

Bulletin

July 23, 2009

D-07-09-01

BULLETIN TO:

ALL NEW CAR DEALERS AND
AUTOMOTIVE DISMANTLERS &
RECYCLERS

FROM:

Brenda Scheydt, Manager
Business Licensing & Consumer Services

On June 23, 2009, President Obama signed a bill entitled "Consumer Assistance to Recycle and Save Act of 2009" also known as "Cash for Clunkers". This bill was designed to encourage consumers to surrender older vehicles with less fuel efficiency and buy or lease new higher fuel efficiency vehicles. Registered Dealers will receive a voucher in the amount of \$3,500 or \$4,500 for each qualifying vehicle. The voucher can be applied towards the down payment on the purchase or lease of a new vehicle. **Please be advised the voucher cannot be utilized to reduce the amount of excise tax paid to the Motor Vehicle Administration (MVA).** To ascertain whether a vehicle qualifies for the voucher, please go to www.cars.gov for additional information. When processing this new transaction, please consider the following:

- The purchase or lease of the new vehicle must occur between July 1st and November 1, 2009.
- Dealer must be enrolled in the government program.
- The transaction for the purchase or lease should be processed, as you normally would for any other purchase or lease.
- **The surrendered vehicle cannot be used to reduce the amount of excise tax paid to the Motor Vehicle Administration (MVA). It must be shown on the buyers order as a down payment not as a trade-in.**
- The Vehicle Identification Number (VIN) of the surrendered vehicle must be recorded on the paperwork submitted to MVA.
- Complete an Application for Salvage (VR-28) in your dealership's name.
- The damage must be recorded as "Parts Only".
- Include a fee of \$20.00 for the Salvage Certification.
- Mail the application along with the fee to MVA – 6601 Ritchie Highway, Room 104 Salvage Unit, Glen Burnie, MD 21062
- After processing, the Salvage Certificate will be sent to the dealership.
- The dealership will sign over the "Parts Only" Salvage Certificate to an Automotive Dismantler and Recycler for dismantling or destruction.

If you are an Electronic Registration and Titling (ERT) participant please contact your dealer representative if you have any questions concerning the information contained in this bulletin or you may contact Sarah Moore, Section Manager of Business Licensing at (410) 424-3060 or by e-mail at smoore1@marylandmva.com.