

REQUIREMENTS FOR OBTAINING TITLE BY FILING AN INDEMNITY BOND

1. Application for title (Form MVR-1) completed in full and signed in the presence of a notary. The name on the MVR-1 must be identical to the name listed on the Indemnity Bond.
2. Affidavit of Facts (Form MVR-92H) must be completed in full detail. Any omissions or incomplete answers could result in a delay or denial in the issuance of a title by bond. This form must be signed in the presence of a notary.
3. The vehicle must be inspected by a DMV License & Theft inspector. The inspector will provide a report of inspection (LT-270). If the vehicle is not in operable condition at the time of inspection then an Inoperable Title will be issued and no registration will be issued until the vehicle has been deemed operable by a DMV License & Theft Inspector.
4. An Indemnity Bond written by an insurance company licensed to write Surety Bonds in North Carolina. The bond must be for one and one-half (1½) times the value of the vehicle as shown in the Value Schedule provided by the Division and must be for a minimum of \$100.00. The bond must remain on file with the Division for a period of three years.
5. The value of motor vehicles is determined from the current Value Schedule. For mobile homes and vehicles not listed in the Value Schedule, two appraisals from North Carolina dealers will be required. The appraisals must be on the dealer's letterhead. The bond must be for one and one-half (1½) times the highest appraisal.
6. Title fee is \$40.00.
7. Highway use tax in the amount of 3% of the value of the vehicle as determined by the Value Schedule.

BONDS ARE NOT ACCEPTABLE:

1. On abandoned vehicles (see GS 20-77)
2. Mechanics and Storage liens (see GS 44A)
3. When there is an outstanding lien for which a lien cancellation cannot be furnished (see GS 20-58.4)
4. When litigation is pending
5. When the vehicle is not domiciled in North Carolina
6. When the applicant is a nonresident and the vehicle is not registered in North Carolina.



CHECK LIST FOR APPLICATION FOR TITLE BY BOND

Please check your documentation to insure that all the following statements can be answered in the affirmative.

1. Bond is signed and witnessed on reverse side by the bonding company and applicant
2. Power of Attorney from bonding company is attached
3. Name on MVR-1 and name on Bond are identical
4. Vehicle identification number on MVR-1 and Bond are identical
5. No alterations exist on the bond
6. Lien release, if required, is attached
7. Inspector's report is attached
8. If vehicle is a mobile home, two appraisals are attached
9. Vehicle make and body style are identical on the MVR-1 and Bond
10. MVR-92H has been completed in detail and signed in the presence of a notary
11. Any evidence of ownership is attached