Original Return Receipt required).
6. A copy of the written and dated contract for the vehicle to be stored on the premises of the facility is required. The contract must contain terms and, at minimum, an expiration date. *(Only applicable for Procedure 1.)*
7. A copy of the city ordinance must be attached if possession was obtained under a city ordinance. *(Only applicable for Procedure 2.)*
8. Release of lien(s), if applicable. A release of lien is required if a lien is indicated on the title/registration verification.
9. A copy of current proof of liability insurance in the applicant's name. Refer to Chapter 11 of the [TxDMV Motor Vehicle Registration Manual](#).
10. Verification of the vehicle identification number, motor number, or serial number to establish the vehicle's correct identity is required when a verification of title and/or registration is unavailable. A pencil tracing, photograph, or *Law Enforcement Identification Number Inspection* (Form VTR-68-A) are acceptable when required.

11. If the vehicle was last registered out of state, a vehicle identification number certification is required through an applicable state inspection or self-certification on the *Application for Texas Title and/or Registration* (Form 130-U). A certified weight certificate is also required for a commercial vehicle (refer to [Chapter 10, Weight Certificate](#)).

Nonrepairable/Junk Vehicles

A claimant may apply to the department for authority to dispose of an unclaimed motor vehicle to a demolisher if the claimant determines the motor vehicle's only residual value is as a source of parts or scrap metal, or it is not economical to dispose of the vehicle at a public sale. A claimant making this determination will apply on the *Application for Authority to Dispose of a Motor Vehicle to a Demolisher after Statutory Foreclosure* (Form VTR-71-6) with a revision date of 09/17 or newer.

Under this scenario, the claimant must comply with all notification requirements under Property Code, Chapter 70. The claimant may apply to the department to dispose of the vehicle to a demolisher on or after the 31st day the [Law Enforcement Notification](#) was made.

Evidence Required to Support the Application for Authority

1. *Application for Authority to Dispose of a Motor Vehicle to a Demolisher after Statutory Foreclosure* (Form VTR-71-6) with a revision date of 09/17 or newer.
2. *Storage Lien Foreclosure* (Form VTR-265-S) and all required documents listed on that form, such as proof of notification, title/registration verification, and any other applicable requirements.
3. Payment of the \$2.00 application fee in the form of a cashier's check, money order, or check made payable to the Texas Department of Motor Vehicles.
4. Verification of the vehicle identification number, motor number, or serial number to establish the vehicle's correct identity is required when a verification of title and/or registration is unavailable. A pencil tracing, photograph, or *Law Enforcement Identification Number Inspection* (Form VTR-68-A) are acceptable when required.

The forms, fee, and all applicable documentation must be submitted to:

Texas Department of Motor Vehicles
Vehicle Titles and Registration Division
ATTN: Title Control Systems
Austin, Texas 78779-0001

23.4 Licensed Vehicle Storage Facility Lien

Form: *Licensed Vehicle Storage Facility Lien Foreclosure* (Form VTR-265-VSF)

Storage Location: Licensed Vehicle Storage Facility

Authorization: Law Enforcement or anyone other than the owner or lienholder of record (non-consent of the owner), including the transfer from a self-service storage facility

Statute: Occupations Code, Chapter 2303

General Information

A licensed vehicle storage facility is a garage, parking lot, or other facility owned by a person other than a governmental entity and is used to store or park at least 10 vehicles each year. A licensed vehicle storage facility must be licensed by the Texas Department of Licensing and Regulation (or the Texas Department of Transportation's Motor Carrier Division prior to January 1, 2008) under Occupations Code, Chapter 2303.

A licensed vehicle storage facility's possession of the vehicle must have been in conjunction with a non-consent private property, law enforcement, or self-service storage facility tow. **Provisions of the Vehicle Storage Facility Act do not apply to a vehicle parked or stored at a VSF with the consent of the vehicle's owner.**

Note: A vehicle sold in compliance with Occupations Code, Chapter 2303, shall be titled and registered without the imposition by a county office of additional requirements not otherwise permitted by law.

Transfer of Possession from a Self-Service Storage Facility

A licensed vehicle storage facility may agree to take possession of a vehicle for disposition from a self-service storage facility. The self-service storage facility's lien on the vehicle is extinguished once the vehicle is towed to the licensed vehicle storage facility, and the licensed vehicle storage facility must dispose of the vehicle in accordance with the statutory lien foreclosure requirements outlined below.

In order to take possession of a vehicle, the following conditions must be met:

- the transfer of possession and towing to a licensed vehicle storage facility must be authorized under a written rental agreement between the self-service storage facility and tenant;
- the self-service storage facility must give written notice of their claim to the tenant to include the vehicle may be towed to a licensed vehicle storage facility if the claim is not satisfied;
- the tenant fails to satisfy the claim on or before the 14th day after the notice is sent; and
- the licensed vehicle storage facility agrees in writing to accept possession of the vehicle.

The date the licensed vehicle storage facility takes possession of the vehicle must be on or after the 15th day from the date the notice of claim was sent to the tenant.

Prior to taking possession, a licensed vehicle storage facility should:

- request a copy of the written rental agreement and proof of the notice of claim from the self-service storage facility;
- ensure the written rental agreement between the self-service storage facility and tenant authorizes the license vehicle storage facility to take possession of a vehicle when a claim is made and not satisfied;
- agree to take possession of the vehicle by signing a completed *Self-Service Storage Facility Lien Foreclosure* (Form VTR-265-SSF) with a revision date of 09/21 or newer; and

- ensure possession occurs on or after the 15th day from the date the notice of claim was sent to the tenant.

Vehicle Storage Facility Notifications Requirements

All notifications (except the law enforcement notification) are required to be written notices made by [Certified Mail, Return Receipt](#), or by [Electronic Certified Mail](#) unless eligible for notification by publication. All notifications must include the information required by the Texas Department of Licensing and Regulation. For information concerning these requirements call (512) 463-6599 or Toll-Free 800-803-9202.

Licensed vehicle storage facilities are subject to the notification requirements under Occupations Code, Chapter 2303. Licensed vehicle storage facilities may foreclose on their lien and conduct a public sale even if the required notices are sent outside of the statutorily required time frame detailed in the following subsections.

First Notice (Notice to Owner or Lienholder)

Within 5 days of obtaining possession, the first notice must be made to the owner and “primary lienholder” if the vehicle was last registered in Texas or within 14 days to the owner and “each recorded lienholder” if the vehicle was last registered outside of Texas. Under no circumstances can the first notice be made within the first 24 hours of obtaining possession. The first notice must be sent by [Certified Mail, Return Receipt](#), or by [Electronic Certified Mail](#). Although not required, it is recommended that all applicable lienholders be notified if the vehicle was last registered in Texas. Notification must be made to all applicable lienholders if the vehicle was last registered outside of Texas. Notice by newspaper publication may be permitted (see [Notification by Newspaper](#)).

It is permissible for a licensed vehicle storage facility to send the First Notice for a vehicle last registered out of state after the 14th day. The licensed vehicle storage facility must send a request to that state in which the motor vehicle is registered requesting information relating to the identity of the last known registered owner(s) and any lienholder(s) of record within 5 days of obtaining possession of the motor vehicle. Upon receipt of that information, the licensed vehicle storage facility must immediately send the notice to the owners/lienholders for a vehicle last registered out of state.

Whether the vehicle is registered in Texas or out of state, no more than five days of storage fees may be charged until the notice is mailed to the owner and lienholder or to the governmental entity. Once the notice is mailed, additional days of storage may be charged until the vehicle is removed and all accrued charges are paid.

Contents of First Notice

The notice must include all of the following:

- The date the vehicle was accepted for storage
- The first day for which a storage fee is assessed
- The daily storage rate
- The type and amount of any other charge to be paid when the vehicle is claimed
- The full name, street address, and telephone number of the vehicle storage facility
- The hours during which the owner may claim the vehicle

- The facility license number preceded by “Texas Department of Licensing and Regulation Vehicle Storage Facility License Number” or “TDLR VSF Lic. No.”

Note: A county tax assessor-collector’s office or the department cannot reject an application for a motor vehicle sold at public sale because the First Notice was made outside of the statutorily required notification time frames.

Law Enforcement Notification

A vehicle is deemed abandoned the 10th day after the date the [First Notice \(Notice to Owner or Lienholder\)](#) was mailed or published in a newspaper. The licensed vehicle storage facility must report the motor vehicle as abandoned to the law enforcement agency in the jurisdiction where the vehicle is located within 7 days of the determination the vehicle is abandoned if fees include storage charges and if the law enforcement agency requires this notification. No storage charges may be assessed if law enforcement is notified after the 7th day.

Upon receipt of this report, law enforcement has 10 days to send another notice by certified mail to the registered owner(s) and any applicable lienholder(s).

Note: If the law enforcement agency does not require notice of abandonment, the licensed vehicle storage facility must certify to this fact on a *Licensed Vehicle Storage Facility Lien Foreclosure (Form VTR-265-VSF)*. A county tax assessor-collector’s office or the department cannot reject an application for a motor vehicle sold at public sale because the law enforcement notification was made outside of the statutorily required notification time frames.

Second Notice (Consent to Sale)

If the vehicle remains unclaimed and law enforcement takes no action before the 15th day after the first notice was mailed or published, the licensed vehicle storage facility is required to make a second notification to the last known owner(s) and each lienholder on or before the 21st day after the First Notice was mailed.

Statute does not specify the second notice must be by electronic or certified mail; however, since evidence of mailing is required, it is recommended the second notice be sent by electronic or certified mail.

Contents of Second Notice

The notice must include all of the following:

- All of the same information required in the [First Notice \(Notice to Owner or Lienholder\)](#)
- A statement of the right of the facility to dispose of the vehicle under Occupations Code 2303.157
- A statement that the failure of the owner or lienholder to claim the vehicle before the 30th day after the date the notice is provided is a waiver by that person of all right, title, or interest in the vehicle and a consent to the sale of the vehicle at a public sale.

Notice by newspaper publication may be permitted (see [Notification by Newspaper](#)).

Note: A county tax assessor-collector's office or the department cannot reject an application for a motor vehicle sold at public sale because the Second Notice was made outside of the statutorily required notification time frames.

Notification by Newspaper

In lieu of written notification, publication of the notice(s) in a newspaper of general circulation (see [Newspaper of General Circulation](#)) in the county in which the vehicle is stored may be used if ANY of the following apply:

- The vehicle is registered in another state
- The licensed vehicle storage facility operator has sent a correctly addressed request by [Certified Mail, Return Receipt](#), or [Electronic Certified Mail](#) to the governmental entity with which the motor vehicle is registered requesting information relating to the identity of the last known registered owner and any lienholder of record (Proof of this effort is required to support the Texas Title Application)
- The licensed vehicle storage facility operator has obtained, through a governmental entity's online portal or a private entity, title and/or registration verification showing no record, or no owner or lienholder information
- The identity of the registered owner cannot be determined
- The registration does not contain an address for the registered owner
- The licensed vehicle storage facility operator cannot reasonably determine the identity and address of each lienholder
- The vehicle does not display a license plate or a vehicle inspection certificate indicating the state of registration

A licensed vehicle storage facility may only make notice by newspaper publication if a National Motor Vehicle Title Information System (NMVTIS) report for the vehicle has been obtained, and:

- does not indicate a record from any jurisdiction, or
- indicates a jurisdiction, but the VSF attempts to obtain motor vehicle record information and is unable to obtain the address of the registered owners/lienholders from the most recent jurisdiction shown on the NMVTIS report.

Under the second scenario, a VSF must provide proof of mailing to the jurisdiction by certified mail or electronic certified mail or a copy of the electronic inquiry from that jurisdiction or private entity showing no record or a record that does not provide owner or lienholder information.

The NMVTIS report requirement only applies to self-propelled, on-road use vehicles; therefore, it excludes any off-highway vehicles, trailers, semitrailers, and travel trailers. A list of private entities who offer NMVTIS reports is available on www.TxDMV.gov/title-check. You can also obtain a sample of these reports by visiting each private entity's website.

The NMVTIS report is required to contain an NMVTIS logo, which is depicted below:



Contents of Publication for First Notice

The notice by publication for the First Notice must include all of the following:

- The vehicle description
- The total charges
- The full name, street address, and telephone number of the vehicle storage facility
- The Texas Department of Licensing and Regulation Vehicle Storage Facility License Number

Contents of Publication for Second Notice

The notice by publication for the Second Notice must include:

- All of the same information required in the publication of the First Notice listed above (vehicle description, total charges, facility information, and facility number), and
- A statement that the failure of the owner or lienholder to claim the vehicle before the 30th day after the date the notice is provided is a waiver by that person of all right, title, or interest in the vehicle and a consent to the sale of the vehicle at a public sale.

Note: The licensed vehicle storage facility operator is not required to publish notice in a newspaper if a correctly addressed notice is sent with sufficient postage and is returned as unclaimed, refused, the forwarding order has expired, or with a notation that the addressee has moved without leaving a forwarding address.

The department requires the licensed vehicle storage facility to send a correctly addressed request by [Certified Mail, Return Receipt](#), or [Electronic Certified Mail](#) to the governmental entity with which the motor vehicle is registered requesting information relating to the identity of the last known registered owner and any lienholder of record. The licensed vehicle storage facility may obtain title and/or registration verification through the governmental entity's online portal as well. A title and/or registration verification obtained from a private entity is acceptable in certain situations (refer to [Section 23.7, "Verification of Title and/or Registration"](#))

Note: The newspaper publication option is not available if a motor vehicle record is found in Texas.

Notice by publication in a newspaper may include a list of more than one vehicle.

Public Sale

The licensed vehicle storage facility operator or their authorized agent may sell the vehicle at public sale without obtaining a release of lien if the charges are not paid before the 30th day after the second notice is made, and no action has been taken by law enforcement. The public sale may take place on or after the 31st day after the second notice or law enforcement notice (if the law enforcement agency required a notice), whichever is latest. The proceeds from the sale shall be applied to the payment of any charges and pay the balance, if any, to the person entitled to them.

Vehicles sold to the highest bidder at public sale transfer to the purchaser using *Licensed Vehicle Storage Facility Lien Foreclosure* (Form VTR-265-VSF). The purchaser must apply for a vehicle title in their name, unless the vehicle is purchased by a dealer with a current General Distinguishing Number (GDN).

Note: If a vehicle is sold prior to the 31st day from the Second Notice or law enforcement notice (if law enforcement notification was required), whichever is later, then a bonded title is required to transfer ownership of the vehicle.

Evidence Required to Support the Application for Title

1. *Application for Texas Title and/or Registration* (Form 130-U). The purchaser of the vehicle at public sale must apply for title in their name, unless the vehicle is purchased by a dealer with a current General Distinguishing Number (GDN).
2. *Licensed Vehicle Storage Facility Lien Foreclosure* (Form VTR-265-VSF). Must be completed by the licensed vehicle storage facility operator/authorized agent and signed by the licensed vehicle storage facility operator/authorized agent and purchaser.
3. [Verification of Title and/or Registration](#).
4. Proof of notifications sent to the owner(s) and any applicable lienholder(s) by [Certified Mail, Return Receipt](#) (or [Electronic Certified Mail](#)), or proof of [Newspaper Publication](#) including the [Certified Mail, Return Receipt](#), to the governmental entity. (Proof of delivery is not required.)
 - If notice is made by newspaper publication, then a NMVTIS report must be submitted. If the NMVTIS report indicates the vehicle has been previously titled in another jurisdiction, proof of mailing to the jurisdiction by certified mail or electronic certified mail or a copy of the electronic inquiry with that jurisdiction or private entity showing no record or a record that does not provide owner or lienholder information.
5. Proof of law enforcement notification, if required. Acceptable proof of law enforcement notification includes:
 - Dated receipt from the law enforcement agency showing the \$10 administrative fee was paid, the vehicle identification number of the motor vehicle reported as abandoned, and the law enforcement agency's name;

- Completion of the “*Law Enforcement Certification*” on *Licensed Vehicle Storage Facility Lien Foreclosure* (Form VTR-265-VSF); or
- Original proof of [Certified Mail](#), [Return Receipt](#), or [Electronic Certified Mail](#) sent to the law enforcement agency.

If law enforcement notification is not required, the licensed vehicle storage facility must complete the certification on the *Licensed Vehicle Storage Facility Lien Foreclosure* (Form VTR-265-VSF).

6. A copy of current proof of liability insurance in the applicant’s name. Refer to [Chapter 11](#) of the [TxDMV Motor Vehicle Registration Manual](#).
7. Verification of the vehicle identification number, motor number, or serial number to establish the vehicle’s correct identity is required when a verification of title and/or registration is unavailable. A pencil tracing, photograph, or *Law Enforcement Identification Number Inspection* (Form VTR-68-A) are acceptable when required.
8. If the vehicle was last registered out of state, a vehicle identification number certification is required through an applicable state inspection or self-certification on the *Application for Texas Title and/or Registration* (Form 130-U). A certified weight certificate is also required for a commercial vehicle (refer to [Chapter 10](#), [Weight Certificate](#)).

If the licensed vehicle storage facility took possession of the vehicle from a self-service storage facility, the following must also accompany the title application:

9. A copy of the signed rental agreement between the self-service storage facility and tenant authorizing the transfer and tow of the vehicle to a licensed vehicle storage facility.
10. Official evidence of verified mail or email of the notice of claim sent to the tenant. Email verification must consist of a copy of the email, including date of transmission and recipient (as listed in the rental agreement). Must be mailed at least 15 days prior to the transfer to the licensed vehicle storage facility.
11. A completed and signed *Self-Service Storage Facility Lien Foreclosure* (Form VTR-265-SSF) with a revision date of 09/21 or newer.

Nonrepairable/Junk Vehicles

A licensed vehicle storage facility may apply to the department for authority to dispose of an unclaimed motor vehicle to a demolisher if the licensed vehicle storage facility determines the motor vehicle's only residual value is as a source of parts or scrap metal, or it is not economical to dispose of the vehicle at a public sale. A licensed vehicle storage facility making this determination will apply on the *Application for Authority to Dispose of a Motor Vehicle to a Demolisher after Statutory Foreclosure* (Form VTR-71-6) with a revision date of 09/17 or newer.

Under this scenario, the licensed vehicle storage facility must comply with all notification requirements under Occupations Code, Chapter 2303, as well as report the vehicle as abandoned to law enforcement (if required by that agency). The licensed vehicle storage facility may apply to the department to dispose of the vehicle to a demolisher on or after

the 31st day the [Second Notice \(Consent to Sale\)](#) or [Law Enforcement Notification](#) (if required) is made, whichever is latest. However, if the motor vehicle is 10 or more years old, the licensed vehicle storage facility is not required to send or publish a second notice and may apply to the department to dispose of the vehicle to a demolisher on or after the 31st day the [First Notice \(Notice to Owner or Lienholder\)](#) or [Law Enforcement Notification](#) (if required) is made, whichever is latest.

Evidence Required to Support the Application for Authority to Dispose

1. *Application for Authority to Dispose of a Motor Vehicle to a Demolisher after Statutory Foreclosure* (Form VTR-71-6) with a revision date of 09/17 or newer.
2. *Licensed Vehicle Storage Facility Lien Foreclosure* (Form VTR-265-VSF) and all required documents listed on that form, such as proof of notification, title/registration verification, and any other applicable requirements.
3. Payment of the \$2.00 application fee in the form of a cashier's check, money order, or check made payable to the Texas Department of Motor Vehicles.
4. Verification of the vehicle identification number, motor number, or serial number to establish the vehicle's correct identity is required when a verification of title and/or registration is unavailable. A pencil tracing, photograph, or *Law Enforcement Identification Number Inspection* (Form VTR-68-A) are acceptable when required.

The form, fee, and all applicable documentation must be submitted to:

**Texas Department of Motor Vehicles
Vehicle Titles and Registration Division
ATTN: Title Control Systems
Austin, Texas 78779-0001**

23.5 Self-Service Storage Facility Lien

Form: *Self-Service Storage Facility Lien Foreclosure* (Form VTR-265-SSF)

Storage Location: Self-Service Storage Facility

Authorization: Owner, lessor (tenant), sub-lessor, or owner/agent of self-service storage facility.

Statute: Property Code, Chapter 59

General Information

When a self-service storage facility's lien is acquired on a motor vehicle under the provisions of the Property Code, Chapter 59, Section 59.021, the lien may be disposed of in accordance with the provision of Sections 59.042, 59.0445, and 59.052.

If unable to determine where the vehicle was last registered, the method of disposal of the vehicle under Sections 59.042, 59.0445, and 59.052 cannot be used. The applicant may pursue a bonded title.

Priority of Self Service Storage Liens

A self-service storage facility lien takes priority over all other liens. Therefore, a release of any recorded lien is not required.

Rental/Lease Agreement

A written rental or lease agreement signed by the self-service storage facility (lessor) and the tenant (lessee) is required. The agreement must contain the self-service storage facility's rights to seize and sell the property. The seizure and sale rights must be underlined or printed in conspicuous bold print. The lien is not enforceable unless the sale and disposition of the property is authorized in a written rental/lease agreement. This includes authorizing the transfer of possession and towing of the vehicle to a licensed vehicle storage facility for disposition, if applicable.

Servicemembers

Under Property Code, Section 59.010, servicemember has the meaning assigned by Servicemembers Civil Relief Act (50 U.S.C. App. Section 511), Section 101. A member of the Texas State Guard or Texas National Guard who is in military service is entitled to the same protections and rights relating to the enforcement of storage liens under the Servicemembers Civil Relief Act (50 U.S.C. App. Section 511 et seq.) to which a servicemember is entitled.

Self-Service Storage Facility Notification Requirements

Notice of Claim

The "Notice of Claim" (Tenant's Notice) to the tenant must be sent by [Verified Mail](#) or e-mail. The notice may not be sent by e-mail unless a written rental/lease agreement between the self-service storage facility and the tenant contains language underlined or in conspicuous bold print that notice may be given by e-mail if the tenant elects to provide an e-mail address.

Notice by verified mail or e-mail is considered delivered when mailed or e-mailed to the tenant's address or e-mail as listed in the rental/lease agreement.

Contents of Notice of Claim

In accordance with Property Code, Section 59.043, the self-service storage facility's notice to the tenant must contain all of the following:

- An itemized account of the claim
- The name, address, and telephone number of the self-service storage facility or the self-service storage facility's agent
- A statement that the contents of the self-service storage facility have been seized under the contractual landlord's lien
- A statement that the property may be sold at public auction or transferred and towed to a licensed vehicle storage facility for disposition if the tenant fails to satisfy the claim on or before the 14th day after the date the notice is delivered
- A statement underlined or printed in conspicuous bold print requesting a tenant who is in military service to notify the lessor of the status of the tenant's current military service immediately

Note: A self-service storage facility may require written proof of a tenant's military service in the form of documentation from the United States Department of Defense or other documentation reasonably acceptable to the self-service storage facility.

Delivery of Notice of Claim

The self-service storage facility must deliver the notice in person or by e-mail or verified mail to the tenant's last known e-mail or postal address. This notice must be made at least 15 days prior to the Notice of Sale being published or posted. If made in person, a signed and dated acknowledgment of receipt is required from the tenant; however, the department recommends making the Notice of Claim by e-mail or verified mail to minimize complications.

Transfer of Possession to a Licensed Vehicle Storage Facility

A self-service storage facility may transfer possession and authorize the tow of a vehicle to a licensed vehicle storage facility for disposition in lieu of a public sale, when the tenant fails to satisfy a claim. The self-service storage facility's lien on the vehicle is extinguished once the vehicle is towed to the licensed vehicle storage facility.

In order for the self-service storage facility to transfer possession of a vehicle to a licensed vehicle storage facility, the following conditions must be met:

- the transfer of possession and towing to a licensed vehicle storage facility must be authorized under a written rental agreement between the self-service storage facility and tenant;
- the self-service storage facility must give written notice of their claim to the tenant to include the vehicle may be towed to a licensed vehicle storage facility if the claim is not satisfied;
- the tenant fails to satisfy the claim on or before the 14th day after the notice is sent; and
- the licensed vehicle storage facility agrees in writing to accept possession of the vehicle.

The date the licensed vehicle storage facility takes possession of the vehicle must be on or after the 15th day from the date the notice of claim was sent to the tenant.

The following documents should be provided by the self-service storage facility to the licensed vehicle storage facility prior to taking possession:

- a copy of the written rental agreement authorizing the transfer of possession and towing to a licensed vehicle storage facility;
- proof the notice of claim was sent to the tenant; and
- a completed and signed *Self-Service Storage Facility Lien Foreclosure* (Form VTR-265-SSF) with a revision date of 09/21 or newer.

Notice of Sale

The Notice of Sale (Tenant's Notice) must be made by newspaper publication, or if newspaper publication is unavailable, by posting a notice in five conspicuous locations near the self-service storage facility in addition to a posting at the self-service storage facility.

Publication

If the tenant fails to satisfy the claim under the [Notice of Claim](#) on or before the 14th day after the notice was mailed or emailed, the self-service storage facility must publish two notices in a newspaper of general circulation in the county where the self-service storage facility is located. Publication must be made in two consecutive weeks, and the first publication cannot be before the 15th day after the [Notice of Claim](#) was mailed or emailed.

Timing of the Notice of Claim and Notice of Sale

The [Notice of Claim](#) (Tenant's Notice) and the [Notice of Sale](#) can be made at any time, including after the [Notice to Owner\(s\) and Lienholder\(s\)](#). There is no requirement when the [Notice of Claim](#) must be made, but the [Notice of Sale](#) must be made no earlier than the 15th day after the [Notice of Claim](#) is made. However, public sale cannot occur unless all three notices have been made AND the [Notice to Owner\(s\) and Lienholder\(s\)](#) was made no later than 30 days after the self-service storage facility took possession (refer to [Public Sale](#)).

Notice to Owner(s) and Lienholder(s)

The self-service storage facility must give written notice of sale to the last known owner and each holder of a lien recorded on the motor vehicle title no later than 30 days after the self-service storage facility takes possession of the motor vehicle. If the vehicle is registered or titled in another state, the self-service storage facility must provide notice to the owner and each lienholder of record in that state. The [Notice to Owner\(s\) and Lienholder\(s\)](#) can be made before or after either the [Notice of Claim](#) or [Notice of Sale](#), as long as the [Notice to Owner\(s\) and Lienholder\(s\)](#) is made no later than 30 days after the facility took possession. The self-service storage facility lien foreclosure procedure is not available if the [Notice to Owner\(s\) and Lienholder\(s\)](#) is made later than the 30th day after the facility took possession. The applicant may pursue a bonded title.

Notice by newspaper publication may be permitted (see [Newspaper Publication](#)).

Contents of Notice to Owner(s) and Lienholder(s)

The notice must include the amount of the charges secured by the lien, a request for payment, and a statement that if the charges are not paid in full before the 31st day after the date the notice is mailed or published, the property may be sold at public auction.

Delivery of Notice to Owner(s) and Lienholder(s)

The self-service storage facility must send notice by [Verified Mail](#) or make a [Newspaper Publication](#). Notice by [Verified Mail](#) is considered delivered when the notice, properly addressed with postage prepaid, is deposited with the United States Postal Service or a common carrier.

Newspaper Publication

A self-service storage facility may publish the notice once in a print or electronic version of a newspaper of general circulation (see [Newspaper of General Circulation](#)) in the county where the vehicle is stored. The self-service storage facility may use publication as a notification process if ALL of the following apply:

- The self-service storage facility submits a written request by [Verified Mail](#) to the governmental entity with which the motor vehicle is registered or titled requesting information relating to the identity of the last known owner(s) and any lienholder(s) of record.
- The self-service storage facility:
 - is advised in writing by the governmental entity with which the motor vehicle is registered or titled that the entity is unwilling or unable to provide information on the last known owner(s) or any lienholder(s) of record, or
 - does not receive a response from the governmental entity with which the motor vehicle is registered or titled on or before the 21st day after the date the self-service storage facility submits the request.
- The identity of the last known owner of record cannot be determined.
- The registration or title does not contain an address for the last known owner of record.
- Cannot determine the identities and addresses of the lienholders of record.

Note: The self-service storage facility is not required to publish notice if a correctly addressed notice is sent with sufficient postage and is returned as unclaimed, refused, the forwarding order has expired, or with a notation that the addressee is unknown or has moved without leaving a forwarding address.

Public Sale

A self-service storage facility may sell the motor vehicle at public sale if charges are not paid before the 31st day after the day the [Notice to Owner\(s\) and Lienholder\(s\)](#) was made. Public sale may also be conducted through an Internet website accessible to the public. Additionally, the [Notice of Claim](#) (Tenant's Notice) must be mailed/e-mailed (as applicable) and the [Notice of Sale](#) must be published/posted (as applicable) prior to the public sale. The public sale may occur on, or after, the later of the following: the 31st day after the [Notice to Owner\(s\) and Lienholder\(s\)](#) was mailed; or the 15th day after the [Notice of Sale](#) was published (or 11th day if made by posting). The proceeds shall be applied to the payment of charges, and the balance shall be paid to the person entitled to them. Vehicles sold to the highest bidder at public sale transfer to the purchaser using *Self-Service Storage Facility Lien Foreclosure* (Form VTR-265-SSF). The purchaser must apply for a vehicle title in their name, unless the vehicle is purchased by a dealer with a current General Distinguishing Number (GDN).

Note: If a public sale is conducted through an Internet website accessible to the public, the website URL must be provided on the *Self-Service Storage Facility Lien Foreclosure* (Form VTR-265-SSF) in the “Location of Public Sale” field.

Evidence Required to Transfer Ownership

1. *Application for Texas Title and/or Registration* (Form 130-U). The purchaser of the vehicle at public sale must apply for title in their name, unless the vehicle is purchased by a dealer with a current General Distinguishing Number (GDN).
2. *Self-Service Storage Facility Lien Foreclosure* (Form VTR-265-SSF). Must be completed by the self-service storage facility operator/authorized agent and signed by the self-service storage facility operator/authorized agent and purchaser.
3. A copy of the signed [Rental/Lease Agreement](#).
4. [Verification of Title and/or Registration](#).

5. Proof of notifications:

Notice of Claim (Tenant's Notice) - Official evidence of [Verified Mail](#) or e-mail made at least 15 days prior to the "Notice of Sale." E-mail verification must consist of a copy of the e-mail evidencing date of transmission and the recipient's email address (matching the email listed in the rental/lease agreement).

Notice of Sale - Proof consists of legible photocopies of each (two) newspaper publications which includes the name of the publication and the dates of publication. Publications must be in two consecutive weeks. The first publication must be on or after the 15th day after "Notice of Claim" (Tenant's Notice) was made.

If "Notice of Sale" is made by posting, a copy of the notice and a list of at least five addresses where the postings were made is required.

Notice of Owner(s) and Lienholder(s) - Official evidence of [Verified Mail](#) and/or [Newspaper Publication](#) (as applicable). This notice must be made on or before the 30th day after the self-service storage facility takes possession of the vehicle.

6. A copy of current proof of liability insurance in the applicant's name. Refer to Chapter 11 of the [TxDMV Motor Vehicle Registration Manual](#).
7. Verification of the vehicle identification number, motor number, or serial number to establish the vehicle's correct identity is required when a verification of title and/or registration is unavailable. A pencil tracing, photograph, or *Law Enforcement Identification Number Inspection* (Form VTR-68-A) are acceptable when required.
8. If the vehicle was last registered out of state, a vehicle identification number certification is required through an applicable state inspection or self-certification on the *Application for Texas Title and/or Registration* (Form 130-U). A certified weight certificate is also required for a commercial vehicle (refer to [Chapter 10, Weight Certificate](#)).

Nonrepairable/Junk Vehicles

A self-service storage facility may apply to the department for authority to dispose of an unclaimed motor vehicle to a demolisher if the self-service storage facility determines the motor vehicle's only residual value is as a source of parts or scrap metal, or it is not economical to dispose of the vehicle at a public sale. A self-service storage facility making this determination will apply on the *Application for Authority to Dispose of a Motor Vehicle to a Demolisher after Statutory Foreclosure* (Form VTR-71-6) with a revision date of 09/17 or newer.

Under this scenario, the self-service storage facility must comply with all notification requirements under Property Code, Chapter 59. The self-service storage facility may apply to the department to dispose of the vehicle to a demolisher on or after the 31st day the [Notice to Owner\(s\) and Lienholder\(s\)](#) was made.

Evidence Required to Support the Application for Authority to Dispose

1. *Application for Authority to Dispose of a Motor Vehicle to a Demolisher after Statutory Foreclosure* (Form VTR-71-6) with a revision date of 09/17 or newer.
2. *Self-Service Storage Facility Lien Foreclosure* (Form VTR-265-SSF) and all required documents listed on that form, such as proof of notification, title/registration verification, and any other applicable requirements.
3. Payment of the \$2.00 application fee in the form of a cashier's check, money order, or check made payable to the Texas Department of Motor Vehicles.
4. Verification of the vehicle identification number, motor number, or serial number to establish the vehicle's correct identity is required when a verification of title and/or registration is unavailable. A pencil tracing, photograph, or *Law Enforcement Identification Number Inspection* (Form VTR-68-A) are acceptable when required.

The forms, fee, and all applicable documentation must be submitted to:

**Texas Department of Motor Vehicles
Vehicle Titles and Registration Division
ATTN: Title Control Systems
Austin, Texas 78779-0001**

23.6 Landlord's Lien

Form: *Landlord's Lien Foreclosure* (Form VTR-265-L)

Storage Location: Lease or Rental Property

Authorization: Landlord or Landlord's Agent

Statute: Property Code, Chapter 54

General Information

When a landlord's lien is acquired on a motor vehicle under the provisions of the Property Code, Section 54.041, the landlord may sell or dispose of a motor vehicle in accordance with the provisions of Chapter 54.

Rental/Lease Agreement

A written rental or lease agreement signed by the landlord (lessor) and the tenant (lessee) is required. The agreement must contain the landlord's rights to seize and sell the property. The seizure and sale rights must be underlined or printed in conspicuous bold print. The lien is not enforceable unless the sale and disposition of the property is authorized in a written rental/lease agreement.

The landlord cannot charge for packing, removing, or storing the motor vehicle unless those charges are authorized in the written rental/lease agreement.

Ownership

The vehicle that is seized and sold must be in the name of the tenant listed in the rental/lease agreement. A title verification is required from the last state of title. A release of lien is required when the title verification indicates a lien. If the vehicle title is not in the tenant's name (as listed in the rental/lease agreement), verification of the title record cannot be obtained from another state, or if a release of lien cannot be obtained (if a lien is recorded on the title record), the landlord's lien foreclosure is not available. The applicant may pursue a bonded title.

Exempt/Non-Exempt Property

A landlord may only seize and sell non-exempt property located on the rental property. A landlord may not seize exempt property. One automobile and one truck, each, are considered exempt and cannot be seized under this the landlord's lien foreclosure procedure. Additional automobiles and trucks are considered non-exempt and may be seized and sold under this procedure.

Landlord's Notification Requirements

Seizure of Property Notice

The landlord must leave a written notice with an itemized list of the items removed immediately after seizure in a conspicuous place within the dwelling. The notice must state the amount of delinquent rent and the name, address, and telephone number of the person the tenant may contact regarding the amount owed. The notice must state that the property will be promptly returned upon full payment of the delinquent rent.

Note: Proof of this notice is not required to be attached to the title application.

Notices of Sale

The landlord must give notice to the tenant no later than the 30th day before the date of the sale. The notice must be sent by both first class mail AND [Certified Mail, Return Receipt](#), to the tenant's last known address and must include all of the following:

- The date, time, and place of the sale
- An itemized account of the amount owed by the tenant to the landlord

- The name, address, and telephone number of the person the tenant may contact regarding the sale, the amount owed, and the right of the tenant to redeem the property at any time before the property is sold by paying all delinquent rents and, if authorized in the written lease, reasonable packing, moving, storage, and sale costs

Public Sale

The landlord or their authorized agent may sell the vehicle at public sale to the highest bidder if the charges are not paid before the 31st day after the [Notices of Sale](#) are mailed. The proceeds from the sale shall be applied to the payment of any charges and pay the balance, if any, to the person entitled to them. Vehicles sold to the highest bidder at public sale transfer to the purchaser using *Landlord's Lien Foreclosure* (Form VTR-265-L). The purchaser must apply for a vehicle title in their name, unless the vehicle is purchased by a dealer with a current General Distinguishing Number (GDN).

Excess Proceeds

The landlord must mail any sale proceeds remaining to the tenant at the tenant's last known address no later than the 30th day after the date of the sale. The landlord must provide the tenant with an account of all the proceeds on the sale within 30 days of the tenant making a written request for the accounting.

Evidence Required to Transfer Ownership

1. *Application for Texas Title and/or Registration* (Form 130-U). The purchaser of the vehicle at public sale must apply for title in their name, unless the vehicle is purchased by a dealer with a current General Distinguishing Number (GDN).
2. *Landlord's Lien Foreclosure* (Form VTR-265-L). Must be completed by the landlord/authorized agent and signed by the landlord/authorized agent and purchaser.
3. A copy of the signed [Rental/Lease Agreement](#).
4. Verification of title is required from the last state of title in the tenant's name. **A third party verification is not acceptable. Verification must be from the state of record (government entity).** If not available or the verification is not in the tenant's name, this procedure cannot be used. The applicant may pursue a bonded title.
5. Proof of [Notices of Sale](#) sent to the tenant by [Certified Mail, Return Receipt](#). Proof of the notification sent to the tenant by first class mail is not required.
6. Release of lien(s), if applicable. A release of lien is required if a lien is indicated on the title/registration verification.
7. A copy of current proof of liability insurance in the applicant's name. Refer to Chapter 11 of the [TxDMV Motor Vehicle Registration Manual](#).
8. Verification of the vehicle identification number, motor number, or serial number to establish the vehicle's correct identity may be requested. A pencil tracing, photograph, or *Law Enforcement Identification Number Inspection* (Form VTR-68-A) are acceptable when required.

9. If the vehicle was last registered out of state, a vehicle identification number certification is required through an applicable state inspection or self-certification on the *Application for Texas Title and/or Registration* (Form 130-U). A certified weight certificate is also required for a commercial vehicle. (Refer to [Chapter 10, Weight Certificate](#).)

Nonrepairable/Junk Vehicles

A landlord may apply to the department for authority to dispose of an unclaimed motor vehicle to a demolisher if the landlord determines the motor vehicle's only residual value is as a source of parts or scrap metal, or it is not economical to dispose of the vehicle at a public sale. A landlord making this determination will apply on the *Application for Authority to Dispose of a Motor Vehicle to a Demolisher after Statutory Foreclosure* (Form VTR-71-6) with a revision date of 09/17 or newer.

Under this scenario, the landlord must comply with all notification requirements under Property Code, Chapter 54. The landlord may apply to the department to dispose of the vehicle to a demolisher on or after the 31st day the [Notices of Sale](#) were mailed.

Evidence Required to Support the Application for Authority to Dispose

1. *Application for Authority to Dispose of a Motor Vehicle to a Demolisher after Statutory Foreclosure* (Form VTR-71-6) with a revision date of 09/17 or newer.
2. *Landlord's Lien Foreclosure* (Form VTR-265-L) and all required documents listed on that form, such as proof of notification, title/registration verification, and any other applicable requirements.
3. Payment of the \$2.00 application fee in the form of a cashier's check, money order, or check made payable to the Texas Department of Motor Vehicles.
4. Verification of the vehicle identification number, motor number, or serial number to establish the vehicle's correct identity is required when a verification of title and/or registration is unavailable. A pencil tracing, photograph, or *Law Enforcement Identification Number Inspection* (Form VTR-68-A) are acceptable when required.

The forms, fee, and all applicable documentation must be submitted to:

**Texas Department of Motor Vehicles
Vehicle Titles and Registration Division
ATTN: Title Control Systems
Austin, Texas 78779-0001**

23.7 Verification of Title and/or Registration

If the vehicle is registered in Texas, verification of Texas title and/or registration is required. If registered outside of Texas, verification of title and/or registration from the state of record is required if available. If not available, the following may be provided:

- If a statutory lienholder sends a written request for title and registration verification to the state of record by certified or verified mail (as applicable, see [Type of Mailing](#) below) and is informed by letter from that state that due to the Driver's Privacy Protection Act restrictions the state will forward the statutory lienholder's notification to the owner(s) and lienholder(s) for notification purposes, then the original letter(s) from the state of record, along with certified or verified mail (as applicable, see [Type of Mailing](#) below) receipts for each notification sent to that state, is acceptable; or
- If notification is made by newspaper publication (if applicable), proof that a correctly addressed request for the name and address of the last known registered owner(s) and lienholder(s) was sent to the state of record by certified or verified mail (as applicable, see [Type of Mailing](#) below). Proof consists of a copy of the request sent along with certified or verified mail (as applicable) receipts for the notification sent to the state of record.

Verifications Obtained From Private Entities

For vehicles last titled and/or registered in Texas, county tax assessor-collectors have the discretion to accept verifications obtained from a private entity when the owner's and lienholder's (if any) name and address match the current Registration and Title System (RTS) record. The fact that the verification is from a private entity is not a reason for rejection when it matches the RTS record at the time of application. If the third party verification matches the RTS record and the county tax assessor-collector has accepted the third party verification, the county tax assessor-collector must process a vehicle inquiry and attach the inquiry printout to the application when processing the foreclosure lien. The inquiry will confirm the third party verification and the current RTS record match at the time of transfer. The third party verification is acceptable if it predates the current RTS record and is consistent with the date the statutory lienholder took possession. Otherwise, the transaction is not acceptable if the RTS record and the third party verification do not match.

For vehicles last titled and/or registered outside of Texas, a county tax assessor-collector must accept a verification obtained from a private entity when it is used in conjunction with a licensed vehicle storage facility lien foreclosure. Additionally, licensed vehicle storage facilities may also obtain verification directly from the governmental entity through a system provided by that governmental entity. These types of verifications remain unacceptable for vehicles last titled and/or registered outside of Texas with any other lien foreclosure.

Type of Mailing

Mechanic's lien, franchise mechanic's lien, vehicle storage facility lien and storage lien foreclosures require the title and/or registration verification request to be made by [Certified Mail, Return Receipt](#). [Electronic Certified Mail](#) is also acceptable for vehicle storage facility liens. Self-service storage facility operators may make the request by [Verified Mail](#).

Not Applicable

This section does not apply to landlord lien foreclosures. Landlords may make the request for title and/or registration verification in any manner; however, the alternative methods provided above do not apply to these lien foreclosures. A title and/or registration verification is required from the last state of record; otherwise, the landlord's lien foreclosure procedure is not an available option for disposition. Refer to Section [23.6 Landlord's Lien](#).

No Record Found/VIN Verification Required

A VIN verification is required if no Texas or out of state title verification is available for a mechanic's lien, franchise mechanic's lien, vehicle storage facility lien, and storage lien foreclosure. This section does not apply to landlord's lien foreclosure because the foreclosure process is not permissible if a record cannot be located.

New Owner or Lienholder Recorded

In rare situations, a new owner or lienholder is recorded on the motor vehicle record after a statutory lienholder has obtained the registration and/or title verification. Statutory lienholders are not required to send additional notifications or restart the notification process if they have notified the owner and lienholder on record at the time of obtaining registration and/or title verification. This includes the time between when the statutory lienholder obtains the registration and/or title verification and the title application is filed at the county tax assessor-collector's office following public sale.

23.8 Acceptable Proof of Notifications

Certified Mail, Return Receipt

Proof consists of the United States Postal Service (USPS) date stamped receipts for certified mail (PS Form 3800 or 3877) and the return receipt (PS Form 3811), together with any unopened certified letter(s) returned as undeliverable, unclaimed, refused, or no forwarding address.

Note: A motor vehicle taken into possession by a licensed vehicle storage facility is only required to provide proof of mailing. Proof of delivery or unopened letters are not required.

Figure 23-1 PS Form 3800

U.S. Postal Service -
CERTIFIED MAIL RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)
For delivery information visit our website at www.usps.com.

OFFICIAL USE

Postage	\$	Postmark Here
Certified Fee		
Return Receipt Fee (Endorsement Required)		
Restricted Delivery Fee (Endorsement Required)		
Total Postage & Fees	\$	

Send To
Street, Apt. No.,
or PO Box No.
City, State, ZIP+4

PS Form 3800, June 2002 See Reverse for Instructions

Note: “Track and Confirm” is not acceptable.

PS Form 3877

A copy of the page from the *Firm Mailing Book for Accountable Mail* (PS Form 3877) or a copy of a privately printed or computer generated firm mailing bill is acceptable provided it contains a U.S. postal date stamp, the name and complete address of the person/firm to whom the certified mail was sent, the “Article Number” corresponds on all documentation, and indicates the mailing type as “Certified Mail.”

Additionally, the PS Form 3877 is provided by USPS when the PS Form 3800 is lost.

PS Form 3877 details are located on the [USPS Website](http://www.usps.com).

Lost Return Receipt

When the post office loses the return receipt or the unopened certified letters that should have been returned as undeliverable, unclaimed, refused, or no forwarding address, the mailer may request from the post office a return of receipt after mailing and a record of delivery. This will be acceptable in lieu of the PS Form 3811.

The document (usually on USPS letterhead) must contain the following information:

- article number;
- delivery status;
- verification the original document was sent by certified mail; and
- complete mailing address for the original document.

Electronic Certified Mail

Electronic certified mail consists of the PS Form 3800 or PS Form 3877 for proof of mailing. If the PS Form 3877 is used, it must show “Certified Mail” as the type.

The proof of delivery is verified with a USPS Tracking printout where the tracking number is the same number shown on the PS Form 3800 or 3877 and shows the date of delivery and a status of “Delivered.” The tracking number for the notice must match the tracking number displayed on the USPS Tracking printout.

In all cases, proof must establish a date of mailing, date of delivery or status showing “delivered,” and the address where the notification(s) were mailed.

Any unopened certified letter(s) returned as undeliverable, unclaimed, refused, or no forwarding address should be submitted.

Electronic certified mail is only acceptable for licensed vehicle storage facility lien notifications and is not acceptable for any other lien foreclosure notifications detailed in this chapter.

Note: A motor vehicle taken into possession by a licensed vehicle storage facility is only required to provide proof of mailing. Proof of delivery or unopened letters are not required.

Verified Mail

Verified mail means any method of mailing that provides evidence of mailing such as a receipt, copy of receipt, green card, or website tracking printout from the U.S. Postal Service or any common carrier. In lieu of this, unopened letter(s) returned as undeliverable, unclaimed, refused, or no forwarding address are accepted. “Track and Confirm” is acceptable proof of verified mail.

Newspaper Publication

Proof consists of the required evidence of mailing (refer to [Evidence of Mailing](#)) as well as a legible photocopy of the newspaper publication that includes the name and date of the publication.

Note: If a licensed vehicle storage facility utilizes a Newspaper Publication as the method of notification an NMVTIS report is required (refer to [Notice by Newspaper Publication in Section 23.4, "Licensed Vehicle Storage Facility Lien"](#)).

Evidence of Mailing

The required evidence of mailing consists of the [Certified Mail, Return Receipt](#), sent to the governmental entity with which the vehicle was last registered and/or titled for a [Mechanic’s Lien](#), [Franchise Mechanic’s Lien](#), [Licensed Vehicle Storage Facility Lien](#), and [Storage Lien](#).

The required evidence of mailing consists of [Verified Mail](#) sent to the governmental entity with which the vehicle was last registered and/or titled for only a [Self-Service Storage Facility Lien](#).

Newspaper publication is not an available option for a [Landlord's Lien](#).

23.9 Miscellaneous Information Regarding Lien Foreclosure

Newspaper of General Circulation

In this chapter, the term “newspaper of general circulation” describes a newspaper that has more than a de minimis (too trivial or minor to merit consideration) number of subscribers within a particular geographic region, has a diverse audience/subscribership, and contains some news, editorials, and advertisements of general interest to the community. (Refer to Texas Attorney General Opinion No. JC-0223)

Liens Occurring Out of State

Out of state foreclosure liens should be cleared by the state in which the lien was created.

Renewal Recipient Notification

Renewal recipients are not required to be notified, but it is recommended. The last registered owner and lienholder are considered the owner of record; however, it is recommended that any other potential owner(s) and lienholder(s) listed on a title and/or registration verification or those located in the eTAG/ePLATE and permit databases be notified.

Innocent Purchasers

The bonded title process or a tax assessor-collector hearing is only available to an innocent purchaser. A person buying directly from the statutory lienholder (mechanic, storage facility, etc) is not considered an innocent purchaser.

For example, if a mechanic sells a vehicle to Purchaser A without the proper documentation, Purchaser A is not an innocent purchaser because they directly purchased the vehicle from the statutory lienholder. However, if Purchaser A sells the vehicle to Purchaser B before obtaining title, Purchaser B would be considered an innocent purchaser because they did not buy the vehicle directly from the statutory lienholder.

Dealer Purchases

The purchaser, as shown on the bill of sale/assignment on the applicable foreclosure form must title in their name; however, if the purchaser is a dealer, the dealer may use *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A).

Deployed Military Protections

Refer to [Chapter 20, Section 20.2 Deployed Military Protections](#).

23.10 Nonrepairable/Junk Vehicles

Prior to Public Sale

A statutory lienholder may apply to the department for authority to dispose of an unclaimed motor vehicle to a demolisher if the motor vehicle is in the possession of a lienholder under Chapter 54, 59, or 70, Property Code, or Chapter 2303, Occupations Code. The lienholder must have complied with all notification requirements of the applicable chapter to foreclose on the lien, and the lienholder must determine the motor

vehicle's only residual value is as a source of parts or scrap metal, or it is not economical to dispose of the vehicle at a public sale. A statutory lienholder described by this scenario will apply on the Application for Authority to Dispose of a Motor Vehicle to a Demolisher after Statutory Foreclosure (Form VTR-71-6) with a revision date of 09/17 or newer.

Note: *The Junked Vehicle Purchased at a Foreclosure Sale (Form VTR-70) was eliminated on September 1, 2017, and should not be used to apply for a Certificate of Authority.*

Purchased at Public Sale

When a vehicle is lawfully acquired at public auction pursuant to a statutory lien foreclosure sale and the vehicle is of such little value that it does not justify the expense of registration and title, the purchaser may apply to the department for a Certificate of Authority to dispose of the vehicle to a demolisher for demolition, wrecking, or dismantling. Applicants must complete the *Application for Authority to Dispose of a Motor Vehicle to a Demolisher* (Form VTR-71-2) with a revision date of 09/17 or newer accompanied by the applicable statutory lien foreclosure form (VTR-265-M, VTR-265-FM, VTR-265-S, VTR-265-VSF, VTR-265-SSF, or VTR-265-L), and all related documents necessary to support the foreclosure transaction as would otherwise be required to be submitted to the county tax assessor-collector's office.

Note: *The Junked Vehicle Purchased at a Foreclosure Sale (Form VTR-70) was eliminated on September 1, 2017, and should not be used to apply for a Certificate of Authority.*

CERTIFIED COPIES

This chapter contains the following sections:

- **24.1** Lost or Destroyed Certificate of Title
- **24.2** Certified Copy of Title
- **24.3** Certified Copy of Duplicate Original Title (CCDO)
- **24.4** Safety Responsibility Act
- **24.5** Owner Verification Procedures/Acceptable Identification
- **24.6** Title Records Recording a Lien
- **24.7** Verifiable Proof for Lienholders Applying for Certified Copies of Titles
- **24.8** Business Owner(s) of Record/Verified Agent of Business
- **24.9** Vehicles Titled in the Name of a Trust
- **24.10** Retention of Documentation Returned
- **24.11** Certified Copy of Title Denial Alternatives
- **24.12** Title Transfers Involving Fraudulent/Questionable Certified Copies of Title
- **24.13** CCO Requests for Electronic Lien Records

24.1 Lost or Destroyed Certificate of Title

Transportation Code Section 501.134

- (a) *If a printed title is lost or destroyed, the owner or lienholder disclosed on the title may obtain, in the manner provided by this section and department rule, a certified copy of the lost or destroyed title directly from the department by applying in a manner prescribed by the department and paying a fee of \$2. A fee collected under this subsection shall be deposited to the credit of the Texas Department of Motor Vehicles fund.*
- (b) *If a lien is disclosed on a title, the department may issue a certified copy of the title only to the first lienholder or the lienholder's verified agent unless the owner has original proof from the lienholder of lien satisfaction.*
- (c) *The department must plainly mark "certified copy" on the face of a certified copy issued under this section.*
- (d) *A certified copy of the title that is lawfully obtained under this section supersedes and invalidates any previously issued title or certified copy. If the certified copy of the title is later rescinded, canceled, or revoked under Section 501.051, the department may revalidate a previously superseded or invalidated title or certified copy of title.*
- (e) *Repealed by Acts 2011, 82nd Leg., R.S., Ch. 1296, Sec. 247(3), eff. January 1, 2012.*
- (f) *Repealed by Acts 2011, 82nd Leg., R.S., Ch. 1296, Sec 247(3), eff. January 1, 2012.*
- (g) *The department may issue a certified copy of a title only if the applicant:*

- (1) *is the registered owner of the vehicle, the holder of a recorded lien against the vehicle, or a verified agent of the owner or lienholder; and*
- (2) *submits personal identification as required by department rule.*
- (h) *If the applicant is the agent of the owner or lienholder of the vehicle and is applying on behalf of the owner or lienholder, the applicant must submit verifiable proof that the person is the agent of the owner or lienholder.*
- (i) *Repealed by Acts 2011, 82nd Leg., R.S., Ch. 1296, Sec.247(3), eff. January 1, 2012.*

24.2 Certified Copy of Title

A certified copy of title, as provided for in this section, should be issued upon presentation of a properly completed *Application for a Certified Copy of Title* (Form VTR-34) if the negotiable Texas Certificate of Title is lost or destroyed. No person should, without lawful authority attached to the application, complete an application for certified copy for any person other than the owner.

Submission

The *Application for a Certified Copy of Title* (Form VTR-34) together with the required documentation and the required fee, must be submitted directly to a TxDMV Regional Service Center.

The fee should be in the form of a check, cashier's check, or money order made payable to the Texas Department of Motor Vehicles. Do not mail cash.

If mailing by overnight or express mail, through a mail service, which requires a physical address, mail to your TxDMV Regional Service Center using the appropriate street address found on the *Application for a Certified Copy of Title* (Form VTR-34). Note the following:

- The certified copy of title is a negotiable title; and only the owner or lienholder, or verified agent of either should sign *Application for a Certified Copy of Title* (Form VTR-34), for a certified copy of a title.
- Original signatures are required on *Application for a Certified Copy of Title* (Form VTR-34). The department does not accept applications by fax.
- An application for a certified copy cannot be assigned. The certified copy of title should be issued before ownership of the motor vehicle concerned may be transferred.
- A photocopy of an [“Acceptable Form of Current Identification”](#) is required.
- A release of lien must be original. If the original release of lien is used to remove the lien from the vehicle record prior to issuing the certified copy of title, the original release of lien will not be returned.
- Other documentation (i.e. court documents) submitted with a *Application for a Certified Copy of Title* (Form VTR-34) should be original documents or certified copies. Any documents mailed with the Form VTR-34 will not be returned with the certified copy of title.
- Powers of Attorney, including the *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A) may be photocopies.

Verification of Ownership

In the event the department receives an *Application for a Certified Copy of Title* (Form VTR-34) and every resource has been checked with no record of title or registration, the department cannot issue a certified copy of title. If the owner has satisfactory evidence of ownership, the owner may complete a statement of fact and submit it to the department with legible photocopies of evidence of ownership and the \$2 fee.

Satisfactory evidence of ownership includes:

- A photocopy of an original or certified copy of the Certificate of Title in the applicants name with release of lien, if applicable.
- A Duplicate Original or a photocopy of a Duplicate Original (non-negotiable title issued prior to September 1, 2001) title in the applicants name, with a release of lien, if applicable.
- The Title Control Systems Branch processes applications without a recorded lien. County tax assessor-collector's offices process applications with a recorded lien.

Table 24-1 Evidence of Ownership

EVIDENCE OF OWNERSHIP INDICATES NO LIEN	EVIDENCE OF OWNERSHIP INDICATES A LIEN
Submit a statement of fact	Submit a statement of fact
Attach legible photocopy of evidence of ownership indicating no lien	Attach legible photocopy of evidence of ownership indicating a lien and release of lien
Attach completed Form <i>Application for a Certified Copy of Title</i> (Form VTR-34) with a legible copy of the owner's government-issued photo ID	Attach completed <i>Application for Texas Title and/or Registration</i> (Form 130-U).
Submit a \$2.00 fee in the form of a check, cashier's check, or money order payable to the Texas Department of Motor Vehicles.	Submit the title application fee (\$28 or \$33) fee in the form of a check, cashier's check, or money order payable to your local county tax assessor-collector.
Mail to: Texas Department of Motor Vehicles Vehicle Titles and Registration Division Attn: Title Control Systems Branch Austin, Texas 78779-0001	Mail or submit to your local county tax assessor-collector's office

- A certified copy of title issues in the owner's name as shown on the evidence of ownership and mailed to the delivery address provided (Refer to [Chapter 7, "Corrections"](#)).
- If an application for a corrected title is filed, to remove a lien (no transfer of ownership involved) and the application is supported by a certified copy of title, the registered owner receives a certified copy of title.

Multiple CCO Requests

As of November 2010 there is a 30 day waiting period for persons requesting a duplicate CCO. In some emergency situations the department may waive this waiting period. Examples of these situations include:

- Immediate military deployments.
- A previous CCO issued based on fraudulent release of lien or similar circumstances.

The applicant must surrender the outstanding CCO or title for the vehicle in order to receive the duplicate CCO in under 30 days.

24.3 Certified Copy of Duplicate Original Title (CCDO)

Effective September 1, 2001, the requirement to issue a non-negotiable Duplicate Original Certificate of Title to the owner when a lien is recorded was eliminated and replaced with the *Tax Collector's Receipt for Title Application/Registration/Motor Vehicle Tax* (Form VTR-500-RTS). When a CCDO is listed, the reference is to a Certified Copy of Duplicate Original Non-negotiable Texas Title issued prior to September 1, 2001.

If a CCDO (issued prior to September 1, 2001) is lost or destroyed, a Duplicate Registration Receipt or Vehicle Inquiry may be requested from the county tax assessor-collector's office or TxDMV Regional Service Center.

24.4 Safety Responsibility Act

For information about the issuance of a certified copy of title or a registration receipt for Registration Purposes Only on vehicles suspended under the provisions of the Safety Responsibility Act, refer to Chapter 601 of the Texas Transportation Code, or [Chapter 8, "Refusal/Denial of Title"](#) of this manual.

24.5 Owner Verification Procedures/Acceptable Identification

The required proof for an individual owner of record, if no lien is recorded, is an ["Acceptable Form of Current Identification"](#). Required proof for an agent of the owner or lienholder is an acceptable form of current identification along with a letter of signature authority on letterhead or printed business card (letterhead or printed business card may be copies), or the agent's employee ID. A photocopy of the acceptable form of current identification presented should be attached to the *Application for a Certified Copy of Title* (Form VTR-34) to be included in the title history record.

Acceptable Form of Current Identification

Note: This section and references to this section in this chapter on acceptable forms of current identification is only applicable to applications for Certified Copy of Title.

An owner or lienholder may not apply for a certified copy of title unless the applicant presents a current photo identification of the owner or lienholder containing a unique identification number and expiration date. If the motor vehicle is titled in more than one name, then the identification for each owner must be presented. The identification document must be a:

- driver's license or state identification certificate issued by a state or territory of the United States;
- United States (U.S. passport card is acceptable) or foreign passport;
- United States military identification card;
- North Atlantic Treaty Organization (NATO) identification;

- identification issued under a Status of Forces Agreement;
- United States Department of Homeland Security identification document;
- concealed handgun license or license to carry a handgun issued by the Texas Department of Public Safety;
- United States Citizenship and Immigration Services identification document; or
- United States Department of State identification document.

Note: An ID will be considered current for identification purposes if it is not more than 12 months expired. A state-issued personal identification certificate issued to a qualifying person that specifies it is non-expiring is acceptable. For a Texas ID, the person must be at least 60 years old to qualify for a non-expiring ID.

Requirements

If the applicant is the individual owner of record the required documentation is:

1. A completed signed *Application for a Certified Copy of Title* (Form VTR-34) along with applicable fees.
2. A photocopy of the owner of record's acceptable form of current identification.
3. If the record indicates a lien, a release of lien on the lienholder's original letterhead. If the release of lien is on a department form, the lienholder should attach verifiable proof, such as a letter of signature authority on original letterhead, a business card, or a photocopy of the employee's ID.

Note: If the record indicates Joint Owners and/or a Survivorship Rights remark, each owner and/or survivor must also sign the application and provide a photo ID (Refer to [Rights of Survivorship Agreement Represents Joint Ownership](#)).

Power of Attorney

If the applicant has Power of Attorney (POA) for the individual owner of record, the individual or agent of the business-appointed POA is required to provide the following documentation:

1. A completed signed *Application for a Certified Copy of Title* (Form VTR-34) along with applicable fees.
2. A POA signed by the individual owner of record (original or photocopy is acceptable).
3. A photocopy of the individual owner of record's acceptable form of current ID.
4. If an individual has POA, a photocopy of the acceptable form of current ID of the individual signing the *Application for a Certified Copy of Title* (Form VTR-34).

5. If a business has POA, a letter of signature authority on letterhead, a business card, or a photocopy of the employee's ID, and a photocopy of the acceptable form of current ID of the business agent who signed *Application for a Certified Copy of Title* (Form VTR-34).
6. Any additional documentation required for the specific scenario if applicable.

Note: In the case of joint ownership, each owner should sign the POA and provide a photocopy of each individual owner of record's acceptable form of current ID.

Applying on Behalf of an Entity

When applying for a CCO on behalf of an entity, an employee's or authorized agent's employee ID is acceptable to establish authority to sign on behalf of the entity. In addition to the individual's government issued photo ID, an employee or agent can present an original or photocopy of a letter of authorization, printed business card, or employee ID. This applies to vehicles titled in the name of a business, government entity, organization, lease company, or with a power of attorney (POA).

If the motor vehicle is titled in the name of a trust, then an [Acceptable Form of Current Identification](#), of a trustee must be presented along with a copy of the trust agreement listing the trustee.

Note: Copies of the letter of authorization, employee ID, printed business card, or POA are acceptable when provided as proof of signature authority.

24.6 Title Records Recording a Lien

If a motor vehicle record reflects a lienholder or lienholders (encumbered status), the first lienholder may complete the *Application for a Certified Copy of Title* (Form VTR-34) for a certified copy of title if the original title recording the lien is lost or destroyed. Encumbered owner(s) must complete *Application for a Certified Copy of Title* (Form VTR-34) and provide a release of lien for a certified copy of title. (Refer to [Chapter 12, "Liens"](#) for more information).

A lien recorded on a Texas title remains on the record until a new application for Texas title is filed or the owner applies for a corrected title to remove the lien and is supported by a release of lien. The title application is processed through a county tax assessor-collector's office and a new title is issued showing no lien. Effective June 21, 2021, a lien can also be removed from the vehicle record when an owner obtains a certified copy of title that is supported by an original release of lien. A certified copy of title will then be issued without the lien and eliminate the need for the original release of lien to be returned to the owner. The owner can choose to obtain a certified copy of title without a lien at the Regional Service Center or apply for a corrected title to remove the lien at the county tax assessor-collector's office without having to obtain a certified copy of title when the original Texas title is lost or destroyed.

Note: If the owner's original title has not been lost or destroyed, the owner cannot apply for a certified copy of title to remove a lien. The owner must apply for a corrected title through the county tax assessor-collector's office to remove the lien and surrender the original title.

Multiple Lienholders

A second lienholder has no authority to apply for a certified copy of title without a release of lien from the first lienholder. When dealing with a vehicle record with a first and second lienholder:

- The first lienholder may apply for a CCO without a release of lien from the second lienholder
- The owner(s) may apply for a CCO with a release of lien from **both** lienholders
- The second lienholder may apply for CCO with a release of lien from the first lienholder

Missing Lienholders

If a Texas record indicates a lien has been recorded on a Texas title for 10 years or more and the lienholder is no longer in business or cannot be located by the applicant, a certified copy of title may be issued. Research must be performed to verify the lienholder has not merged with, or been bought out, by another entity which has assumed the original lienholder's assets. (Refer to [Chapter 12, Section 12.13 Liens Over 10 Years Old](#).) The owner on the Texas record must submit a statement of fact that the lien has been satisfied, is 10 years or more old, and the lienholder is out of business and cannot be located. At the time of processing the certified copy of title, the lien will be removed and the title will be issued without the lien.

Certified Copies

A certified copy of title issues from an application for corrected title if supported by a surrendered certificate of title. Subsequent certificates of title bear the words "Certified Copy" until the motor vehicle is transferred to a new owner, who receives a negotiable title or a registration receipt if the application shows a lien.

In the event a certified copy of title is lost or destroyed, another certified copy of title issues from a properly completed *Application for a Certified Copy of Title* (Form VTR-34).

Deceased Owners

If the original owner of record is deceased, it is generally not necessary for a certified copy of title to be issued. However, a certified copy of title can be issued if the executor or heirs of the estate request a certified copy of title in order to sell the vehicle. In these instances, the executor should complete *Application for a Certified Copy of Title* (Form VTR-34) and attach Letters Testamentary. If the estate has not been probated, all heirs should complete an Heirship Affidavit and state on the affidavit that the original title has been lost and a title is needed to dispose of the vehicle. The Heirship Affidavit should accompany an *Application for a Certified Copy of Title* (Form VTR-34). The individual

named as the purchaser on the *Affidavit of Heirship for a Motor Vehicle* (Form VTR-262) should sign the *Application for a Certified Copy of Title* (Form VTR-34). If the vehicle has not been sold, all heirs must designate on the separate affidavit who may obtain a CCO.

If the lienholder is deceased, the *Application for a Certified Copy of Title* (Form VTR-34) should be completed by the administrator or executor of the deceased lienholders estate (or by all heirs if no administration) and evidence of lawful authority (Letters of Administration, Letters Testamentary, Heirship Affidavit, etc.) should be attached to the *Application for a Certified Copy of Title* (Form VTR-34). Refer to the *Affidavit of Heirship for a Motor Vehicle* (Form VTR-262) to be used in these cases (refer to [Chapter 16, “Operation of Law”](#)).

24.7 Verifiable Proof for Lienholders Applying for Certified Copies of Titles

Effective September 1, 2001, along with properly completed *Application for a Certified Copy of Title* (Form VTR-34), lienholders filing applications for certified copies of titles should provide the following required verifiable proof (see below).

Lost Titles

If the applicant is the lienholder (individual) and the lien has not been satisfied and the lienholder has lost the title, the required documentation for the individual lienholder is:

1. A completed signed *Application for a Certified Copy of Title* (Form VTR-34) along with applicable fees.
2. A photocopy of the “[Acceptable Form of Current Identification](#)” of the individual recorded as lienholder signing the *Application for a Certified Copy of Title* (Form VTR-34).

Agents of the Recorded Lienholders

If the applicant is a verifiable agent of the recorded lienholder, the required documentation is:

1. A completed signed *Application for a Certified Copy of Title* (Form VTR-34) along with applicable fees.
2. A photocopy of the “[Acceptable Form of Current Identification](#)” of the verified agent of the recorded lienholder signing the *Application for a Certified Copy of Title* (Form VTR-34).
3. A letter of signature authority on original letterhead authorizing the recorded lienholder agent to sign the *Application for a Certified Copy of Title* (Form VTR-34), a business card of the recorded lienholder agent, or a photocopy of the recorded lienholder agent’s employee ID.

Agents Letter of Signature

If the applicant is a verified agent of the recorded lienholder, who has filed with the department a copy of the business contract and a blanket letter of signature authority on original letterhead stating that specific employees of the named service provider are authorized to act on behalf of the lienholder, the additional required documentation is:

1. A completed signed *Application for a Certified Copy of Title* (Form VTR-34) along with applicable fees.
2. A copy of the recorded lienholder's letter of signature authority stating that specific employees of the service provider are authorized to act on behalf of the lienholder.
3. A photocopy of the “[Acceptable Form of Current Identification](#)” of the verified agent of the recorded lienholder signing the *Application for a Certified Copy of Title* (Form VTR-34).

Note: Lienholders who contract with a service provider to process title work on their behalf are required to provide a Letter of Signature Authority authorizing specific employees of the service provider to act on behalf of the lienholder, and a copy of the business agreement between them, to be kept on file with the department. Copies of the business contract and letter of signature authority forward to each TxDMV Regional Service Center.

Transfers of Equity

Due to transfer of equity (purchase of security agreement), the purchasing lienholder did not file for corrected title to record their lien. Title has been lost and recorded lienholder is either out of business or not cooperating and the applicant is a verified agent of the purchasing lienholder, the required verifiable proof documentation is:

1. A completed signed *Application for a Certified Copy of Title* (Form VTR-34) along with applicable fees.
2. A copy of the Transfer of Equity Agreement signed and dated by both the recorded lienholder and purchasing lienholder.
3. A letter of signature authority from the purchasing lienholder on original letterhead authorizing the purchasing lienholder agent to sign the *Application for a Certified Copy of Title* (Form VTR-34).
4. A business card of the purchasing lienholder agent, or a photocopy of the purchasing lienholder agent's employee ID.
5. A photocopy of the “[Acceptable Form of Current Identification](#)” of the verified agent of the purchasing lienholder signing the *Application for a Certified Copy of Title* (Form VTR-34).

Power of Attorney Applicants

If the applicant is POA for the individual or verified agent of the business appointed POA, the required documentation is:

1. A completed signed *Application for a Certified Copy of Title* (Form VTR-34) along with applicable fees.
2. The POA signed by the individual recorded lienholder or verified agent of the business recorded lienholder and the purchasing lienholder (original or photocopy is acceptable).
3. A photocopy of the “[Acceptable Form of Current Identification](#)” for the individual signing the POA for the individual, business-recorded lienholder, or purchasing lienholder.
4. If an individual has POA, a photocopy of the a“[Acceptable Form of Current Identification](#)” of the individual signing the *Application for a Certified Copy of Title* (Form VTR-34).
5. If a business has POA, a letter of signature authority on letterhead, a business card, or a photocopy of the employee’s ID, and a copy of the “[Acceptable Form of Current Identification](#)” of the business agent signing the *Application for a Certified Copy of Title* (Form VTR-34).
6. Any additional documentation required for the specific scenario as applicable.

24.8 Business Owner(s) of Record/Verified Agent of Business

If the applicant for a certified copy of title is a verified agent of a business owner of record the required documentation is:

1. A completed and signed *Application for a Certified Copy of Title* (Form VTR-34), along with applicable fees.
2. A photocopy of the “[Acceptable Form of Current Identification](#)” of the verified agent of the business owner of record signing the *Application for a Certified Copy of Title* (Form VTR-34).
3. A letter of signature authority from the business owner of record on letterhead authorizing the agent to sign the *Application for a Certified Copy of Title* (Form VTR-34) on behalf of the business, a business card of the agent, or a photocopy of the agent’s employee ID.
4. If the record indicates a lien, a release of lien on original letterhead from the recorded lienholder.

Power of Attorney

If the applicant is POA for the business owner of record and the person signing the *Application for a Certified Copy of Title* (Form VTR-34) is an individual or verified agent of the business appointed POA, the required documentation is:

1. A completed and signed *Application for a Certified Copy of Title* (Form VTR-34) along with applicable fees.
2. The POA signed by the verified agent of the business owner of record.

3. A photocopy of the “[Acceptable Form of Current Identification](#)” for the verified agent of the business owner of record signing the *Application for a Certified Copy of Title* (Form VTR-34).
4. If an individual has POA, a photocopy of the “[Acceptable Form of Current Identification](#)” of the individual signing the *Application for a Certified Copy of Title* (Form VTR-34).
5. If a business has POA, a letter of signature authority on letterhead, a business card, or a copy of the employee’s ID, and a photocopy of the “[Acceptable Form of Current Identification](#)” of the business agent signing the *Application for a Certified Copy of Title* (Form VTR-34).
6. Any additional documentation required for the specific scenario, as applicable.

24.9 Vehicles Titled in the Name of a Trust

If a vehicle is titled in the name of a trust, only the person named as trustee in the Trust Agreement may sign an *Application for a Certified Copy of Title* (Form VTR-34). In these cases, the *Application for a Certified Copy of Title* (Form VTR-34) should be supported by one of the following:

- An Affidavit of Trust, or
- A Statement of Fact for a Trust.

Individual Trustees

If the applicant is an individual trustee for an individual trust (Example: Joe Smith, Trustee, for John Noah Trust) or business trust (Example: Joe Smith, Trustee, for Workers Lease). The required documentation is:

1. A completed and signed *Application for a Certified Copy of Title* (Form VTR-34), along with the applicable fees.
2. One of the following:
 - An Affidavit of Trust, or
 - A Statement of Fact for a Trust.

Business Trustees for Individual Trusts

If the person signing the *Application for a Certified Copy of Title* (Form VTR-34) is a business trustee for an individual trust (Example: STL Savings, Trustee for John Noah Trust) or business trust (Example: STL Savings, Trustee, for Workers Lease). The required documentation is:

1. A completed and signed *Application for a Certified Copy of Title* (Form VTR-34), along with applicable fees.
2. Either an Affidavit of Trust or a Statement of Fact for a Trust as referenced in [Individual Trustees](#).

3. A letter of signature authority from the business trustee for the individual or business trust of owner of record on letterhead authorizing the agent to sign the *Application for a Certified Copy of Title* (Form VTR-34), a business card of the agent, or a copy of the agent's employee ID.
4. A photocopy of the “[Acceptable Form of Current Identification](#)” of the verified agent of the business trustee for the individual or business trust owner of record signing the *Application for a Certified Copy of Title* (Form VTR-34).

24.10 Retention of Documentation Returned

The department destroys certified copies of title issued by a TxDMV Regional Service Center returned as undeliverable by the U.S. Post Office.

24.11 Certified Copy of Title Denial Alternatives

If issuance of certified copy is denied, the applicant may resubmit the request with the required verifiable proof.

The applicant may pursue the appeal privileges available in [Chapter 8, Section 8.2 Tax Assessor Collector Hearing](#).

As an alternative to an appeal at a tax assessor-collector's hearing, an applicant may pursue the bonding privileges available in [Chapter 8, Section 8.3 Bonded Title](#).

24.12 Title Transfers Involving Fraudulent/Questionable Certified Copies of Title

According to the Texas Department of Public Safety (DPS), there has been an increase in the amount of titles that are transferred with certified copies of titles that were obtained by fraudulent means without the owner's consent.

VIN Inspections

These situations are normally discovered when the actual owner attempts to renew the registration and the actual owner's record has been superseded due to a later title transfer. In these cases, an inspection of the vehicle identification number (VIN) is necessary.

The county tax assessor-collector's office, TxDMV Regional Service Center, or a law enforcement agency perform the VIN inspection.

1. If the inspection is performed at the county, the county completes a statement of fact showing the VIN, year, make, owner, and date of inspection with a sentence indicating that the VIN matches the VIN of the vehicle record. Upon completion of the VIN inspection, instruct the customer that the Regional Service Center now orders a title history for the vehicle and contacts them later regarding further action if required.

2. Vehicle inspection can also be performed by some law enforcement agencies. If inspection is done by law enforcement, the agency representative performing the inspection should sign the bottom portion of *Law Enforcement Identification Number Inspection* (Form VTR-68-A). The customer submits the *Law Enforcement Identification Number Inspection* (Form VTR-68-A) to the Regional Service Center. If a title history has not previously been ordered on the vehicle in question, the Regional Service Center orders a title history.
3. If a VIN inspection has not been performed at either the county or by a law enforcement agency, the Regional Service Center conducts an inspection of the VIN.
4. If a customer visits a Regional Service Center about a vehicle that is no longer registered or titled in their name or documentation is received from the county documenting the lack of proper registration or title, the Regional Service Center immediately orders a title history on the vehicle in question. Upon receipt of the title history, the Regional Service Center determines if the vehicle was transferred to a new owner using a certified copy of title as evidence of ownership supposedly signed by the true owner of the vehicle.

Questionable Certified Copies of Title

The title history may reveal that a fraudulent or questionable certified copy of title was surrendered to transfer the title for the current record in the system. The certified copy of title is questionable because it was supposedly signed by the owner of the vehicle who is the customer that has possession of the vehicle. If the VIN on the vehicle matches the VIN on the title and on the *Law Enforcement Identification Number Inspection* (Form VTR-68-A), the Regional Service Center notifies TCS to place a legal restraint on the vehicle record and notify the prior owner. TCS will contact VDM to reinstate the true owner's title record and record the notation "VIN IN ERROR" on the later title record. The Regional Service Center contacts the owner if the inspection was performed at the county or law enforcement agency to instruct them that registration can be obtained when the record has been reinstated. The Regional Service Center notifies the county of the results of the investigation.

DPS SIS Investigation

The Regional Service Center also notifies DPS Special Investigations Section (SIS) about this title problem/situation. Notifications can be sent to the following address:

Texas Department of Public Safety
Criminal Investigations Division
Special Investigations Section (SIS) - Major
P.O. Box 4087, Austin, Texas 78773.

Notification should include a printout of the vehicle in question, a copy of the title history for the vehicle, a copy of the customer's title reflecting their ownership, and a statement that the inspection is due to the issuance of a possible fraudulent/questionable certified copy of title used as evidence for a title transfer.

DPS SIS conducts an investigation regarding the fraudulent/questionable certified copy of title used to complete the title transaction. The Regional Service Center retains the file containing the paperwork on the questionable certified copy of title until contacted by DPS SIS regarding the results of their investigation. If the Regional Service Center is instructed to revoke the title issued due to the title transfer supported by the fraudulent certified copy of title, the Regional Service Center mails the file to the Title Control Systems (TCS) Section for revocation of title.

Errors

If the title history reveals that the title was transferred due to a human error such as the incorrect VIN or license plate number being accessed during the transfer, the customer must then bring their vehicle and ownership documents (title, receipt for application of title, and/or registration receipt) to the Regional Service Center for inspection if an inspection has not been performed at the county or by a law enforcement agency.

If the VIN on the vehicle matches the VIN on the owner's title, the Regional Service Center notifies Austin Headquarters to reinstate the title record and place a "VIN IN ERROR" on the subsequent title record. After the record is reinstated, the owner can renew vehicle registration through their county tax assessor-collector's office. If the vehicle inspection was performed at the county or law enforcement agency, the Regional Service Center notifies them that once the vehicle record is reinstated, vehicle registration can be obtained at the county. The Regional Service Center also notifies the county regarding the reinstatement of the title record.

Stolen Notices

Refer to [Exceptions for Records Marked Stolen](#) under [Chapter 21, Section 21.2 Stolen Motor Vehicles](#).

24.13 CCO Requests for Electronic Lien Records

A Paper Release of Lien is Not Acceptable

A CCO should not be issued for a vehicle with an active ELT on record regardless if the requestor is the owner of record or an authorized third party. E-lienholders are required, as part of their Service Level Agreement with the department, to electronically release all liens filed with the department. Customers need to contact their lending institution that holds the electronic lien and request an electronic release. Once the ELT is released, a paper title will automatically be generated and mailed to the owner address on file. If the electronic release is due to a refinance, trade in, or insurance payout, the paper title will be sent directly to the third party recipient (e.g. Lender, Dealer, Insurance Company, etc.).

Prior ELT Records Released to a Third Party

As of February 13, 2012, when an e-lienholder releases an ELT, a paper title is printed. There are two ways to identify if a record showing PAPER TITLE was previously an ELT:

1. The Document Number begins with '286', and
2. The remark "E-TITLE PRINT DATE: [MM/DD/YYYY]."

An e-lienholder may release an e-title to print to the owner on record, or a third party. In these circumstances, the record is identified in the manner described above; however, for a third party release, page 2 of Form 500, *Electronic Title Lien Release Evidence* contains a “c/o third party name” (care of).

When processing a CCO application for a record that displays a “C/O” on page 2 of Form 500, *Electronic Title Lien Release Evidence* from an individual **who is not** the third party or a representative of the third party, the CCO should not be immediately issued. Austin Headquarters must be contacted for further research.

When processing a CCO application for a record that displays a “C/O” on page 2 of Form 500, *Electronic Title Lien Release Evidence* for an individual **who is** the third party or a representative of the third party, the CCO can be issued 14 calendar days after the E-Title Print Date.

MOTOR VEHICLE DEALERS

This chapter contains the following sections:

- ***25.1 Definitions and General Information***
- ***25.2 Duty of Vehicle Dealer on Sale of Certain Vehicles***
- ***25.3 Requirement for Motor Vehicle Dealers***
- ***25.4 Dealer's Reassignment of Title for a Motor Vehicle (Form VTR-41-A)***
- ***25.5 Export Only Requirements and Procedures***
- ***25.6 Processing Out of Business Dealer Title Transactions***
- ***25.7 Courtesy Delivery***
- ***25.8 Dealer License Number and Buyer Plate Issuance Validations***

25.1 Definitions and General Information

Transportation Code Section 501.002(3)

“Dealer” means a person who regularly and actively buys, sells, or exchanges vehicles at an established and permanent location. The term includes a franchised motor vehicle dealer, and independent motor vehicle dealer, an independent mobility motor vehicle dealer, and a wholesale motor vehicle dealer.

Definitions

A dealer means any person, firm, or corporation regularly and actively engaged in the business of buying, selling, or exchanging motor vehicles at an established and permanent place of business and to whom a Texas Dealer License has been issued.

The term “dealer” includes:

- Franchised motor vehicle dealer.
- Independent motor vehicle dealer.
- Independent mobility motor vehicle dealer.
- Wholesale motor vehicle dealer.
- Motorcycle dealer.
- House trailer dealer.
- Trailer or semitrailer dealer.

A franchised motor vehicle dealer is a dealer doing business under a franchise in effect with a motor vehicle manufacturer or distributor.

An independent (or non-franchised) motor vehicle dealer is a dealer other than a franchised or wholesale motor vehicle dealer.

An independent mobility motor vehicle dealer is a non-franchised dealer who:

- holds a general distinguishing number and a converter's license
- is engaged in the business of buying, selling, or exchanging mobility motor vehicles and servicing or repairing

- is certified by the manufacturer of each mobility device that the dealer installs, if the manufacturer offers that certification.

An independent mobility motor vehicle dealer may not sell or offer to sell a new motor vehicle other than a new mobility motor vehicle, as defined in Occupations Code §2301.002(20-a). An independent mobility motor vehicle dealer may sell or arrange for the sale and delivery of a new mobility motor vehicle to a purchaser at the independent mobility motor vehicle dealer's place of business if the transaction occurs through or by a franchised dealer of the motor vehicle's chassis line make.

A wholesale motor vehicle dealer is a dealer who sells motor vehicles only to a person who is:

- The holder of a dealer's general distinguishing number (P#) or
- A foreign dealer authorized by a law of this state or interstate reciprocity agreement to purchase a vehicle in this state without remitting the motor vehicle sales tax.

Licensing

Dealers are licensed through the Motor Vehicle Division of TxDMV. A person, firm, or corporation may not engage in business as a dealer without a general distinguishing number (GDN) in one of the seven categories. (Sample GDN: P5870)

A GDN is required if a person sells five or more motor vehicles during the calendar year.

Motor vehicle and motorcycle dealers are permitted to sell any type of vehicle for which the dealer is licensed. These dealers are required to be bonded or licensed with the Motor Vehicle Division (MVD).

Travel trailer and trailer/semitrailer dealers are licensed but not bonded through MVD. These dealers are permitted to sell all types of trailers but not motor vehicles or motorcycles. Travel trailer and trailer/semitrailer dealers are identified by an "X" suffix in the dealer's GDN number.

A Texas dealer cannot legally transfer an unregistered new or used vehicle in this state without a valid GDN issued by the Motor Vehicle Division.

Only franchised dealers may transfer a new vehicle on a Manufacturer's Certificate of Origin (MCO).

Non-franchised dealers are not licensed to sell new vehicles and may not title a new vehicle for "resale purposes only." If they buy a new vehicle from a franchised dealer, the franchised dealer must title and register the vehicle for the non-franchised dealer as this is a retail transaction and a non-franchised dealer may not buy new vehicles from franchised dealers on a wholesale basis.

Licensing Inquiries

Any questions relating to the licensing requirements for motor vehicle dealers should be referred to the Motor Vehicle Division (MVD), Licensing Section. Inquiries regarding enforcement/violations for licensed motor vehicle dealers should be referred to the Enforcement Division.

Vehicle Sales

Upon the sale of a motor vehicle, a licensed Texas dealer is required to complete and file all documents necessary to transfer title to the motor vehicle and/or register the motor vehicle in the name of the purchaser. Additionally, the dealer must collect and remit any applicable sales tax and title and registration fees to the county tax assessor-collector's office where the vehicle was bought, is encumbered, the purchaser (owner) resides, or any county willing to accept the application. Dealers must continue to submit the application to the county as directed by the purchaser on the *County of Title Issuance* (Form VTR-136) for vehicles sold prior to March 1, 2022. Exceptions to the dealer filing requirement are:

- salvage and nonrepairable vehicles;
- sales to out of state residents;
- sales to out of state or foreign dealers;
- motor vehicles over 11,000 lbs. gross weight;
- trailers weighing 4,000 lbs or less; and
- farm trailers and semi trailers between 4,000 lbs and 34,000 lbs.

In the case of used Texas titled vehicles, a dealer may not secure registration in the dealer's name without filing an application for Texas title.

Note: Dealers are responsible for filing all paperwork for trailers/semitrailers in excess of 34,000 lbs GVW even if the trailer/semitrailer are for farm use.

Note: All title applications submitted to or received by the county tax assessor-collector as of March 1, 2022, will have the title application fee of \$28 or \$33 assessed based on the purchaser's county of residence, regardless of the processing county. Refer to [Table 3-1 Title Application Fee](#) for a list of counties that assess the \$33 title application fee.

Note: Effective March 1, 2022, if the title application is processed by a statutory county (purchaser's, seller's, or lienholder's county), local county optional fees are assessed based on the processing county. If the title transaction is processed by a county willing to accept the transaction, local county optional fees are assessed based on the purchaser's county of residence.

Title Assignment

A Texas dealer license number is required on all assignments and reassignments of Manufacturer's Certificates of Origin (MCOs) except on assignments executed out of state and under conditions set forth in Chapter 503.024(c). The selling dealer's name shown on the assignment must agree with the dealer's name as it appears on the dealer license.

A Texas dealer license number shown next to the name of an individual constitutes a firm's name, and no authority is required for an agent to sign for such individual. The dealer's name on each reassignment must agree with the name on his dealer license. If the dealer's name on an assignment does not agree with his dealer license, he may correct the name when he executes the reassignment of title by showing the incorrect name followed

by the letters DBA (doing business as) and the correct dealership name. For example, if the title is assigned to “Joe Doaks” and the correct dealership name is “J D Auto Sales,” the name of the seller on the reassignment of title should show “Joe Doaks DBA J D Auto Sales.” In addition, an affidavit is required from the dealership certifying that the person named on the assignment is a valid agent/employee of the dealership.

The name of seller on the first assignment on the back of an MCO must be the same as the purchaser’s name on the face of the certificate.

The assignment must show:

- Business (company) name and signature of agent or owner.
- Date of sale.

Non-franchised (NF) Dealers

Non-franchised (NF) dealers are licensed to sell only used vehicles.

They may not reassign a Manufacturer's Certificate of Origin (MCO). The franchised dealer must title and register the vehicle for the NF dealer as this is a retail transaction and a NF dealer may not buy new vehicles from franchised dealers on a wholesale basis. A NF dealer may not title a new vehicle for “resale purposes only.”

They are not required to title or register a used vehicle in the dealership’s name before assigning the vehicle to a subsequent purchaser; however, if the dealer wants to register any vehicle, the dealer must file an application for Texas title.

They may transfer only used vehicles to another dealer. The transaction may extend through a series of dealers by the use of the *Dealer’s Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) after all available assignment spaces on the certificate of title have been used. This does not apply to out of state titled vehicles. Texas dealers may choose to use a *Dealer’s Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) instead of an out of state title assignment.

Franchised Dealers

Franchised Dealers may reassign a Manufacturer's Certificate of Origin (MCO) only if licensed to sell that “make” of vehicle.

They may not assign an MCO to another Texas dealer unless that dealer is licensed to sell that make of vehicle. If the purchasing dealer is a franchised dealer of another “make” of vehicle or a non-franchised dealer, the selling franchised dealer must file all documents necessary to apply for title and registration in the name of the purchasing dealer.

Additional assignments on an MCO may be used only by franchised dealers to transfer ownership of a new vehicle.

After all available assignment spaces on the Manufacturer’s Certificate of Origin have been used, a *Dealer’s Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) may be used by the franchised dealer.

All assignments of MCO executed by Texas dealers must include an odometer statement showing the mileage appearing on the vehicle’s odometer at the time of transfer. MCOs not including a Federal odometer statement must have a separate odometer statement completed. (Refer to [Chapter 15, “Odometers”](#).)

Note: An incomplete vehicle sold on a MCO is not eligible for title or registration until the final body is affixed to the vehicle. The MCO may indicate the vehicle is incomplete or is a cab and chassis only. There is not a statutory time frame for final assembly to be completed; however, once completed, the vehicle is required to be titled and registered. A weight certificate must be included with the title application, and the date on the weight certificate can be used to determine whether the title application was submitted timely.

If the MCO does not indicate the vehicle was originally sold as an incomplete vehicle, a weight certificate indicating the empty weight is greater than that on the MCO, along with the correct body style on the title application may be used to confirm the vehicle was originally sold as an incomplete vehicle.

25.2 Duty of Vehicle Dealer on Sale of Certain Vehicles

Transportation Code Section 501.0234

- (a) *A person who sells at the first or a subsequent sale a motor vehicle and who holds a general distinguishing number issued under Chapter 503 of this code or Chapter 2301, Occupations Code, shall:*
 - (1) *except as provided by this section, in the time and manner provided by law, apply, in the name of the purchaser of the vehicle, for the registration of the vehicle, if the vehicle is to be registered, and a title for the vehicle and file with the appropriate designated agent each document necessary to transfer title to or register the vehicle; and at the same time*
 - (2) *remit any required motor vehicle sales tax.*
- (b) *This section does not apply to a motor vehicle:*
 - (1) *that has been declared a total loss by an insurance company in the settlement or adjustment of a claim;*
 - (2) *for which the title has been surrendered in exchange for:*
 - (A) *a salvage vehicle title or salvage record of title issued under this chapter;*
 - (B) *a nonrepairable vehicle title or nonrepairable vehicle record of title issued under this chapter or Subchapter D, Chapter 683; or*
 - (C) *an ownership document issued by another state that is comparable to a document described by Paragraph (A) or (B):*
 - (3) *with a gross weight in excess of 11,000 pounds; or*
 - (4) *purchased by a commercial fleet buyer who:*
 - (A) *is a deputy authorized by rules adopted under Section 520.0071;*
 - (B) *utilized the dealer title application process developed to provide a method to submit title transactions to the county in which the commercial fleet buyer is a deputy; and*
 - (C) *has authority to accept an application for registration and application for title transfer that the county assessor-collector may accept.*

- (c) *Each duty imposed by this section on the seller of a motor vehicle is solely that of the seller.*
- (d) *A seller who applies for the registration or a title for a motor vehicle under Subsection (a) (1) may apply:*
 - (1) *to the county assessor-collector of the county in which:*
 - (A) *the owner is domiciled; or*
 - (B) *the motor vehicle is purchased or encumbered; or*
 - (2) *to any county assessor-collector who is willing to accept the application*
- (e) *A seller has a reasonable time to comply with the terms of Subsection (a) (1) and is not in violation of that provision during the time the seller is making a good faith effort to comply. Notwithstanding compliance with this chapter, equitable title to a vehicle passes to the purchaser of the vehicle at the time the vehicle is the subject of a sale that is enforceable by either party.*

25.3 Requirement for Motor Vehicle Dealers

A licensed Texas motor vehicle dealer selling a motor vehicle is required to complete and file all documents necessary to transfer title to the motor vehicle and/or register the motor vehicle in the name of the purchaser, except as provided by Transportation Code, Section 501.0234. Additionally, the dealer must collect and remit any applicable sales tax to the county tax assessor-collector's office where the vehicle was bought, where the vehicle is encumbered, where the owner (purchaser) resides, or any county willing to accept the application.

Note: A dealer is allowed to apply for title only on behalf of a retail purchaser if the vehicle will not be operated on the roads; however, this should not happen regularly.

Motor Vehicle Definition

Transportation Code Section 501.002(17)

"Motor vehicle" means:

- (A) *Any motor driven or propelled vehicle required to be registered under the laws of this state;*
- (B) *A trailer or semitrailer, other than manufactured housing, that has a gross vehicle weight that exceeds 4,000 lbs;*
- (C) *A travel trailer;*
- (D) *An off-highway vehicle, as defined by Section 551A.001; or*
- (E) *A motorcycle or moped that is not required to be registered under the laws of this state.*

Sales Tax

Any questions relating to the applicability, collection, or remittance of any applicable sales tax should be referred to the Texas Comptroller of Public Accounts.

Proof of Insurance

Effective May 28, 1999, licensed Texas motor vehicle dealers are no longer required to provide proof of financial responsibility when a dealer is applying for title and registration in the name of the purchaser.

County of Title Issuance

A licensed Texas dealer must have provided a purchaser of a motor vehicle with the *County of Title Issuance* (Form VTR-136) at the time of purchase for vehicles sold prior to March 1, 2022.

The *County of Title Issuance* (Form VTR-136) allows the purchaser to designate where the dealer files the documents necessary to transfer title and/or register the motor vehicle. The purchaser may select the county:

- Where the vehicle was purchased,
- Where the vehicle is encumbered, or
- Where the purchaser resides.

The original form, executed by the purchaser must be retained in the motor vehicle dealer's records. Some Tax Assessor-Collector's offices may require a photocopy of this form to be submitted with the Title Application package.

For vehicles sold on or after March 1, 2022, a dealer may submit the title application to a county designated by the dealer, and Form VTR-136 is obsolete.

County of Residence is Closed

For vehicles sold prior to March 1, 2022, a title application may be submitted to any county willing to accept the application if the purchaser's county of residence is closed. If the purchaser's county of residence is not closed, the application must continue to be submitted in the purchaser's county of residence or the county where the vehicle is purchased or encumbered if they are open.

A purchaser who bought a vehicle from a licensed Texas dealer prior to March 1, 2022, must designate the county where a title application will be filed. The *County of Title Issuance* (Form VTR-136) accommodates the purchaser's county of residence being closed and the dealer's statement to that fact. Form VTR-136 must be submitted with the title application when the purchaser selected their county of residence and it is closed.

If the purchaser completed a prior version of Form VTR-136 before their county of residence closed, a new designation must be made to acknowledge the title application may be submitted to any willing county.

If the purchaser designated the dealer's or lienholder's county and that county is closed, a new designation must be made and can only be the purchaser's county of residence or the county of the dealer or lienholder, whichever remains open. If the purchaser does not wish to designate a new county, the title application should be held and filed once the designated county is open.

The purchaser is not required to return to the dealership and make the new designation in person. The purchaser may electronically complete and submit Form VTR-136 or provide their designation via email. The dealer must retain this updated information with their records.

Identification Requirements

Reference [Chapter 6, Section 6.3 Personal Identification Information for Obtaining Title](#).

An applicant for title or initial registration must present an acceptable form of ID to the dealer. A dealer or their employee must visually check the ID to verify owner information.

Licensed Texas dealers are not required to submit a copy of the ID to the county tax assessor-collector's office, but are required to retain a copy of the ID in their purchase and sales records. Dealers not licensed in Texas are required to present a copy of the applicant's ID to the county tax assessor-collector's office.

Restricted Vehicles

Transportation Code, Section 503.013.

- (a) *In this section, "assembled vehicle" and "replica" have the meanings assigned by Section 731.001.*
- (b) *Ownership of an assembled vehicle, other than a replica, may not be transferred to or by a dealer under this chapter.*

The vehicle record and title for a newly assembled vehicle that is not a replica or reconstructed will reflect a NOT FOR DEALER RESALE remark. This remark provides notice to a licensed motor vehicle dealer they cannot purchase or sell the assembled vehicle.

A county tax assessor-collector's office will deny a title application for any assembled vehicle with the NOT FOR DEALER RESALE remark that a licensed motor vehicle dealer purchases or sells and will open a dealer complaint with the TxDMV Enforcement Division.

25.4 Dealer's Reassignment of Title for a Motor Vehicle (Form VTR-41-A)

An owner (not a Texas licensed dealer) whose name appears as the purchaser on the first assignment, on "reassignment by dealer," or on a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) must secure title before proceeding to transfer ownership of the motor vehicle.

The *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) has been designed exclusively for use by licensed dealers. All reassignments must be in consecutive order, regardless of whether they are executed on the back of the title or on a separate *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A).

A licensed dealer may only use *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) to reassign a vehicle after the dealer has taken assignment of the vehicle on the original or duplicate. A dealer may use *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) even if all reassignments on the title are not complete. If a

dealer uses a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) when open reassignments remain available on a certificate of title, the dealer must write in the next available reassignment on the title "REASSIGNMENT ON #####" where ##### represents the control number of the *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A). This applies to Texas and out of state certificates of title.

If a Texas Certificate of Title is issued in the name of a licensed dealer, the dealer must use the assignment on the back of the title to transfer ownership. The first retail purchaser must secure title in the purchaser's name.

No dealer may use a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) unless he has a current Texas dealer license. The dealer number must be shown in its proper place on the form.

Only a licensed franchised dealer may reassign an MCO.

All reassignments on the title and the reassignments on the *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) shall be executed in ink or typed.

A statement of fact must be secured for any alteration or erasure on the *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A). (Refer to [Chapter 7, "Corrections"](#))

The *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) must be used on titles for all vehicles that are not exempt from the odometer disclosure requirements.

Note: Other requirements applicable to assignments of title are as follows:

- On repossessions from a recorded lien, the lienholder must use the first assignment on the certificate of title. A lienholder that is a dealer cannot, in this case, use a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A).
- On repossessions from a security agreement (lien not recorded on title), the lienholder (dealers included), in all cases, must file application and receive title in the lienholder's name before proceeding to transfer. (Refer to [Transportation Code Section 501.074](#).)
- The purchaser, as shown on a Sheriff's, Constable's, or U. S. Marshal's Bill of Sale, Mechanic's or Storage Lien Bill of Sale, or Auction Sales Receipt for an abandoned vehicle, must secure title in their name. However, if the purchaser is a dealer, the purchaser may use the *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) or assign the title.

Note: Form VTR-41-A may not be used in lieu of Part B of the *Power of Attorney for Transfer of Ownership to a Motor Vehicle* (Form VTR-271-A) when Part B still applies to the transaction at the time of sale.

Vehicles Sold for Export Only

Effective April 1, 2002, the department's rules require Texas licensed dealers to stamp "FOR EXPORT ONLY" on the front of the title and on all unused reassignments on the back of titles for vehicles sold to foreign dealers or foreign residents for export out of the country. The words must be at least two inches wide and clearly legible.

If all reassignment spaces on the title document have been used and a *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A) is used, dealers stamp the front and back of the title document and all unused assignments on the *Dealer's Reassignment of Title for a Motor Vehicle* (Form VTR-41-A).

Title transactions supported by title documents indicating sales that occurred on and after April 1, 2002, between Texas licensed dealers and either foreign dealers or foreign residents must be **stamped** "FOR EXPORT ONLY."

If title transactions are not stamped "FOR EXPORT ONLY," the county tax assessor-collector's offices should process the transactions, provided the surrendered documentation includes foreign evidence of ownership that has been properly assigned to the title applicant. Otherwise, the transaction should be rejected for proper evidence of ownership, or the applicant may pursue either a tax assessor-collector's hearing or bonded title.

In the event a title is stamped in error with the "FOR EXPORT ONLY" stamp, the dealer must apply for title in the dealership name. The dealer must include a statement of fact explaining why the sale of the vehicle to the foreign dealer or foreign resident, as indicated on the title reassignment, was canceled.

Note: Different export only procedures apply for salvage/nonrepairable vehicles sold for export only. Refer to the [TxDMV Salvage/Nonrepairable Motor Vehicle Manual](#) for additional dealer requirements.

25.5 Export Only Requirements and Procedures

Table 25-1 Export Only Requirements and Procedures

	REGULAR (NOT SALVAGE) MOTOR VEHICLES
Administering Division	Enforcement Division
Authority	Texas Administrative Rule: §43 TAC §215.147
Applies To	Licensed Texas Motor Vehicle Dealers selling " blue titled " motor vehicles to buyers that hold a foreign motor vehicle dealer license or foreign residents.
Requirement of Sellers	Licensed motor vehicle dealer must: <ul style="list-style-type: none"> Stamp title with "FOR EXPORT ONLY" and dealer number (P#) and Verify the validity of the buyer's foreign motor vehicle dealer license, if applicable.
Restrictions	Foreign buyer must: <ul style="list-style-type: none"> Remove the motor vehicle from the United States, and title or register the motor vehicle in a foreign jurisdiction prior to importing it back to the U.S. (See Chapter 19, "Imported Vehicles" on Imported Vehicles.) After the above requirements are met, the motor vehicle may be: <ul style="list-style-type: none"> Retitled and Reregistered in Texas.
Sales Reported To VTR	No
"Export Only" On Motor Vehicle Records	No

	REGULAR (NOT SALVAGE) MOTOR VEHICLES
Stamped in Error Procedures	<p>The motor vehicle dealer who stamped the title in error must apply for a title in the dealer's name.</p> <p>Along with the application filed with the county tax assessor-collector's office, the dealer must include:</p> <ul style="list-style-type: none"> • The incorrectly stamped title document; • A statement of fact explaining why the assignment to the foreign dealer or foreign purchaser was cancelled; • A copy of the seller's current dealer license; and • The appropriate \$28/\$33 application fee.
Lost Title "for Export Only"	A Certified Copy of the title may be issued.
Innocent Purchaser Procedures	<p>The county tax assessor-collector's office should reject the transaction if:</p> <ul style="list-style-type: none"> • The assignment/reassignment on the Texas title indicates a sale between a licensed Texas Motor Vehicle Dealer and a foreign dealer or foreign resident; and • The title is or is not stamped "FOR EXPORT ONLY." <p>Note: The counties have been asked to submit a photocopy of the front and back of these transfer documents (stamped or unstamped) to VTR, who in turn forwards the copies to Enforcement for investigation).</p> <p>If the innocent purchaser is a Texas resident and the vehicle was never exported, the purchaser may pursue:</p> <ul style="list-style-type: none"> • A tax assessor-collector hearing; or • A bonded title.

25.6 Processing Out of Business Dealer Title Transactions

Transportation Code Section 501.0236.

- (a) *This section applies only to a person who is the purchaser of a motor vehicle for which the dealer:*
 - (1) *is required to apply for a title for the vehicle under Section 501.0234; and*
 - (2) *does not apply for the title because the dealer has gone out of business.*
- (b) *A purchaser to whom this section applies may apply for a title in the manner prescribed by the department by rule.*
- (c) *An application for a title under this section must include a release of any recorded lien on the motor vehicle unless the only recorded lienholder is a dealer described by Subsection (a).*
- (d) *The department shall waive the payment of fees for a title issued to a purchaser described by this section if the purchaser can show that fees for a title were paid to the dealer.*
- (e) *Notwithstanding Section 503.033(e), the department may recover against the surety bond executed by the dealer under Section 503.033 the amount of any fee waived for a title or permit issued under this section.*
- (f) *The department shall adopt the rules necessary to implement this section.*

A dealer has gone out of business if the dealer's license is closed, expired, or operations have ceased at the licensed location as determined by the department. When it is determined that a dealer has gone out of business the following offices should be notified as soon as possible:

- The local TxDMV Regional Service Center;

- The Motor Vehicle Division at 1-800-687-7846; and
- The State Comptroller's Office at 1-800-252-1382.

Under Transportation Code, §501.0234, a dealer is required to apply for title on behalf of the purchaser and remit any required motor vehicle sales tax due on the sale of the vehicle. This requirement does not apply to vehicles with a gross vehicle weight greater than 11,000 pounds or trailers and semitrailers with a gross vehicle weight of 4,000 pounds or less. If a dealer goes out of business prior to submitting the application for title on the purchaser's behalf, the purchaser may apply for title and registration. The title and registration fees will be waived by the department when provided with proof that fees were paid to the dealer by the purchaser.

Department Issued Letter and Waiving Fees Paid to a Dealer

Prior to applying for title, the purchaser must obtain a letter from a Texas Department of Motor Vehicles Regional Service Center (RSC) on department letterhead stating the dealer has gone out of business and what fees may be waived. The RSC will determine what fees may be waived or not based on evidence provided by the purchaser showing any fees that were paid to the dealer. The department will waive the following fees:

- title application fee;
- delinquent transfer penalty;
- all registration and optional county fees under Transportation Code, Chapter 502;
- all inspection fees under Transportation Code, Chapter 548

The department will not waive motor vehicle sales and use tax paid by the purchaser to the out of business dealer; however, the county tax assessor-collector may waive the fees per Tax Code, §152.041, when proof of payment is submitted to the county with the title application.

When processing the title application in the Registration and Title System (RTS), selection of the "Dealer Closure" checkbox will waive all fees associated to the title transaction. Fees that were not determined to be waived in the letter from the department, should be collected in the RTS Additional Collections event, as appropriate.

Title Transaction Requirements

The purchaser must provide at minimum the following to the county tax assessor-collector's office to apply for title:

- Department issued letter;
- *Application for Texas Title and/or Registration* (Form 130-U);
- Sales contract, retail installment agreement, or buyer's order which will serve as the vehicle's ownership evidence;
- Properly completed odometer disclosure statement. If not provided, the odometer brand must be recorded as Not Actual Mileage;
- Release of lien, unless the only lienholder on record is the dealer that went out of business; and
- Government issued photo ID.

25.7 Courtesy Delivery

Motor vehicles sold to Texas residents by either an out of state dealership, or a dealership not located a convenient distance from the purchaser are often delivered to the purchaser in what is commonly referred to as courtesy delivery. The dealer retailing the motor vehicle to the purchaser must complete all title and sale documents. The dealer assisting with the courtesy delivery is not responsible for or allowed to complete paperwork on behalf of the selling dealer or the customer, and the courtesy delivery dealer is not required to retain any documents. The retailing dealer is required to record their information as the selling dealer on all applicable title documentation. A Texas dealer assisting with a courtesy delivery that did not retail the motor vehicle should not record their General Distinguishing Number (GDN), commonly referred to as the P number, on any title or document submitted with the title application for courtesy delivery vehicles. In addition, the courtesy delivery dealer cannot issue a buyer plate to the vehicle, nor can a courtesy delivery dealer submit a courtesy delivery transaction through webDEALER.

25.8 Dealer License Number and Buyer Plate Issuance Validations

At the time of title application, there are two validations in the Registration and Title System (RTS) to reduce the opportunity to process fraudulent transactions. RTS will first validate whether the dealer license number is active when entered on the TTL002 Titles Type screen. If the dealer license is active, RTS will then verify whether the dealer issued a buyer plate for the vehicle within six months of the title transaction date.

When processing a dealer title application, ensure the vehicle identification number and dealer license number entered are correct. This will allow RTS to accurately verify whether the dealer has an active license and issued a buyer plate to the vehicle.

Note: There is no change to the title application process if RTS successfully completes the dealer license number and buyer plate validation.

Dealer License Number Validation

RTS will not allow the transaction to be processed without the entry of a RTS username and password of a county employee with the Authorize Transactions permission when RTS is not able to verify the dealer license number is active. Review a copy of the dealer's license or documentation from eLICENSING to verify the dealer's license was active at the time of sale. The transaction may be authorized if the dealer is able to provide proof the license was active at the time of sale. Ensure any documentation used to validate the dealer's license was active is submitted with the completed title transaction.

If the dealer's license is not active and the dealer cannot provide proof the license was active at the time of sale, the transaction cannot be processed as a dealer title application. In these situations, the title application must be processed as a private-party transaction (dealer must have title in the dealer's name) or as a bonded title.

Buyer Plate Validation

RTS will not allow the transaction to be processed without a supervisor override code when RTS is not able to verify a buyer plate was issued within six months of the title transaction date. Do not process the title application until the dealer provides proof the vehicle was sold by the dealer. To verify the dealer sold the vehicle, you may request a copy of the dealer's license and the sales contract to confirm. Upon obtaining additional proof the dealer sold the vehicle, a supervisor override code may be issued to complete the transaction. Ensure any documentation used to validate the dealer issued a buyer plate for the vehicle is submitted with the completed title transaction.

If you are able to confirm the vehicle was sold by the dealer but a buyer plate was not issued or was issued prior to six months from the title transaction date, you may open a dealer complaint with the TxDMV's Enforcement Division. The online complaint form is located on the TxDMV website at: www.TxDMV.gov/dealercomplaint. The complaint will need to include a scanned copy of all paperwork submitted with the dealer title application.

If the dealer is unable to provide proof the vehicle was sold by the dealer, the transaction may be completed, but must be submitted through the Red Flag process.

Note: ePLATE system limitations that prevent the dealer from issuing a plate and/or the dealer not having plate inventory that may result in the dealer having to obtain a red temporary plate for their customer are not reasons to file a dealer complaint.

BENEFICIARY DESIGNATION

This chapter contains the following sections:

- **26.1** Beneficiary Designation
- **26.2** Application for Title by a Beneficiary
- **26.3** Corrected Title to Change Beneficiary Designation
- **26.4** Entry of Beneficiary Designation into RTS
- **26.5** Multiple Owners on Record

26.1 Beneficiary Designation

Transportation Code Section 501.0315

- (a) *The owner of a motor vehicle may designate a sole beneficiary to whom the owner's interest in the vehicle transfers on the owner's death as provided by Chapter 115, Estates Code, by submitting an application for title under Section 501.023 with the designation. To be effective, the designation must state that the transfer of an interest in the vehicle to the designated beneficiary is to occur at the transferor's death.*
- (b) *The legal name of a beneficiary designated under this section must be included on the title.*
- (c) *The department shall transfer title of a motor vehicle to a beneficiary designated under this section for the vehicle if the beneficiary submits:*
 - (1) *an application for title under Section 501.023 not later than the 180th day after the date of the owner's death or, if the vehicle is owned by joint owners, the last surviving owner's death, as applicable; and*
 - (2) *satisfactory proof of the death of the owner or owners, as applicable.*
- (d) *A beneficiary designation may be changed or revoked by submitting a new application for title under Section 501.023.*
- (e) *A beneficiary designation or a change or revocation of a beneficiary designation made on an application for title of a motor vehicle that has not been submitted to the department before the death of a vehicle's owner or owners who made, changed, or revoked the designation, as applicable, is invalid.*
- (f) *The department may adopt rules to administer this section.*

Transportation Code, Section 501.0315, allows the owner(s) of a motor vehicle to designate a sole beneficiary to transfer ownership of the motor vehicle upon the death of the last surviving owner. The legal name of the designated beneficiary must be included on the title.

The beneficiary designation is not valid unless recorded on the Texas title. A will does not revoke or supersede a beneficiary designation. The beneficiary designation does not give the beneficiary any ownership interest in the vehicle until the death of the owner(s). A beneficiary is not required to sign the title if the motor vehicle is sold, encumbered, or otherwise transferred. The beneficiary designation can be added, changed, or revoked without the consent of the beneficiary.

Death Certificate

Upon the death of the registered owner(s), a copy of the deceased person(s) death certificate must always accompany the application for Texas title.

Adding a Beneficiary

The *Beneficiary Designation for a Motor Vehicle* (Form VTR-121) must be submitted in conjunction with the title application to designate a beneficiary. All sections of the form must be complete, unless marked as optional.

Change in Ownership

Any change in ownership automatically removes the beneficiary designation. The new owner(s) may add a beneficiary to the record by completing a new *Beneficiary Designation for a Motor Vehicle* (Form VTR-121).

26.2 Application for Title by a Beneficiary

Upon the death of the registered owner, the beneficiary must submit an application for title no earlier than the 5th day and no later than the 180th day after the date of the owner's death, or if the vehicle is owned by joint owners, the last surviving owner's death.

An ownership transfer to anyone other than the beneficiary may not occur within 180 days of the last surviving owner's death unless the beneficiary disclaims interest in the motor vehicle. If the beneficiary does not apply for title within 180 days, all other operation of law transfer options are valid. A beneficiary must obtain title in their name prior to any subsequent transfer.

To claim the vehicle, the beneficiary must submit:

- a completed *Application for Texas Title and/or Registration* (Form 130-U);
- applicable fee of either \$28 or \$33;
- the Texas title in the deceased owner's name listing the beneficiary;
- the death certificate(s) of the owner(s) listed on the title;
- original release of lien, unless the lien carries forward.

Note: If the Texas title in the deceased owner's name is not available, it is not necessary for the beneficiary to obtain a Texas Certified Copy of Title. The beneficiary may use a printout of the motor vehicle record.

26.3 Corrected Title to Change Beneficiary Designation

To remove, change, or revoke the beneficiary designation, a corrected title application must be submitted. Whether adding or removing a beneficiary, the *Beneficiary Designation for a Motor Vehicle* (Form VTR-121) must be signed by all individuals listed as an owner or as a survivor under rights of survivorship. A beneficiary designation made on an application for title that has not been submitted to the department before the death of a vehicle's owner(s) is invalid.

26.4 Entry of Beneficiary Designation into RTS

The beneficiary designation can only be applied when all the recorded owners are individuals. Therefore, "Individual" must be selected as the Title Owner Type when adding a beneficiary. A beneficiary cannot be added to any other Title Owner Type.

Select the "Beneficiary" check box on the Title Additional Info TTL008 screen to complete the beneficiary information. The name of the beneficiary must be included on the Title Parsed Beneficiary TTL-15N screen.

26.5 Multiple Owners on Record

If multiple individuals are listed as owners, they must have a rights of survivorship agreement recorded on the Texas title to designate a beneficiary. Joint owners and any other individuals listed as rights of survivorship on the title must all consent to the beneficiary designation. Transfer to the beneficiary can only occur upon the death of the last surviving owner.

This chapter contains the following sections:

- **27.1 Definitions**
- **27.2 Application of Subchapter**
- **27.3 Register of Repairs**
- **27.4 Register of Used Motor Vehicle Sales and Purchases**
- **27.5 Replacement of Cylinder Block**
- **27.6 Maintenance of Records**
- **27.7 Criminal Penalty**

27.1 Definitions

Occupations Code Section 2305.001

In this subchapter:

- (1) “Person” means an individual, corporation, or firm.
- (2) “Repair” includes the rebuilding of a motor vehicle, the installation of a new or used part or accessory on a motor vehicle, and the performance of electrical work in connection with the repair of a motor vehicle. The term does not include a repair covered by Chapter 2304.
- (3) “Used motor vehicle” includes a secondhand motor vehicle.
- (4) “Motor vehicle” has the meaning assigned by Section 501.002, Transportation Code.
- (5) “Board” means the board of the Texas Department of Motor Vehicles.
- (6) “Department” means the Texas Department of Motor Vehicles.

27.2 Application of Subchapter

Occupations Code Section 2305.002

This subchapter applies to any person who:

- (1) operates a shop or garage that is engaged in the business of repairing motor vehicles; or
- (2) engages in the business of purchasing or selling used motor vehicles in this state.

27.3 Register of Repairs

Occupations Code Section 2305.003

- (a) A person subject to this subchapter shall maintain a register of each repair the person makes to a motor vehicle. The register must contain a substantially complete and accurate description of each motor vehicle that is repaired.

(b) *This section does not apply to a repair having a value of \$1 or less.*

27.4 Register of Used Motor Vehicle Sales and Purchases

Occupations Code Section 2305.004

- (a) *A person subject to this subchapter shall maintain a register of each sale or purchase the person makes of a used motor vehicle.*
- (b) *If the person buys a used motor vehicle, the register must contain:*
 - (1) *the make and model, the number of cylinders, the motor number, the vehicle identification number, and the passenger capacity of the motor vehicle, if applicable;*
 - (2) *the name, date of birth, usual place of address, and official identification number of each person claiming to be the owner of the motor vehicle; and*
 - (3) *the state registration number of the motor vehicle, if applicable.*
- (c) *If the person sells a used motor vehicle, in addition to the requirements of Subsection (b), the register must contain the name and address of the purchaser of the motor vehicle.*

27.5 Replacement of Cylinder Block

Occupations Code Section 2305.051

The owner of a motor vehicle registered under Chapter 502, Transportation Code, that has a damaged cylinder block replaced shall have the original engine number of the motor vehicle stamped with a steel die on the replacement cylinder block.

Record of Replaced Cylinder Block

Occupations Code Section 2305.005

The owner of the garage or repair shop that installs a replacement cylinder block and stamps the original engine number on the block as required by Section 2305.051 shall record in a substantially bound book:

- (1) *the name and address of the vehicle's owner; and*
- (2) *the engine number and registration number of the vehicle.*

27.6 Maintenance of Records

Occupations Code Section 2305.006

- (a) *All records required to be maintained under this subchapter shall be kept until at least the first anniversary of the date the record is made*
- (b) *The registers required by Sections 2305.003 and 2305.004 shall be maintained in a clear and intelligent manner in a well-bound book or an electronic recordkeeping system and kept in a secure place in the office or place of business where the work is performed or the business is conducted.*

27.7 Criminal Penalty

Occupations Code Section 2305.101

- (a) A person commits an offense if the person violates this chapter or a rule adopted under this chapter.*
- (b) Except as provided by Subsection (c), an offense under this section is punishable by a fine of not less than \$10 and not more than \$100.*
- (c) An offense under this chapter that consists of the violation of Section 2305.007 is a Class A misdemeanor.*

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