

STATE MOTOR VEHICLE DEALER BONDS AND RECOVERY FUNDS IN THE U.S. AND CANADA

Bonding and recovery fund requirements imposed by various jurisdictions to ensure that sellers of motor vehicle provide some form of compensation in the event there are issues with a transaction. Information should be checked with a particular jurisdiction to be sure this information is current.

UNITED STATES STATUTES, LAWS, & REGULATIONS

1. Alabama

Ala. Code § 40-12-398 (2009)

Amount: \$10,000.00 (for used motor vehicle dealers)

Amount: \$25,000.00 (for new motor vehicle dealers)

Bond to be in form approved by the Commissioner and conditioned that the motor vehicle dealer shall comply with the conditions of any contract made by such dealer in connection with the sale or exchange of any motor vehicle and shall not violate any of the provisions of law relating to the conduct of the business for which he is licensed in favor of any person who shall recover any judgment for any loss as a result of any violation of the above conditions. Aggregate liability of the surety not to exceed the bond in any one year.

Alabama Licensing Enforcement Information

Agency: Alabama Department of Revenue, Sales, Use & Business Tax Division
Severance & License Section

Address: 50 North Ripley Street, Room 1230
Montgomery, AL 36104

Phone: (334) 353-7827

Web: <http://www.revenue.alabama.gov/motorvehicle/index.html>
<http://www.revenue.alabama.gov/licenses/mvdrl.html>

2. Alaska

Alaska Stat. § 08.66.060 (2010)

Amount: \$50,000.00

Amount: \$25,000.00 (for dealer who sells motorcycles only)

Conditioned on the dealer's doing business in compliance with this chapter and the other laws of this state; and not committing fraud or making fraudulent representations in the course of doing business as a dealer. Personal right of action against the dealer and surety created by statute and aggregate liability of surety not to exceed the amount of the bond.

Alaska Licensing Enforcement Information

Agency: Alaska Division of Motor Vehicles
Address: ATTN: DEALER/FLEET
1300 W Benson Boulevard STE 300
Anchorage, AK 99503-3691
Phone: (907) 269-5551
(907) 269-3755
Web: <http://doa.alaska.gov/dmv/>
<http://www.doa.alaska.gov/dmv/dealer/index.htm>

3. Arizona

Ariz. Rev. Stat. § 28-4362 (2010)
Amount: \$100,000.00 (for sellers of new or used vehicles)
Amount: \$25,000.00 (for title service companies, brokers, wholesale dealers, and wholesale auctioneers)
Amount: \$20,000.00 (for automobile recyclers)

Bond must be in a form approved by the director and in an amount proscribed by the director of at least \$20,000.00 not to exceed \$100,000.00. Bond must be issued by a surety authorized to transact business in the state with applicant as principal obligor and state as obligee. Insures to the benefit of any person who suffers a loss because of either:

- (1) Non-payment by the dealer of customer prepaid title, registration, or other related fees or taxes
- (2) The dealer's failure to deliver in conjunction with the sale of a vehicle a valid vehicle title certificate free and clear of any prior owner's interest and all liens except a lien created by or expressly assumed in writing by the buyer of the vehicle.

Arizona Licensing Enforcement Information

Agency: Dealer Investigations – Motor Vehicle Division, Arizona Department of Transportation
Address: Mail Drop 555M
Motor Vehicle Division
PO Box 2100
Phoenix AZ 85001-2100
Phone: (602) 255-0072
(800) 251-5866
Web: <http://www.azdot.gov/mvd/MotorVehicleDealers/LicensedDealers.asp>

4. Arkansas

Ark. Code § 23-112-302 (2009)

Amount: \$50,000.00 (for new motor vehicle dealers)

Amount: \$25,000.00 (for new motorcycle dealers, new all-terrain vehicle dealers, and motor vehicle lessors)

Amount: \$25,000.00 (for each instance a branch license is applied for)

Motor vehicle dealers shall also provide proof of liability insurance coverage on all vehicles to be offered for sale in an amount equal to or greater than the amount required by the Motor Vehicle Safety Responsibility Act, § 27-19-101 et seq. New motor vehicle dealers and motor vehicle lessors are required to have the bond. There is no bond requirement for used motor vehicle dealers. The bond must be in effect upon the applicant being licensed and conditioned on the applicant complying with the provisions of licensing chapter. The statute provides that the bond required shall be an indemnity for any loss sustained by any person by reason of the acts of the person bonded when those acts constitute grounds for the suspension or revocation of his license. Executed in the name of the State of Arkansas for the benefit of any aggrieved party and the aggregate liability not to exceed the amount of the bond.

Arkansas Licensing Enforcement Information

Agency: Finance & Administration Revenue Division

Address: Ragland Building

1900 W 7th St, Ste 1100

Little Rock, AR 72201

Phone: (501) 682-4692

Web: <http://www.dfa.arkansas.gov/offices/motorVehicle/Pages/default.aspx>

5. California

Cal. Veh. Code §§ 11710, 11710.1, 11711 (2010)

Amount: \$50,000.00 (for dealers and remanufacturers)

Amount: \$10,000.00 (for dealers who deal exclusively in motorcycles or all-terrain vehicles)

Amount: \$10,000.00 (for dealers who sell vehicles on a wholesale basis only, and who sell fewer than 25 vehicles per year)

The applicant shall procure and file with the department a bond executed by an admitted surety, in form by the Attorney General, and conditioned that the applicant shall not practice any fraud or make any fraudulent representation which will cause a monetary loss to a purchaser, seller, financing agency, or governmental agency. Liability under the bond is to remain at full value. If the amount of liability under the bond is decreased or there is outstanding a final court judgment for which the dealer or remanufacturer and sureties are liable, the dealer's or remanufacturer's license shall be automatically suspended. A person

suffering any loss or damage by reason of any fraud or fraudulent representation made licensed dealer or salesmen acting in his behalf, or suffering loss or damage by reason of the violation of this code, or if a person is not paid for a vehicle sold to and purchased by a licensee, then they will have a right of action against the dealer, his salesman, and the surety upon the dealer's bond, in an amount not to exceed the value of the vehicle purchased from or sold to the dealer.

Cal. Veh. Code §§ 4456.3, 12000, 12003, 12004 (California Motor Vehicle Recovery Fund)

Amount: \$1.00 per vehicle sold (limit \$2,500.00 in any calendar year)

The department shall charge a dealer or lessor-retailer a fee, as established by the director for each vehicle sold by a dealer or lessor-retailer. The department shall not charge more than a total of two thousand five hundred dollars (\$2,500) in fees under this section to a dealer licensee within a calendar year. A consumer has an eligible claim against the fund when he suffers an unsatisfied claim for economic loss as a result of the failure of a dealer licensed under this code, or if applicable, a lessor-retailer licensed under this code, to do any of the following: 1) Remit license or registration fees received or contractually obligated to be paid from a consumer to the department; 2) Pay to the legal owner of a vehicle transferred as a trade-in by a consumer to the dealer or lessor-retailer the amount necessary to discharge the prior credit balance owed to the legal owner; 3) Pay to the lessor registered in accordance with Section 4453.5 of a vehicle transferred as a trade-in by a consumer to the dealer or lessor-retailer the amount the dealer or lessor-retailer agreed to pay to the lessor; 4) Pay the amount specified in a consignment agreement to a consumer after the sale of a consigned vehicle. A consumer may file an application with the recovery corporation for the payment of the consumer's eligible claim if a dealer or lessor-retailer against whom the claim is asserted has ceased selling and leasing motor vehicles to the general public or has become subject to a petition in bankruptcy. Failure of a dealer to reimburse the Fund after a payment to a consumer is grounds for the revocation of its license.

California Licensing Enforcement Information

Agency: California Department of Motor Vehicles

Address: Office of the Director

Department of Motor Vehicles

2415 1st Avenue Mail Station F101

Sacramento, CA 95818

Phone: (800) 777-0133

Web: <http://www.dmv.ca.gov/vehindustry/ol/dealer.htm>

6. Colorado

Colo. Rev. Stat. § 12-6-112 (2010)

Amount: \$15,000.00 (for salespersons)

Protects any retail consumer who suffers a loss or any damages and obtains a final determination of fraud from a court of competent jurisdiction or the motor vehicle dealer licensing board.

Colo. Rev. Stat. § 12-6-111

Amount: \$50,000.00 (for motor vehicle dealer, used motor vehicle dealer, wholesale motor vehicle auction dealer, or wholesaler)

Amount: \$5,000.00 (for small utility trailers dealers)

Applicant shall procure and file with the Board evidence of a savings account, deposit, or certificate of deposit meeting the requirements of 11-35-101 C.R.S. or a good and sufficient surety bond with corporate surety thereon duly licensed to do business within the state ... conditioned that said applicant shall not practice fraud, make any fraudulent representation, or violate any of the provisions of this Part I in its conduct of the business for which he is licensed.

The purpose of the bond is to provide for the reimbursement for any loss or damage suffered by any retail consumer caused by a violation of this Part I by a motor vehicle dealer... [f]or a wholesale transaction, the bond is available to each party to the transaction; except that, if a retail consumer is involved, such consumer shall have priority to recover from the bond. Aggregate liability of surety for all claims shall not exceed the amount of the bond regardless of the number of claims or claimants.

Colorado Licensing Enforcement Information

Agency: Colorado Department of Revenue Dealer Licensing

Address: 1881 Pierce Street
Lakewood, CO 80214

Phone: (303) 205-5696

Web: <http://www.colorado.gov/cs/Satellite/Rev-Enforcement/RE/1214213332829>

7. Connecticut

Conn. Gen. Stat. § 14-52 (2010)

Amount: \$20,000.00 (for new and used car dealers)

Amount: \$10,000.00 (for those engaged in the leasing or renting)

Amount: \$5,000.00 (for repairer)

Each bond required is inclusive and conditioned upon the applicant or licensee complying with the provisions of any state or federal law or regulation relating to the conduct of such business and provided as indemnity for any loss sustained by

any person by reason of any acts of the licensee constituting grounds for suspension or revocation of the license or such licensee going out of business. The bond shall be executed in the name of the state of Connecticut for the benefit of any aggrieved party, but the penalty of the bond shall not be invoked except upon order of the commissioner after a hearing. The commissioner can review an applicant's financial status and require a bond amount greater than those listed above.

Connecticut Licensing Enforcement Information

Agency: Connecticut Department of Motor Vehicles, Dealer and Repairers
Division
Address: 60 State Street
Wethersfield, CT 06161
Phone: (860) 263-5700
Web: [http://www.ct.gov/dmv/taxonomy/taxonomy.asp?DLN=30152&dmvNav=\[30152\]](http://www.ct.gov/dmv/taxonomy/taxonomy.asp?DLN=30152&dmvNav=[30152])

8. Delaware

30 Del. C. § 3005 (2009)
Amount: \$25,000.00

Bond is for the benefit of consumers injured by any wrongful act, omission, default, fraud or misrepresentation by the dealer in the course of activity as a licensee. Compensation under the bond shall be for amounts that represent actual losses, including reasonable attorney fees accrued by the consumer in pursuing a claim against the licensee. Aggregate liability of the surety on the bond, exclusive of any interest that accrues for payments made after 90 days, shall in no event exceed the amount of the bond. License may be denied or suspended for making material misstatements when applying for a license, failure to maintain an established place of business, failure to comply with Division of Motor Vehicle orders, or conviction of any criminal or fraudulent act in connection with the business of selling vehicles.

Delaware Licensing Enforcement Information

Agency: Delaware Division of Motor Vehicles
Address: Dover Administration Office
Rt. 113 - 303 Transportation Circle
P.O. Box 698
Dover, Delaware 19903
Phone: (302) 744-2503
Web: <http://www.dmv.de.gov/default.shtml>

9. District of Columbia

D.C. Code § 50-603 (2010)
Amount: not less than \$25,000.00

Conditioned upon the observance by the licensee and any officer, agent, employee, or other person acting on behalf of the licensee, of all laws and regulations in force in the district applicable to the licensee's conduct of the licensed business, for the benefit of any person who may suffer damages resulting from the violation of any law or regulation by or on the part of the licensee or any officer, agent, employee, or other person acting on behalf of the licensee. Aggrieved party will have a cause of action against the licensee and may bring suit against the surety either jointly with the principal or alone for any damages sustained by an action of the licensee.

District of Columbia Licensing Enforcement Information

Agency: District of Columbia Bureau of Motor Vehicle Services, Enforcement
Branch

Address: DEPARTMENT OF MOTOR VEHICLES
P.O. Box 90120
Washington, DC 20090

Phone:

Web: <http://dmv.dc.gov/serv/dealer.shtm>

10. Florida

Fla. Stat. § 320.27(10) (2010)
Amount: \$25,000.00

Bond will be in a form approved by department and conditioned upon claimant being a customer in a retail or wholesale transaction and requires proof that the bond principal breached a written contract made in connection with the sale or exchange of a motor vehicle or violated the provisions of Chapter 319 (titles) or 320 (dealer licensing). The aggregate liability of the surety in any one year shall in no event exceed the sum of the bond.

Fla. Stat. § 320.771(16) (2010) (Recreational vehicles dealers only)
Amount: \$10,000.00 (four or fewer supplemental licenses)
Amount: \$20,000.00 (more than four supplemental licenses)

The bond shall be to the department and in favor of any retail customer who shall suffer any loss as a result of any violation of the conditions hereinabove contained. The bond shall be for the license period, and a new bond or a proper continuation certificate shall be delivered to the department at the beginning of each license period. However, the aggregate liability of the surety in any one license year shall in no event exceed the sum of such bond. Any person who buys,

sells, or deals in both mobile homes and recreational vehicles shall provide the same surety bond required of dealers who buy, sell, or deal in mobile homes only.

Florida Licensing Enforcement Information

Agency: Florida Department of Highway Safety and Motor
Address: Department of Highway Safety and Motor Vehicles
Neil Kirkman Building
2900 Apalachee Parkway
Tallahassee, FL 32399-0500
Phone: (850) 617-3003
Web: <http://www.flhsmv.gov/dmv/dealer.html>

11. Georgia

Ga. Code Ann. § 43-47-8 (2009)
Amount: \$35,000 (for used car dealers)

The bond shall be executed with a surety company duly authorized to do business in the state and shall be payable to the Governor for the use and benefit of any purchaser and vendees or successors in title of any used motor vehicle and shall be conditioned to pay all loss, damages, and expenses that may be sustained by such purchaser, his or her vendees, or successors in title that may be occasioned by reason of any misrepresentation, deceptive practice, or unfair practice, or by reason of any breach of warranty as to such used vehicle.

Georgia Licensing Enforcement Information

Agency: Georgia Secretary of State Board of Registration of Used Car Dealers
Address: 237 Coliseum Drive
Macon, GA 31217-3858
Phone: (478) 207-2440
Web: <http://www.sos.ga.gov/plb/usedcar/>

12. Hawaii

No bond required since repeal in 1992. In 2005, Hawaii began requiring a secured line of credit for Motor Vehicle Dealers. Hawaii Revised Statute section 437-7(d) states in part:

(1) Applicants for issuance of a dealer's license shall obtain an inventory or flooring line of credit from a federally insured financial institution or from a financing source having a net worth of at least \$50,000,000. The line of credit shall be in the following amount:

(A) For new motor vehicle dealer applicants, \$500,000 or the amount required in the applicant's dealer sales and service agreement, whichever is less;

- (B) For used motor vehicle dealer applicants, \$50,000; and
- (C) For new and used motorcycle and motor scooter dealer applicants, \$50,000;

(4) When an inventory or flooring line of credit cannot reasonably be obtained by a dealer, the board may provide that a bond, in an amount set forth by the board's rules, be obtained as an alternative form of security for the inventory or flooring line of credit.

The following rule was promulgated for dealers unable to get flooring line financing:

HAR 16-86-12 Alternative form of security. (a) Where an inventory or flooring line of credit cannot reasonably be obtained by a dealer, the board may provide that a bond, for one of the following amounts, be obtained as an alternative form of security:

- (1) \$200,000 for new vehicle dealers selling ten or more new motor vehicle units a month on an annual basis;
 - (2) \$50,000 for new vehicle dealers selling less than ten new motor vehicle units per month on an annual basis;
 - (3) \$100,000 for used motor vehicle dealers selling sixty or more motor vehicle units per month on an annual basis;
 - (4) \$25,000 for a used motor vehicle dealer selling less than sixty units a month on an annual basis; and
 - (5) \$10,000 for motorcycle and motor scooter dealers.
- (b) More than one bond may be furnished by the same applicant, provided they aggregate the full amount prescribed by this section.

Finally, each broker receiving a license shall give to the motor vehicle industry licensing board and keep in force a bond or bonds in the penal sum totaling not less than \$200,000. This bond is conditioned on the broker faithfully and truly comply with all the valid provisions of Hawaiian Law, not engaging in fraud, misrepresentation, or other improper business conduct in connection with the selling or purchasing of motor vehicles, and that the broker will protect the treasurer of the county and any purchaser of any vehicle against loss on account of defect in title or undisclosed encumbrance upon a motor vehicle. Any person, who has been injured by the breach of the conditions, shall have the right to recover on any bond, plus a reasonable attorney's fee incurred to secure the recovery under the bond; provided that the aggregate liability of the surety or sureties to all such persons shall in no event exceed the amount of the bond.

Hawaii Licensing Enforcement Information

Agency: Hawaii Department of Commerce & Consumer Affairs – Professional & Vocational Licensing Division

Address: DCCA-PVL

Att: MVI

P.O. Box 3469
Honolulu, HI 96801
Phone: (808) 587-3295
Web: <http://hawaii.gov/dcca/pvl/boards/motorvehicle/>

13. Idaho

Idaho Code Ann. § 49-1608 (2010)
Amount: \$20,000.00 (for all dealers, including wholesale)
Amount: \$10,000.00 (for motorcycle, motor-driven cycle and motorbike sales, all-terrain vehicles, utility type vehicles, truck campers and snow machine sales)

Conditioned that the applicant shall not practice any fraud, make any fraudulent representation, or violate any of the provisions of this Chapter, Rules and Regulations of the Department, or provisions of Chapter 5, Title 49, Section 49-1418, or Chapter 6, Title 48, Idaho Code, or Federal Motor Vehicle Safety Standards, or Odometer Fraud in the conduct of the business for which he is licensed. Total aggregate liability on the bond shall be limited to the payment of the amounts set forth.

Idaho Licensing Enforcement Information

Agency: Idaho Department of Transportation – Division of Motor Vehicles
Address: Dealer Services
Idaho Department of Transportation
PO Box 34
Boise, ID 83731-0034
Phone: (208) 334-8681
Web: http://itd.idaho.gov/dmv/vehicleservices/vs_forms.htm#dealerforms

14. Illinois

625 Ill. Comp. Stat. §5/5-101 (2010)
Amount: \$20,000.00

A bond or certificate of deposit in the amount of \$20,000.00 for each location at which the applicant intends to act as a used vehicle dealer. The bond shall be for the term of the license, or its renewal, for which application is made, and shall expire not sooner than December 31st of the year for which the license was issued or renewed. The bond shall run to the people of the State of Illinois, with surety by a bonding or insurance company authorized to do business in this state. It is to be conditioned upon the proper transmittal of all title and registration fees and taxes accepted by the applicant as a used vehicle dealer.

Illinois Licensing Enforcement Information

Agency: Illinois Office of Secretary of State – Vehicle Services Department –
Dealer Licensing Section
Address: Secretary of State
Dealer/Remitter Licensing Section
501 S. Second St. Rm. 069
Springfield, IL 62756-7000
Phone: (217) 782-7817
Web: http://www.cyberdriveillinois.com/departments/vehicles/dealer_remitter.html

15. Indiana

IC 9-23-2-2 (2009)
Amount: \$25,000.00

The bond must be in favor of the state and secure payment of fines, penalties, costs, and fees assessed by the secretary of state after notice, opportunity for a hearing, and opportunity for judicial review, in addition to securing the payment of damages to a person aggrieved by a violation of this chapter by the licensee after a judgment has been issued.

Indiana Licensing Enforcement Information

Agency: Indiana Secretary of State – Dealer Services Division
Address: 302 West Washington Street
Room E-018
Indianapolis, Indiana 46204
Phone: (317) 234-7190
Web: <http://www.in.gov/sos/dealer/>

16. Iowa

Iowa Code §322.4 (2010)
Amount: \$50,000.00

The bond must be executed by the applicant as principal, run to the state of Iowa and be conditioned upon the faithful compliance by the applicant as a dealer with all of the statutes regulating or applicable to the business of a dealer in motor vehicles, and indemnifying any person who buys a motor vehicle from the dealer from any loss or damage occasioned by the failure of the dealer to comply with any of the provisions the Iowa Code, including the furnishing of a proper and valid certificate of title to the motor vehicle involved in a transaction. The bond must also indemnify any motor vehicle purchaser from loss or damage caused by the failure of the dealer to comply with the odometer requirements, regardless of whether the motor vehicle was purchased directly from the dealer. The bond shall be filed with the department prior to the issuance of a license. The aggregate liability of the surety, however, shall not exceed the amount of the bond.

Iowa Licensing Enforcement Information

Agency: Iowa Department of Transportation, Office of Vehicle Services
Address: Office of Vehicle Services
P.O. Box 9278
Des Moines, IA 50306-9278
Phone: (515) 237-3110
Web: <http://www.iowadot.gov/mvd/ovs/index.htm>

17. Kansas

Kan. Stat. Ann. § 8-2404 (2010)
Amount: \$30,000.00 (for new and used motor vehicle dealers)
Amount: \$5,000.00-\$20,000.00 (for other applicants under the statute)

Conditioned upon the applicant complying with the provisions of the Statutes applicable to the licensee and as indemnity for any loss sustained by any person by reason of any act by the licensee and the violation of any act which constitutes grounds for suspension or revocation of the license. Executed in the name of the State of Kansas for the benefit of the aggrieved party. Aggregate liability of the surety not to exceed the amount of bond.

Kansas Licensing Enforcement Information

Agency: Kansas Dealers Licensing Bureau
Address: Kansas Department of Revenue
Division of Vehicles
Dealers Licensing Bureau
Topeka, KN 66626-0001
Phone: (785) 296-5854
Web: <http://www.ksrevenue.org/vehicle.htm>

18. Kentucky

Ky. Rev. Stat. Ann. § 190.030 (2010)
Amount: \$15,000.00

The bond provision is applicable if the State has reasonable cause to doubt the financial responsibility or the compliance by the licensee with the provisions of the statutes and is conditioned upon the applicant or licensee complying with the provisions of the statutes applicable to the licensee. The bond needs to be executed in the name of the State of Kentucky for the benefit of aggrieved parties. The penalty of the bond shall not be invoked except after court adjudication. The

bonding requirements of this subsection do not apply to manufacturers, factory branches, and their agents.

Ky. Rev. Stat. Ann. § 190.033 (2010)
Amount: \$100,000.00

This provision applies to motor vehicle dealer's, motor vehicle auction, or wholesalers. A license will not be issued unless the holder of the license has on file with the commission an approved indemnifying bond or insurance policy. All bonds or policies shall be issued in the name of the holder or applicant for the dealer's license or wholesaler's license. The bond or policy for all dealers are designed to provide public liability and property damage coverage for the operation of any vehicle owned or being offered for sale by the dealer or wholesaler when being operated by the owner or seller, his agents, servants, employees, prospective customers, or other persons.

Kentucky Licensing Enforcement Information

Agency: Kentucky Motor Vehicle Commission
Address: Kentucky Motor Vehicle Commission
Carlos Cassady, Executive Director
105 Sea Hero Road, Suite 1
Frankfort, KY 40601
Phone: (502) 573-1000
Web: <http://www.mvc.ky.gov/>

19. Louisiana (2010)

La. Rev. Stat. Ann. § 32:1254 (2010)
Amount: \$20,000.00 (New or franchise motor vehicle dealers)
Amount: \$10,000.00 (Used motor vehicle dealers for each location)

The bonds are conditioned so that the dealer shall comply with the conditions of any written contract by such dealer in connection with the sale or exchange of any motor vehicle and shall not violate any of the provisions of this Chapter or any other law of Louisiana in the conduct of the business for which he is licensed. The bonds are payable to the Secretary of the Department of Public Safety and Corrections, for the use, benefit, and indemnity of any persons who shall suffer any loss as a result of any violation of the conditions set forth above. Aggregate liability of surety in any one year not to exceed the sum of bond.

Louisiana Licensing Enforcement Information

Agency: Louisiana Motor Vehicle Commission
Address: Louisiana Motor Vehicle Commission
3519 12th Street

Metairie, LA 70002
Phone: (504) 838-5207
Web: <http://www.lmvc.la.gov/>

20. Maine

Me. Rev. Stat. Ann. tit. 29-A, §901 (2010)

Amount: Maine utilizes the sliding scale set forth below. Initial licensees must file a bond based on projected sales. Any person with a claim against a bond kept in compliance with this statute must fail a claim within three years of the date of sale.

Annual Sales	Bond Value
0 - 50 vehicles	\$ 5,000.00
51 - 100 vehicles	\$10,000.00
101 - 150 vehicles	\$15,000.00
151 - 200 vehicles	\$20,000.00
More than 200 vehicles	\$25,000.00

A claim can be made against the bond for failure to comply with the statutes regulating Motor Vehicle dealers, conviction of any fraudulent act associated with the Motor Vehicle industry, defrauding a retail buyer, or failure to establish a place of business. The statute is silent to the amount of damages recoverable under this section. A dealer should argue the amount is limited to the penal amount of the bond.

Maine Licensing Enforcement Information

Agency: Maine Secretary of State, Bureau of Motor Vehicles
Address: 19 Anthony Avenue
Augusta, ME 04330
Phone: (207) 624-9000 ext. 52143
Web: <http://www.maine.gov/sos/bmv/DealerAgent/index.htm>

21. Maryland

Md. Code, Transp. § 15-103 (Transportation) (2010)

Surety bond is for the benefit of the administration and any other person who suffers any loss because of a violation by the licensee, his agents or employees of those provisions of the Maryland Vehicle Law that the administration specifies. There is also a manufacturer or distributor's bond in favor of any member of the public who suffers any loss because of the breach of any express or implied warranty given by the manufacturer or distributor to a buyer of the vehicle from a dealer. Any person who suffers a loss described in the statute has a right of action

in his own name against the surety on the bond

Md. Code, Transp. § 15-308 (Transportation) (2010)

Amount: Maryland utilizes the sliding scale set forth below. Initial licensees must file a bond based on projected sales.

Licensee Deals in Sales of New Motor Vehicle

Annual Sales	Bond Value
1 - 500 vehicles	\$50,000.00
501 – 1,000 vehicles	\$75,000.00
1,001 - 2,500 vehicles	\$100,000.00
More than 2,500 vehicles	\$300,000.00

Licensee Deals in Only Sales of Used Motor Vehicle

Annual Sales	Bond Value
1 - 250 vehicles	\$15,000.00
251 - 500 vehicles	\$25,000.00
501 - 1,000 vehicles	\$35,000.00
1,001 - 2,500 vehicles	\$50,000.00
More than 2,500 vehicles	\$150,000.00

Maryland Licensing Enforcement Information

Agency: Maryland Motor Vehicle Administration

Address: MVA

6601 Ritchie Highway, NE

Glen Burnie, MD 21062

Phone: (301) 729-4550

(800) 950-1MVA

Web: <http://www.mva.maryland.gov/Business-Services/dealer.htm>

22. Massachusetts

Mass. Gen. Laws ch. 140, §58 (2010)

Amount: \$25,000.00 (for used car dealers)

The bond will benefit a person who purchases a vehicle from a Class 2 licensee, and suffers loss on account of the dealer's default or nonpayment of valid bank drafts, the dealer's failure to deliver a valid motor vehicle title certificate free and clear of any prior owner's interests and all liens, the fact that the motor vehicle purchased from the dealer was a stolen vehicle, the dealer's failure to disclose the vehicle's actual mileage at the time of sale, the dealer's unfair and deceptive acts, misrepresentations, failure to disclose material facts or failure to honor a warranty claim or arbitration order in a retail transaction, the dealer's failure to pay off a

lien on a vehicle traded in as part of a transaction to purchase a vehicle when the dealer had assumed the obligation to pay off the lien. To recover against the bond a person must obtain a final judgment in a court of competent jurisdiction against the dealer for an act or omission on which the bond is conditioned if the act or omission occurred during the term of the bond. No suit may be maintained to enforce any liability on the bond unless brought within 1 year after the event giving rise to the cause of action. The surety on a bond shall not be liable for total claims in excess of the bond amount, regardless of the number of claims made against the bond or the number of years the bond remained in force. A separate bond shall be required for each different name under which the dealer conducts his business and for each city or town in which the dealer has a place of business.

Massachusetts Licensing Enforcement Information

Important Note: The RMV does not license Automobile Dealers. Massachusetts General Law grants licensing authority to the cities & towns. Contact the local city/town licensing board.

Agency: Massachusetts Registry of Motor Vehicles

Web: <http://www.mass.gov/rmv/dealer/>

23. Michigan

Mich. Comp. Laws § 257.248 (2010)

Amount: \$10,000.00.

Bond is conditioned that the dealer will indemnify or reimburse a purchaser, seller, financing agency, or governmental agency for monetary loss caused through fraud cheating, or misrepresentation in the conduct of the vehicle business regardless of whether the fraud, cheating, or misrepresentation was made by the dealer or an employee, agent or salesperson of the dealer. The statute specifically provides that the surety is required to make the indemnification or reimbursement only after a judgment based on fraud, cheating, or misrepresentation has been entered against the licensee. The bond is also conditioned to indemnify or reimburse the state for any sales tax deficiency. Aggregate liability of the surety not to exceed the sum of the bond. Per the Michigan Department of State's Dealer Manual, the bonding requirement is only necessary for Class A (New Vehicle Dealer), B (Used Vehicle Dealer), & D (Broker) license holders.

Michigan Licensing Enforcement Information

Agency: Michigan Department of State – Bureau of Regulatory Services –
Business Licensing and Regulation Division/Licensing Unit

Address: PO Box 30046
Lansing, MI 48909-7546

Phone: (888) SOS-MICH

Web: <http://www.michigan.gov/sos/0,1607,7-127-13162-25634--,00.html>

<https://www.sos.state.mi.us/micomp/compform.html>

24. Minnesota

Minn. Stat. § 168.27 Subdivision 24(a) (2010)

Amount: \$5,000.00 (for boat trailer, snowmobile trailer, horse trailer or motorized bicycle dealers)

Amount: \$50,000.00 (for all others)

The bond is conditioned on the faithful performance by the licensee of the obligations imposed by the laws of Minnesota, including the conduct required of a licensee by this section and other sections governing the sale or transfer of motor vehicles, and the payment of all taxes, license fees, and penalties. The bond is for the benefit of the State of Minnesota and any transferor or seller or purchaser of a motor vehicle for any monetary loss caused by failure of the licensee to meet the obligations enumerated above. Proceedings on the forfeiture of the bonds must be commenced in the district court of the county wherein the business of the licensed person was carried on, or if in more than one county, the county in which the offense occurred.

Minnesota Licensing Enforcement Information

Agency: Minnesota Department of Public Safety, Driver & Vehicle Services
Division, Dealers Unit, Driver Examining Unit and Law Enforcement
Agencies, Dealer & Inspection Unit

Address: Dealer Unit
445 Minnesota St., Suite 186
St. Paul, MN 55101

Phone: (651) 296-2977

Web: [http://www.license.mn.gov/licenses/licensedetail.jsp?
URI=tcm:29-3059&CT_URI=tcm:27-117-32](http://www.license.mn.gov/licenses/licensedetail.jsp?URI=tcm:29-3059&CT_URI=tcm:27-117-32)

25. Mississippi

Miss. Code Ann. § 63-21-13 (2010)

Amount: \$25,000.00

Amount: \$100,000.00 (for multiple locations in lieu of separate bonds for each location)

The bond is conditioned upon complying with the provisions of the Mississippi Motor Vehicle Commission Law. The bond shall be an indemnity for any loss sustained by any person by reason of the acts of the person bonded when those acts constitute grounds for the suspension or revocation of license. The bond shall be executed in the name of the State of Mississippi for the benefit of any aggrieved party. The aggregate liability of the surety for any claimants, regardless

of the number of years this bond is in force or has been in effect, shall not exceed the amount of the bond. The proceeds of the bond shall be paid upon receipt by the commission of a final judgment from a Mississippi court of competent jurisdiction against the principal and in favor of an aggrieved party.

Mississippi Licensing Enforcement Information

Agency: Mississippi State Tax Commission – Motor Vehicle Licensing Division
Address: Mississippi Department of Revenue
P.O. Box 1033
Jackson, MS 39215-1033
Phone: (601) 923-7000
Web: <http://www.dor.ms.gov/mvl/main.html>

26. Missouri

Mo. Rev. Stat. § 301.560 (2010)
Amount: \$25,000.00

The bond is conditioned upon the dealer complying with the provisions of the statutes applicable to motor vehicle dealers and shall be an indemnity for any loss sustained by any person by reason of the acts of the dealer when such acts constitute grounds for the suspension or revocation of his license. The bond is in favor of the State of Missouri for the benefit of any aggrieved party. The proceeds of the bond shall be paid upon receipt by the department of a final judgment from a Missouri court of competent jurisdiction against the principal and in favor of an aggrieved party. Aggregate liability of surety not to exceed amount of bond.

Missouri Licensing Enforcement Information

Agency: Missouri Department of Revenue Driver & Vehicle Services Bureau
Address: Missouri Department of Revenue, Dealer Licensing Section
P.O. Box 43
Jefferson City, MO 65105
Phone: (573) 751-8343
Web: <http://dor.mo.gov/motorv/liendeal/>
<http://dor.mo.gov/motorv/complaints.php>

27. Montana

Mont. Code Ann. § 61-4-101 (2010)
Amount: \$50,000.00
Amount: \$15,000.00 (for motorcycles)
Amount: \$5,000.00 (for motorboats, personal watercraft, snowmobiles, or off-highway vehicles)

All bonds conditioned that the applicant shall conduct business in accordance with the requirements of the law. 61-4-126 states a person who suffers loss or damage because of the unlawful conduct of a dealer, broker, wholesaler, or auto auction licensed under this title shall obtain a judgment from a court of competent jurisdiction prior to collecting on the bond of the dealer, broker, wholesaler, or auto auction. The judgment must set out a specific loss or damage amount and establish that the licensee's unlawful conduct caused the loss or damage, before payment on the bond is required. If claim is made on a bond by two or more persons who have obtained a judgment against a dealer, broker, wholesaler, or auto auction based on the unlawful conduct of the dealer, broker, wholesaler, or auto auction and the judgments in the aggregate exceed the amount of the bond, the proceeds of the bond must be divided between or among the claimants on a pro rata basis.

Montana Licensing Enforcement Information

Agency: Montana Motor Vehicle Division, Title & Registration Bureau
Address: 1003 Buckskin Drive
Deer Lodge, MT 59722-2375
Phone: (406) 846-6000
Web: <http://www.doj.mt.gov/driving/forms.asp#dealers>

28. Nebraska

Neb. Rev. Stat. § 60-1419, Motor Vehicle Industry Licensing Act (2010)
Amount: \$50,000.00 (for dealers)
Amount: \$100,000.00 (for auctions)

Conditioned that the applicant will faithfully perform all the terms and conditions of the license and that the dealer will first fully indemnify any holder of a lien or security interest, in order of its priority, and then any person or other dealer by reason of any loss suffered because of (a) the substitution of any motor vehicle or trailer other than the one selected by the purchaser, (b) the dealer's failure to deliver to the purchaser a clear and marketable title, (c) the dealer's misappropriation of any funds belonging to the purchaser, (d) any alteration on the part of the dealer so as to deceive the purchaser as to the year and model of any motor vehicle or trailer, (e) any false and fraudulent representations or deceitful practices whatever in representing any motor vehicle or trailer, (f) the dealer's failure to remit the proceeds from the sale of any motor vehicle which is subject to a lien or security interest to the holder of such lien or security interest. Aggregate liability of surety in no event to exceed the penalty of the bond.

Nebraska Licensing Enforcement Information

Agency: Nebraska Motor Vehicle Industry Licensing Board

Address: Nebraska State Office Building – 1st floor
301 Centennial Mall South
P. O. Box 94697
Lincoln, NE 68509
Phone: (402) 471-2148
Web: <http://mvdealerbd.ne.gov/>

29. Nevada

Nev. Rev. Stat. § 482.345 (2010)
Amount: \$50,000.00 (for motorcycle dealers)
Amount: \$100,000.00 (for all other dealers)

Bond can be reduced as low as 50% of original amount if the business has been conducted in a manner satisfactory to the Department for the preceding 5 years. The bond is conditioned on the applicant or any employee shall conduct business as a dealer without breaching a consumer contract or engaging in a deceptive trade practice, fraud or fraudulent representation, and without violation of the provisions of this chapter. The total aggregate liability is limited to the amount of the bond. If a person is injured by the actions of a dealer the person may bring and maintain an action in any court of competent jurisdiction. If the court enters a judgment on the merits against the dealer, the judgment is binding on the surety. A judgment other than on the merits against the dealer, is binding on the surety only if the surety was given notice and an opportunity to defend at least 20 days before the date on which the judgment was entered against the dealer. In addition, a person can apply to the Director, for good cause shown, for compensation from the bond. The Director may determine the amount of compensation and the person to whom it is to be paid. The surety shall then make the payment. If a settlement is made, the settlement must be reduced to writing, signed by both parties, acknowledged and submitted to the Director with a request for compensation from the bond.

Nevada Licensing Enforcement Information

Agency: Nevada Department of Motor Vehicles & Compliance Enforcement
Division
Address: 555 Wright Way
Carson City, NV 89711-0600
Phone: (775) 684-4790
Web: <http://www.dmvnv.com/ced.htm>

30. New Hampshire

There are conflicting sections listed below. Section 261:98 is the amount listed on the New Hampshire Dealer License Application forms and should be considered controlling at this time.

N.H. Rev. Stat. Ann. § 261: 98 (Bond Required) (2010)
Amount: \$25,000.00

The bond will be for the benefit of a natural person who purchases a vehicle from a dealer, and who suffers loss on account of the dealer's default or nonpayment of all valid bank drafts, failure to deliver a valid motor vehicle title certificate free and clear of any prior owner's interests and all liens, the motor vehicle purchased from the dealer was stolen, or the dealer's intentional or knowing failure to disclose the vehicle's actual mileage at the time of sale. Every bond shall also provide that no suit may be maintained to enforce any liability on the bond unless brought within one year after the event giving rise to the cause of action. The surety on a bond shall not be liable for total claims in excess of the bond amount, regardless of the number of claims made against the bond or the number of years the bond remained in force.

N.H. Rev. Stat. Ann. § 261: 100 (Bond Amount) (2010)
Amount: \$20,000.00 (business under one year)
Amount: \$15,000.00 (business over one year but less than two years)
Amount: \$10,000.00 (over two years)

Except as provided in RSA 261:101, each dealer shall be required to file annually, a bond in accordance with RSA 261:98

N.H. Rev. Stat. Ann. § 261: 101 (2010)
Amount: \$100,000.00 (for dealer associations)

New Hampshire Licensing Enforcement Information

Agency: New Hampshire Department of Safety – Division of – Motor Vehicles

–

Registration
Address: New Hampshire Department of Safety
33 Hazen Drive
Concord, NH 03305
Phone: (603) 271-2251
Web: <http://www.nh.gov/safety/divisions/dmv/registration/>

31. New Jersey

N.J. Rev. Stat. § 56:8-77 (2010)
Amount: \$10,000.00

The bond is conditioned on the faithful performance of the provisions of the statutes and regulations of New Jersey. The bond must be made in favor of the State of New Jersey. The bond must be executed by a surety company authorized

to transact business in the State. The bond must be for a 12-month term and must be renewed at expiration for successive 12-month periods. The bond requirement is also contained in the Lemon Law Regulations of the New Jersey Administrative Code. See New Jersey Administrative Code Title 13:45A-26F.5

New Jersey Licensing Enforcement Information

Agency: New Jersey Motor Vehicle Commission
Address: P.O. Box 160
Trenton, NJ 08666
Phone: (609) 292-6500
Web: <http://www.state.nj.us/mvc/index.htm>

32. New Mexico

N.M. Stat. § 66-4-7 (2010)
Amount: \$50,000.00 (for new/used motor vehicle dealers)
Amount: \$12,500.00 (for motorcycles only)

The bond is payable to the State for the use and benefit of the purchaser and his vendees, conditioned upon payment of any loss, damage and expense sustained by the purchaser or his vendees, or both, by reason of failure of title of the vendor, by any fraudulent misrepresentation, or by any breach of warranty as to freedom of liens on motor vehicle. The bond is continuous and limited to the payment of the bond amount and total aggregate liability on a dealer's license.

New Mexico Licensing Enforcement Information

Agency: New Mexico Motor Vehicle Division
Address: TRD-MVD Dealer Licensing Bureau
505 Marquette NW, Suite 1501
Albuquerque, NM 87102
Phone: (505) 383-2316
Web: <http://www.mvd.newmexico.gov/Commercial-Services/MVD-Related-Businesses.html>

33. New York

N. Y. Veh. & Tr. Law § 415(6-b) (2010)
Amount: \$50,000.00 (for new motor vehicle dealer and qualified dealer)
Amount: \$25,000.00 (for dealer who sold more than two hundred motor vehicles in last calendar year)
Amount: \$10,000.00 (for dealer who sold less than two hundred motor vehicles in last calendar year)

Bond is conditioned on the dealer's payment of all valid bank drafts, transfer of

good title to each motor vehicle sold, safekeeping of all consumer deposits, payment of all fines imposed by the law of New York, and dealer's repayment of any overcharges of a consumer. Recovery on the bond can be made by any person, including the state, who obtains a judgment against the dealer for an act or omission related to the bond conditions. Total liability for the bond is limited to the face amount.

New York Licensing Enforcement Information

Agency: New York Department of Motor Vehicles
Address: Vehicle Safety - Core 1, Room 110
Department of Motor Vehicles
6 Empire State Plaza
Albany NY 12228
Phone: (518) 474-0919
Web: <http://www.nydmv.state.ny.us/repairshop.htm>

34. North Carolina

N.C. Gen. Stat. § 20-288(e) (2009)
Amount: \$50,000.00 (for one established sales room)
Amount: \$25,000.00 (for each additional established sales room or location)

The bond is conditioned that the obligor will faithfully conform to and abide by the provisions of this Article and Article 15. The bond is in favor of any purchaser of a motor vehicle who shall have suffered any loss or damage by any act of a license holder subject to this subsection that constitutes a violation of this Article or Article 15, and that purchaser shall have the right to institute an action to recover against the license holder and the surety. Although the forms of bonds issued in North Carolina are worded in such a manner that they would apply to unpaid sellers as well as purchasers, the North Carolina courts have consistently held that the statutes control over the forms of the bonds so the North Carolina dealer bond is not available to an unpaid seller.

North Carolina Licensing Enforcement Information

Agency: North Carolina Division of Motor Vehicles, License & Theft Section
Address: NC Division of Motor Vehicles
Vehicle Registration Section
Mail and Distribution Unit
3148 Mail Service Center
Raleigh, NC 27699-3148
Phone: (919) 715-7000
Web: http://www.ncdot.org/dmv/other_services/licensetheft/about.html

35. North Dakota

N.D. Cent. Code § 39-22-05 (2010)
Amount: \$25,000.00

N.D. Cent. Code § 39-22.3-05 (2010)
Amount: \$10,000.00 (for motorcycles, off-highway vehicles, and snowmobiles)

Conditioned upon the faithful compliance with all of the Statutes of the State of North Dakota, including this Chapter, regulating or being applicable to the business of said dealer as a dealer in motor vehicles, and indemnifying any person dealing or transacting business with said dealer in connection with any motor vehicle from any loss or damage occasioned by the failure of the dealer to comply with any of the provisions of this Title, including but not limited to, the furnishing of a proper and valid Certificate of Title to the motor vehicle involved in any such transaction. Aggregate liability of the surety not to exceed the amount of the bond.

North Dakota Licensing Enforcement Information

Agency: North Dakota Department of Transportation, Motor Vehicle Division
Address: 608 East Boulevard Avenue
Bismarck, ND 58505-0700
Phone: (701) 328-2500
Web: <http://www.dot.nd.gov/public/licensing.htm>

36. Ohio

Ohio Rev. Code § 4505.181 (2010)
Amount: \$25,000.00 (for dealers who sell without obtaining certificate of title)

A dealer may sell a vehicle without obtaining a certificate of title if he posts a bond in favor of the State of Ohio for the protection of consumers. After three years of licensure a dealer need only pay \$150.00 into the state fund if selling a vehicle without certificate of title. Purchasers may recover on the bond only for a failure to deliver title, nondisclosure of salvage status, or odometer discrepancy that title would have revealed.

Ohio Rev. Code § 4517.12 (2010)
Amount: \$100,000.00

The registrar of motor vehicles shall deny the application of any person for a license as a motor vehicle dealer, motor vehicle leasing dealer, manufactured home broker, or motor vehicle auction owner and refuse to issue the license if the registrar finds that the applicant ...Is engaged or will engage in the business of selling at retail any new motor vehicles without having written authority from the manufacturer or distributor thereof to sell new motor vehicles and to perform

repairs under the terms of the manufacturer's or distributor's new motor vehicle warranty, except as provided in division (C) of this section

(C)(1) That the applicant has posted a bond, surety, or certificate of deposit with the registrar in an amount not less than one hundred thousand dollars for the protection and benefit of the applicant's customers except that a new motor vehicle dealer who is not exclusively engaged in the business of selling remanufactured vehicles shall not be required to post the bond, surety, or certificate of deposit

Ohio Licensing Enforcement Information

Agency: Ohio Bureau of Motor Vehicle Dealer Licensing Sector
Address: Dealer and Salesperson Licensing Unit
P.O. Box 16521
Columbus, Ohio 43216-6521
Phone: (614) 752-7636
Web: <http://ohioautodealers.com/>

37. Oklahoma

Okla. Stat. tit. 47, §583 (2010)
Amount: \$1,000.00 (for salespersons)
Amount: \$15,000.00 (used motor vehicle dealer)
Amount: \$25,000.000 (wholesale dealer)
Amount: \$50,000.00 (for auctions can be reduced to \$25,000.00 if applicant proves he has check and title insurance of at least \$50,000.00)
Amount: \$50,000.00 (for non-auction consignment sales exceeding \$500,000.00 a year)

The bond shall be approved as to form by the Attorney General and conditioned that the applicant shall not practice fraud, make any fraudulent representation, or violate any of the provisions of this act in the conduct of the business for which the applicant is licensed. One of the purposes of the bond is to provide reimbursement for any loss or damage suffered by any person by reason of issuance of a certificate of title by a used motor vehicle dealer, a wholesale used motor vehicle dealer, or a manufactured home dealer.

Oklahoma Licensing Enforcement Information

Agency: Oklahoma Used Motor Vehicle and Parts Commission (used vehicles)
Address: STATE OF OKLAHOMA
USED MOTOR VEHICLE AND PARTS COMMISSION
2401 NW 23rd, Suite 57
Oklahoma City, Oklahoma 73107
Phone: (405) 521-3600

Web: <http://www.umvpc.state.ok.us/>

Agency: Oklahoma Motor Vehicle Commission (new vehicles)

Address: 4334 NW Expressway
Suite 183

Oklahoma City, OK 73116

Phone: (405) 607-8227

Web: <http://www.ok.gov/omvc/>

38. Oregon

Or. Rev. Stat. § 822.030 (Oregon Vehicle Code) (2010)

Amount: \$2,000.00 (for motorcycles, mopeds, all-terrain vehicles, or snowmobiles)

Amount: \$40,000.00 (for all other dealers)

The bond must be executed to the State of Oregon and conditioned that the person issued the certificate shall conduct business as a vehicle dealer without fraud or fraudulent representation and without violating any provisions of the vehicle code relating to vehicle registration, vehicle permits, the transfer or alteration of vehicles or the regulation of vehicle dealers. Any person has a right of action against a vehicle dealer, against the surety on the vehicle dealer's bond and against the letter of credit in the person's own name if the person suffers any loss or damage by reason of the vehicle dealer's fraud, fraudulent representations or violations of provisions of the vehicle code relating to Vehicle registration, Vehicle permits, The transfer or alteration of vehicles, or The regulation of vehicle dealers.

It appears that in 1999, the Oregon Legislature attempted to amend its dealer registration laws to include a Recovery Fund to pay certain consumer claims that arise from vehicle dealers' fraud and other violations. If passed this bill was to sunset on January 2, 2004. There is no current record of this fund in the Oregon revised statutes. The current dealer application contains no provision for Recovery Fund fees.

Oregon Licensing Enforcement Information

Agency: Oregon Driver and Motor Vehicle Services, Business Licensing Unit

Address: DMV Business Regulation Section

DMV Headquarters

1905 Lana Avenue NE

Salem, OR 97314

Phone: (503) 945-5000

Web: <http://www.oregon.gov/ODOT/DMV/dealers/>

39. Pennsylvania

75 Pa. Cons. Stat. § 1335 (2010)
Amount: \$20,000.00 (required to be issued dealer plates)

The language of the statute only covers acts by the dealer related to the special dealer registration plates. The form of the bond required by the Pennsylvania Department of Transportation is very broad and most likely affords consumer coverage.

75 Pa. Cons. Stat. §§ 2301-2307 (2010)
Amount: \$60.00 (required to be issued dealer plates)

Every holder of motor vehicle dealer registration plates shall pay, in addition to any other license fees and bonds, an assessment of \$60.00 to the fund. The fund shall be used solely to provide the Department of Transportation and the Department of Revenue with the money necessary to process documents relating to the titling and registration of vehicles as described in this chapter. Any disbursement may not exceed the amount paid to the member for the fees and taxes associated with the titling and registration

Pennsylvania Licensing Enforcement Information

Agency: Pennsylvania Department of Transportation – Driver and Vehicle Services
Address: 1101 South Front Street
Harrisburg, PA 17104
Phone: (717) 412-5300
Web: <http://www.dmv.state.pa.us/forms/dealerForms.shtml>

40. Rhode Island

R.I. Gen. Laws § 31-23.2-12 (2010)
Amount: Not less than \$15,000.00 (Currently appears to be \$50,000.00)

Protects good faith purchasers who suffer loss related to the violation of any state rule, regulation, or statute related to motor vehicles. Covers purchasers of motor vehicles who bought a motor vehicle from a Rhode Island license dealer, where the dealer violates a Rhode Island law and is no longer in business. The bond shall be renewed annually and shall continue in effect for two (2) years after any dealer goes out of business.

Rhode Island has a conflict regarding bond amounts. The statutory text still lists the bond amount as \$15,000.00. The state Department of Motor Vehicles lists the bond amount at \$50,000.00 for the initial application. This amount is for proof of a line of credit in that amount, but the regulations refer to it as a bond. It appears that there was an attempt to amend the statute in 2002 and the state Department of

Motor Vehicles adopted the higher amount in their regulations. Dealers in Rhode Island have been fined for a failure to maintain a \$50,000.00 bond.

State of Rhode Island Department of Revenue Rules and Regulations Regarding Dealer, Manufacturer, and Rental Licenses Pursuant to Sections 31.5.2 and 31-5-1.3

Amount: \$50,000.00

Rhode Island Licensing Enforcement Information

Agency: Rhode Island Division of Motor Vehicles
Address: STATE OF RHODE ISLAND -- DIVISION OF MOTOR VEHICLES
Dealer Section
600 New London Avenue
Cranston, RI 02920-3024
Phone: (401) 462-5732
Web: <http://www.dmv.ri.gov/>

41. South Carolina

S.C. Code Ann. § 56-15-320 (2010)

Amount: \$30,000.00

The bond must be given to the department and executed by the applicant, as principal. The bond is conditioned upon the licensee complying with the statutes applicable to the license. The bond functions as indemnification for loss or damage suffered by an owner of a motor vehicle, or his legal representative, by reason of fraud or fraudulent representation made in connection with the sale motor vehicle. An owner has a right of action against the dealer and against the surety. However, regardless of the number of years a bond remains in effect, the aggregate liability of the surety for claims is limited to thirty thousand dollars on each bond and to the amount of the actual loss incurred.

South Carolina Licensing Enforcement Information

Agency: South Carolina Division of Motor Vehicles
Address: South Carolina Department of Motor Vehicles
Dealer Licensing and Audit Unit
Post Office Box 1498
Blythewood, SC 29016-0023
Phone: (803) 896-2611
Web: http://www.scdmvonline.com/DMVNew/default.aspx?n=dealer_licenses

42. South Dakota

S.D. Codified Laws § 32-6b-7 (2010)
Amount: \$25,000.00 (for new/used vehicle dealers)
Amount: \$5,000.00 (for motorcycle exclusive dealers)

The bond is to the Department and in favor of any customer who suffers any loss that may be occasioned by reason of the failure of title or by reason of any fraudulent misrepresentation or breaches of warranty as to freedom from liens. If a claim is made to the department against the bond, which claim is based upon a final judgment of a court of record of this state, the dealer must execute an additional bond for the amount necessary to maintain the security at the original level. Members of any incorporated automobile dealers association may join together for the limited purpose of forming a pool of assets to satisfy the bond requirements of § 32-6B-7.

South Dakota Licensing Enforcement Information

Agency: South Dakota Department of Revenue, Division of Motor Vehicles
Address: 445 E. Capitol Avenue
Pierre, SD 57501
Phone: (605) 773-4416
Web: <http://www.state.sd.us/drr2/motorvehicle/dealer/index.htm>

43. Tennessee

Tenn. Code Ann. § 55-17-111 (2010)
Amount: \$50,000.00

Every bond shall provide for suit thereon by any person, including the state, who has a cause of action under this chapter. Every bond shall also provide that no suit may be maintained to enforce any liability on the bond unless brought within two (2) years after the event giving rise to the cause of action. The bond is for the benefit of any person who suffers a loss because of either non-payment by the dealer of a retail customer's prepaid title, registration, or other related fees or taxes or the dealer's failure to deliver in conjunction with the sale of a vehicle a valid vehicle title certificate free and clear of any prior owner's interest and all liens except a lien created and expressly assumed in writing by the buyer of the vehicle. Aggregate liability of the surety not to exceed the amount of the bond.

Tennessee Licensing Enforcement Information

Agency: Tennessee Motor Vehicle Commission
Address: 500 James Robertson Pkwy
Nashville, TN 37243-1153
Phone: (615) 741-2711
Web: <http://tn.gov/commerce/boards/mvc/complaint.shtml>

44. Texas

Tex. Transp. Code § 503.033 - Texas Code (Transportation) (2010)

Amount: \$25,000.00

Conditioned upon the payment by the applicant of all valid bank drafts, including checks drawn by the applicant to buy motor vehicles; and transfer by the applicant of good title to each motor vehicle the applicant offers for sale. An aggrieved party must obtain judgment against the dealer before suit against surety. All liability imposed upon by surety is limited to (1) the amount of the valid bank drafts, including checks drawn by the applicant to buy motor vehicles, or (2) the amount paid to the applicant for a motor vehicle for which the applicant did not deliver good title. The statute also specifically provides for attorney's fees that are incurred in the recovery of the judgment and that are reasonable in relation to the work performed. Liability of surety not to exceed the amount of the bond.

Texas Licensing Enforcement Information

Agency: Texas Department of Transportation, Motor Vehicle Division

Address: Texas Department of Motor Vehicles

4000 Jackson Ave.

Austin, TX 78731

Phone: (800) 687-7846

Web: <http://dmv.state.tx.us/vehicles/dealers.htm>

45. Utah

Utah Code § 41-3-205, Utah Tax Code (2010)

Amount: \$75,000.00 (for new/used motor vehicle dealers)

Amount: \$10,000 (for motorcycle exclusive dealers)

The bond must be conditioned upon the dealer conducting business as a dealer without fraud, fraudulent representation, and without violating this chapter. A cause of action against the bond may not be maintained unless (a) a claim is filed in writing with the Administrator within one year after the cause of action arose; and (b) the action is commenced within two years after the claim is filed with the Administrator. The total aggregate liability on the bond may not exceed the amount of the bond. If the total verifiable claims exceed the bond amount, then the proceeds shall be distributed pro rata to the bond claimants of valid claims.

Utah Licensing Enforcement Information

Agency: Utah Motor Vehicle Enforcement Division

Address: Motor Vehicle Enforcement Division

210 North 1950 West

Salt Lake City, Utah 84134

Phone: (801) 297-2600
Web: <http://mved.utah.gov/>

46. Vermont

Vt. Stat. Ann. tit. 23, §453(g) (2010)

Amount: Between \$20,000.00 and \$35,000.00, based on the number of new or used units sold in the previous year and shall be determined by the commissioner of motor vehicles.

The bond serves as indemnification for any monetary loss suffered by the state or by a purchaser of a motor vehicle by reason of the dealer's failure to remit to the Commissioner any fees collected by the dealer under the provisions of Chapters 7 and 21 of this Title, or by a dealer's failure to remit to the Commissioner any tax collected by the dealer under Chapter 219 of Title 32. The liability of the surety or the claim against the Letter of Credit or Certificate of Deposit is limited to the amount of the fees or tax collected by the dealer and not remitted to the Commissioner.

Vermont Licensing Enforcement Information

Agency: Vermont Department of Motor Vehicles
Address: 120 State Street
Montpelier, VT 05603-0001
Phone: (802) 828-2038
Web: <http://dmv.vermont.gov/>

47. Virginia

Va. Code Ann. § 46.2-1527.1-.10 (2010)

Amount: \$50,000.00

Amount: \$100.00 (annual fee to Motor Vehicle Recovery Fund)

For the first three year of operation a dealer must post the required bond and pay an annual fee into the Motor Vehicle Transaction Recovery Fund. After three years without any claims, a dealer has a choice of either continuing an annual payment into the fund or personally maintaining a \$100,000.00 bond. Consumers can only recover from the fund if the dealer they are suing is a contributing member of the fund. The bond is conditioned upon a statement by the applicant that the applicant will not practice fraud, make any fraudulent representations, or violate any provision of this Chapter in the conduct of the applicant's business. The bond is in favor of persons suffering a loss or damage in connection with the purchase of a motor vehicle by reason of fraud practiced on him or fraudulent representation made to him by the dealer or one of the dealer's salespersons acting within the scope of his employment, loss or damage by reason of the violation by

a dealer's salesperson of any provision of this Chapter in connection with the purchase of a motor vehicle, or loss or damage resulting from a breach of an extended service contract entered into on or after the effective date of this act. A person shall have a claim against the dealer and the dealer's bond. The liability of such surety shall be limited to actual damages, and shall not include any punitive damages or attorneys' fees assessed against the dealer or salesperson. In those cases in which a dealer's surety is liable it will be liable only for the first \$50,000 in claims against the dealer. Thereafter, the Fund will be liable for the next \$50,000 in those cases in which the Fund may be liable. The aggregate liability of the dealer's surety shall in no event exceed \$50,000. Multiple claims against the fund involving the same dealer or salesperson are limited to a total of \$100,000.

Applicants for an original motor vehicle dealer's license shall pay an annual Fund fee of \$ 250 each year for three consecutive years. During this period, the \$ 250 Fund fee will take the place of the annual \$ 100 Fund fee.

Virginia Licensing Enforcement Information

Agency: Virginia Motor Vehicle Dealer Board
Address: 2201 W. Broad Street, Suite 104
Richmond, VA 23220
Phone: (804)367-1100
Web: <http://www.mvdb.virginia.gov/>

48. Washington

Wash. Rev. Code § 46.70.070 (2010)
Amount: \$30,000.00

The bond runs to the State and conditioned that the dealer shall conduct his business in conformity with the provisions of this Chapter. The bond is in favor of any retail purchaser, consignee who is not a motor vehicle dealer, or a motor vehicle dealer who has purchased from a wholesale dealer, who has suffered any loss or damage by reason of any act by a dealer which constitutes a violation of this Chapter. Any person damages will have a right to institute an action for recovery against such dealer and the surety. Successive recoveries are permitted but the aggregate liability to the surety to all persons shall not exceed the amount of the bond. The bond deemed cancelled upon exhaustion. Dealer must maintain or pay a separate bond for each business location.

Washington Licensing Enforcement Information

Agency: Washington Department of Licensing – Dealer and Manufacturer

Services

Address: Master License Service
Department of Licensing
PO Box 9048
Olympia, WA 98507-9048
Phone: (360) 664-1400
Web: <http://www.dol.wa.gov/business/vehiclevesseldealer/dlrdealer.html>

49. West Virginia

W. Va. Code § 17 A-6-4(f) (2010)

Amount: \$25,000.00

The bond is conditioned on that the applicant will not engage in any fraud which, or make any fraudulent representation which, cause a financial loss to any purchaser, seller or financial institution or agency, or the State of West Virginia. Aggregate liability of the surety in no event to exceed the principal sum of the bond.

W. Va. Code § 17 A-6-2A (2010) (West Virginia Motor Vehicle Recovery Fund)

Amount: \$150.00

All dealers must maintain a surety bond as required by this article and the dealer recovery fund payment unless the dealer has, for the three years immediately preceding assessment of the fees, not had a claim paid against their bond or against the dealer recovery fund, whose license has not been suspended or revoked and who has not been assessed any civil penalties is not required to continue to keep the bond required by this article. However, no dealer can submit a claim against the fund unless it has contributed to the fund for at least three years. In addition if the fund exceeds three million dollars a dealer may be exempt from paying the fee. The board shall pay claims in the following order: 1) Claims submitted by the Division of Motor Vehicles for unpaid taxes and fees; 2) Claims submitted by a retail purchaser of a vehicle from a dealer covered by the fund with an undisclosed lien or a retail purchaser of a vehicle; 3) Claims submitted by a motor vehicle dealer contributing to the fund, which has purchased a vehicle from another dealer covered by the fund with an undisclosed lien; 4) Claims submitted by a retail purchaser of third party goods or services from a dealer covered by the fund for the unpaid charges when the dealer fails to pay the third party for the goods or services. The maximum claim against the fund for any unpaid lien of a used vehicle is the unpaid balance of the lien up to the loan value of the vehicle as of the date of the sale or other transaction as shown by a generally accepted motor vehicle value guide.

West Virginia Licensing Enforcement Information

Agency: West Virginia Department of Transportation - Division of Motor
Vehicles
Address: Dealer Services

PO Box 17100
Charleston, WV 25317
Phone: (304) 558-3584
Web: <http://www.transportation.wv.gov/dmv/dealers/Pages/licensing.aspx>

50. Wisconsin

Wis. Stat. § 218.0114 (2010)
Amount: \$50,000.00 (for new/used motor vehicle dealers)
Amount: \$5,000.00 (for motorcycle exclusive dealers)

The bond is executed in the name of the department of transportation for the benefit of any person who sustains a loss because of an act of a motor vehicle dealer that constitutes grounds for the suspension or revocation of a license. If the state has reasonable cause to doubt the financial responsibility of a licensee, the state may require the licensee to furnish and maintain an additional bond in the amount of not less than \$5,000, nor more than \$100,000, conditioned upon the applicant or licensee complying with the statutes applicable to the licensee and as indemnity for any loss sustained by any person by reason of any acts of the licensee constituting grounds for suspension or revocation of the license

Wisconsin Licensing Enforcement Information

Agency: Wisconsin Department of Transportation – Division of Motor Vehicles
– Dealer Section
Address: Wisconsin Department of Transportation
Dealer & Agent Section
4802 Sheboygan Avenue, Room 201
P.O. Box 7909
Madison, WI 53707-7909
Phone: (608) 266-1425
Web: <http://www.dot.wisconsin.gov/business/dealers/index.htm>

51. Wyoming

Wyo. Stat. § 31-16-103(h) (2010)
Amount: \$25,000.00

The bond to be approved as to form by the Attorney General of the State, to guarantee the return of the dealer or manufacturer's certificate, the dealer and manufacturer license plates and temporary permits, and to be conditioned on the applicant not practice any fraud, fraudulent misrepresentations, or violate any federal or state law, rules or regulations relating to the conduct of the business.

Wyoming Licensing Enforcement Information

Agency: Wyoming Department of Transportation – Motor Vehicles Licensing
& Titling

Address: Wyoming Department of Transportation
Motor Vehicle Services
5300 Bishop Blvd.
Cheyenne, Wyoming 82009-3340
Phone: (307) 777-3815
Web: http://www.dot.state.wy.us/wydot/vehicle_bus_regulation/dealerships

CANADIAN LAWS, ACTS, & REGULATIONS

1. Alberta

Alberta Automotive Business Regulations Part 3 § 4(2)
Amount: \$50,000.00 (for consignment dealers only)

The Director may require an applicant for a class of automotive business licence [sic] to furnish a security in a form and amount approved by the Director. The bond must list the Alberta Motor Vehicle Industry Council as Obligee. The dealer is required to comply with all the terms, conditions and requirements of the Act and Regulations that apply to his business and indemnify and save harmless, pay and make good to all persons, as directed by the applicable legislation, any and all loss or damage suffered or sustained directly from any fraud, breach of trust, misrepresentation, theft, conversion, negligence or default with regard to goods or services sold or any money collected with respect to any consignment sales contract or agreement.

Alberta Fair Trade Dealing Act §§ 137(1)-(7)
Alberta Automotive Business Regulations Part 2 §§ 24-31
Amount: \$6.25 per vehicle sold (Motor Vehicle Compensation Fund)

The Alberta Fair Trade Dealing Act authorizes a regulatory board to create a fund for the payment of claims by a person who have suffered loss or damage arising out of the operation of a business by a licensee. The Automotive Business Regulations set up a fund pursuant to the Act and assesses a \$6.25 fee on all vehicles sold. In addition, if the Council pays an amount to a claimant from the compensation fund in respect of an automotive business, the business operator of that business is liable to the Council for the amount of the payment.

Alberta Claim Information – Department of the Attorney General

Web: <http://justice.alberta.ca/Pages/home.aspx>

2. British Columbia

British Columbia Motor Dealer Act § 4(5)

British Columbia Motor Dealer Act Regulation § 20
Amount: Determined by Registrar (line of credit)

The registrar may impose a condition requiring an irrevocable letter of credit, in an amount set by the registrar, as evidence of financial responsibility. Every motor dealer must maintain records of all transactions resulting in the purchase or sale of a motor vehicle for a period of 2 years.

British Columbia Motor Dealer Act § 14(2)
British Columbia Motor Dealer Customer Compensation Fund Regulation §§ 1-

10

Amount: \$300.00 (due on initial application and annual renewal)

A dealer must pay a \$300 contribution to the Motor Dealer Customer Compensation Fund annually, at the time of registration or renewal. The Registrar may waive the \$300 annual contribution for a registered dealer where the dealer has paid the annual contribution for three consecutive years and complied with any requirements to make additional contributions, the balance of the fund is sufficient, and in the opinion of the Registrar, the dealer does not represent a significant risk to the fund. In addition to an annual contribution of \$300, if in the opinion of the Registrar the balance of the fund is not sufficient, dealers may be required to pay an additional contribution of up to \$600 per year. A consumer who purchases from a registered motor dealer a motor vehicle to be used primarily for personal or family use and suffers a loss resulting from the refusal of the motor dealer, to deliver the motor vehicle or to return the trade-in, full payment, deposit, down payment or other liquidated amount, the inability of the motor dealer to deliver the motor vehicle contracted for amount due to the bankruptcy, insolvency, receivership or other failure of the motor dealer, the dishonest conduct of the motor dealer or the misappropriation or wrongful conversion of money or other property entrusted to the motor dealer, or the failure of the motor dealer to provide clear title to the motor vehicle or to ensure that the motor vehicle was free from a charge or encumbrance, in favour [sic] of a third party, that was not declared or known to the buyer at the time the purchase was made can recover from the fund

British Columbia Claim Information – Ministry of Public Safety and Solicitor General

Web: <http://www.gov.bc.ca/pssg/>

3. Manitoba

Manitoba Drivers & Vehicles Act (C.C.S.M. c. D104) § 96(1), 98(2)
Manitoba Dealers, Salespersons and Recyclers Regulation § 15(1)
Amount: \$25,000.00 (Bond)

No person shall carry on business as a dealer unless the person holds a valid dealer's permit issued by the registrar. A permit is subject to the conditions that

the registrar considers appropriate. The bond must be taken in the name of the Minister of Finance to be held by him or her in trust for, and as representative of, claimants whose right to recover upon the bond may be established from time to time. The bond is payable in the event of loss suffered by any person as a result of dishonest conduct, or a criminal or otherwise unlawful act, on the part of the applicant or an officer, director, employee or salesperson of the applicant, in connection with or arising from the purchase or sale of motor vehicles or trailers after the permit is issued to the applicant. If the registrar receives notice of a claim against a permit holder, the registrar may increase the amount of security required to be maintained under this section by an amount equal to the total amount of all claims outstanding against the permit holder. The proceeds of the bond will not be distributed until the holder of a claim obtains a statement of claim from the Court of the Queen's Bench. There is authority to establish a Consumer Compensation Fund, but it appears at this time one does not exist.

Manitoba Claim Information – Division of Driver and Vehicle Licensing

Web: <http://www.mpi.mb.ca/english/english.html>

4. New Brunswick

New Brunswick Motor Vehicle Act (Chap. M-17) § 54(3)
New Brunswick Regulations 83-42 § 18(1)
Amount: \$10,000.00 (Bond)

The bond is furnished and maintained for the purpose of compensating purchasers for losses due to dishonest conduct, misappropriation or wrongful conversion of money or of property entrusted to, or received by, the Dealer or a Dealer's employee or agent. A Security Bond is required by all dealer classifications except an All-Terrain dealer.

New Brunswick Claim Information – Department of Transportation – Motor Vehicle Branch

Web: http://www2.gnb.ca/content/gnb/en/services/services_renderer.2076.html

5. Newfoundland and Labrador

Newfoundland and Labrador Highway Traffic Act (Chap. H-3) §§ 16.2, 16.3
Newfoundland and Labrador Licensing and Equipment Regulations (CNLR 1007/96) §§ 3(1)-(4)

A person shall not carry on business as a dealer unless he or she is registered under the Act. A registration is subject to the terms, conditions and restrictions that the registrar may impose or that the minister may, by regulation, impose. Neither the Act nor the accompanying regulations mention any form of bond, security, or compensation fund for the benefit of consumers.

6. Nova Scotia

Nova Scotia Motor Vehicle Act §§ 53-56 (R.S.N.S. c. 293)
Nova Scotia Dealers' Licenses Regulations (O.I.C. 95-41) N.S. Reg. 11/95

A person shall not carry on business as a dealer unless he or she is registered under the Act. A registration is subject to the terms, conditions and restrictions that the registrar may impose or that the minister may, by regulation, impose. Neither the Act nor the accompanying regulations mention any form of bond, security, or compensation fund for the benefit of consumers.

Nova Scotia Claim Information – Registry of Motor Vehicles

Web: <http://www.gov.ns.ca/snsmr/rmv/>

7. Ontario

Ontario Motor Vehicle Dealer Act Part VIII (S.O. 2002, Chapter 30 Schedule B)
§ 42

Ontario Regulation 333/08 Part V §§61-88
Amount: \$339.00 (Motor Vehicle Compensation Fund)

Payment to the fund is required by any person registered under Section 42 of the Motor Vehicle Dealer Act. In the event of a shortfall of the fund the Board of the Fund may require additional payments. A consumer may make a claim to the fund for any action by a registrant that is a violation of the Motor Vehicle Dealer Act or any warranty or service plan issued by registrant, so long as the claim does not exceed the value paid for the vehicle. This includes any fraudulent or unlawful conduct, failure to deliver a vehicle which has been paid for, or the dealer has become insolvent. To make a claim for compensation from the Fund, a customer shall give written notice of the claim to the registrar within two years.

Ontario Claim Information – Ontario Motor Vehicle Industry Council

Web: <http://www.omvic.on.ca/>

8. Prince Edward Island

Prince Edward Island Highway Traffic Act (Cap. H-5) § 36(6)
Dealer's Trade License Regulations
Amount: \$15,000.00 (Bond)

An applicant making application for a dealer's trade license, and a holder of a subsisting dealer's trade license shall furnish and maintain a security bond for the purpose of compensating purchasers for losses due to the breach of a condition or warranty, established by sections 13, 14 and 15 and 16 of the *Sale of Goods Act* R.S.P.E.I. 1988, Cap. S-1, by a dealer, arising out of the purchase of a vehicle or take out a provincial deposit receipt in the joint names of the Registrar and applicant in such amount as the Registrar may require. For the purpose of

bringing an action arising out of an act or omission occurring during the security term of a bond, the bond continues in force for two years after the end of the security term; and for the purpose of making any claim in respect of the bond, the action shall be brought within a two year term. Total liability of the bond will not exceed the penal amount.

Prince Edward Island Claim Information – Department of Transportation & Public Works – Highway Safety Division

Web: <http://www.gov.pe.ca/tir/index.php3?number=1003074&lang=E>

9. Quebec

Quebec Highway Safety Code Title III, Chapter I, § 152

Quebec Regulation respecting dealers and recyclers Divisions I-VII

Amount: \$200,000.00 (for vehicles with a net mass equal to or higher than 5,500 kg) (Bond)

Amount: \$100,000.00 (for vehicles with a net mass less than 5,500 kg) (Bond)

Amount: \$25,000.00 (for motorcycles, snowmobiles, mopeds and farm machinery) (Bond)

A dealer must provide such security guarantees, in the case of the sale by a dealer of the property of a third person, reimbursement of the amount paid to the purchaser by the true owner as a condition for revendication of his road vehicle. The dealer and the surety are solidarily liable for the reimbursement of the amount paid by the true owner.

Quebec Claim Information – Police and Société de l'assurance automobile du Québec

Web: <http://www.saaq.gouv.qc.ca/victime/police/index.php>

10. Saskatchewan

Saskatchewan Motor Dealer's Act (R.S.S Ch. M-22) § 18

Saskatchewan Motor Dealer's Regulation (M-22 Reg. 1)

Amount: \$10,000.00 (for snowmobile/motorcycle dealers only) (Bond)

Amount: \$20,000.00 (for car/truck/motor home (new or used) dealers) (Bond)

A claim may be made against the bond for an offence [sic] under the Act or any regulation; an offence [sic] involving fraud or theft or conspiracy to commit an offence [sic] involving fraud or theft under the Criminal Code; judgment in respect of a claim arising out of a motor vehicle contract; or the person in respect of whose conduct the bond is conditioned commits an act of bankruptcy.

Saskatchewan Claim Information – Department of Justice, Consumers Branch

Web: <http://www.justice.gov.sk.ca/information-for-consumers>

11. Northwest Territories

Northwest Territories Motor Vehicle Act (R.S.N.W.T. c. M-16)

No bond, security, or compensation fund reference in statute.

12. Nunavut

It appears that Nunavut was part of the Northwest Territories until sometime in 1999. After seceding, Nunavut appears to have maintained a significant amount of the legislation passed by the Northwest Territories. As a result it appears that there is no bonding, security, or compensation fund requirement.

13. Yukon Territories

Yukon Territories Motor Vehicles Act (R.S.Y. c. 153)

No bond, security, or compensation fund reference in statute.

**PREPARED BY CHUCK STEPTER AND KEVIN DILG, FISHBACK DOMINICK, 1947 LEE ROAD, WINTER PARK, FL 32789,
NOVEMBER 1, 2010**