

Appendix 2: Current Salvage Requirements and Exemptions

Table 1. This table represents application of current statute and how it is applied depending on the type of vehicle that is involved in a salvage event (Accident, Flood, Hail Damage, Vandalism, Theft, etc).

Current Salvage Requirements	Passenger	Commercial	Motorcycle
Must apply for Salvage Title	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Inspection Required (NOT a safety inspection)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Receives “Prior Salvage” Brand After Inspection	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Receives Clear Title After Inspection	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Written Disclosure of Salvage Required (Beyond what is listed on the title)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Verbal Disclosure of Salvage Required	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
“Reconstructed” Brand Applies After Inspection If Change of Appearance/Mode of Operation is Made	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Note: Not all Salvage events represent a “Safety” Concern. Besides appearance issues, Hail Damage, Vandalism, and Theft typically do not result in any safety related damage to the motor vehicle. Vehicles Branded “FLOOD” sometimes never have any water damage as Insurance agencies will settle mass insurance claims for all victims of Hurricane disaster areas. Some of these vehicles were driven away when evacuation takes place and were never under water. If the vehicle was registered in that area of natural disaster, owners may accept an insurance settlement which pays the owner off and brands the vehicle as “Flood” damaged, even though it wasn’t even in the area at the time of disaster. Insurance adjusters do not typically look at each individual vehicle to validate if it was in-fact underwater, as there are 100’s of thousands of vehicles affected by such a natural disaster.