



South Carolina Department of Motor Vehicles

Motor Vehicle Dealer and Wholesaler Surety Bond

DLA-1B
(Rev. 2/2020)

Read instructions on page two before executing bond. **Submit all bond documents to SCDMV Headquarters: Dealer License and Audit Unit (reference bond requirements checklist on page two.)**

Dealer Number: _____

Bond Number: _____ Effective Date: _____ Time: _____ AM
 PM

KNOW ALL MEN BY THESE PRESENTS: that we _____
(Name of Dealership)

Conduct business at _____

As Principal and _____ as Surety

are duly authorized to do business within the State of South Carolina, are held and firmly bound unto the people of the State of South Carolina to indemnify any owner of a motor vehicle, or his legal representative, who may be aggrieved by any fraud, fraudulent representation, or violation by said Principal, salesmen, or representatives acting for such Principal within the scope of employment of such salesmen or representatives, of any of the provisions of Title 56 of the South Carolina Code of Laws relating to Motor Vehicle Dealers and the sale and transfer of motor vehicles, in the aggregate liability amount of:

CHECK ONE:

- Thirty Thousand Dollars (\$30,000) – All dealers, wholesalers, or recreational vehicles dealer and wholesalers
- Fifteen Thousand Dollars (\$15,000) – Wholesale Auto Auction, Motorcycle Dealers, and Motorcycle Wholesalers

lawful money of the United States of America, for which payment, well and truly to be made, we bind ourselves, jointly and severally, our joint and several heirs, executors, administrators, successors, and assigns, firmly by these presents.

WHEREAS, the above bounden Principal desires that a motor vehicle dealer's or wholesaler's license be issued and thereafter reissued from time to time by South Carolina Department of Motor Vehicles;

WHEREAS, this bond executed by the said Principal and Surety is filed with the South Carolina Department of Motor Vehicles, to enable said Principal to obtain a license from the Department under the provisions of that law.

NOW, THEREFORE, the conditions of this obligation are such that if the Principal shall well and truly observe and strictly and faithfully comply with the aforesaid requirements of law and shall save and keep harmless any owner of a motor vehicle or his legal representation made to him by such Principal, such Principal's salesmen or representatives acting for the Principal or within the scope of the employment of such salesmen or representatives, or from any loss or damage suffered by reason of the violation such Principal or any such salesmen or representatives of any of the provisions of Title 56 of the South Carolina Code of Laws relating to motor vehicle dealers and the sale and transfer of motor vehicles, then this obligation shall be null and void; otherwise it shall remain in full force and effect. It is understood that the injured party need not obtain a judgment against the Principal before making claim against the Surety on this bond.

This bond shall not automatically expire with the license for which it is initially issued, but shall continue indefinitely, from license year to license year, upon timely payment of the premium thereon. Before this bond may be cancelled, a thirty (30) day written notice must be given to the Department of Motor Vehicles. Such cancellation does not affect any liability incurred or accrued prior to cancellation.

 Printed Name of Owner or Authorized Corporate Officer (Entity Owned)

 (Surety Company)

 Signature of Owner or Authorized Corporate Officer

By: _____
 (Signature and Title)



South Carolina Department of Motor Vehicles

Motor Vehicle Dealer's and Wholesaler's Surety Bond Instructions

DLA-1B (IS)
(Rev. 2/2020)

- Every applicant for a motor vehicle dealer's and wholesaler's license must furnish the original Surety Bond for the amount required and Power of Attorney on a form to be prescribed by the Executive Director of the Department of Motor Vehicles. The purpose of the bond is to provide indemnity for loss or damage caused an individual due to fraud or fraudulent representation, or other violation of Chapter of Title 56 SC Code, in relation to a sale or transfer of a motor vehicle by a licensed dealer, wholesaler, or their employees.

Surety Bond Amount	Which Dealers and Wholesalers Must Furnish a Surety Bond for this Amount
Thirty Thousand Dollars (\$30,000)	All dealers, wholesalers, or recreational vehicles dealers or wholesalers
Fifteen Thousand Dollars (\$15,000)	Wholesale Auto Auction, Motorcycle Dealers, or Motorcycle Wholesalers

- The Executive Director of the Department of Motor Vehicles has prescribed a standard form of bond for motor vehicle dealers - Motor Vehicle Dealer and Wholesaler Surety Bond (Form DLA-1B), which is set forth on the reverse side hereof.
- This bond must be executed by the applicant, as principal, and by a corporate surety company authorized to do business in this State as surety and given to the Department before the application can be acted upon.
- This bond must be signed by either the owner, partner, or corporate officer of the dealership (Principal) and an agent from the surety company.
- The bond must be effective prior to or at the time of the issuance of a license.
- If the bonding company has changed, please submit a new original bond and Power of Attorney to the SCDMV Dealer License and Audit Unit at the address below.
- The principal's (dealership's) name and address on the bond (DLA-1B) must accurately match the dealership's name and address reflected on all other documents submitted with a first-time application or any application requesting a change, including Form DLA-1: Application for a Dealer or Wholesaler License.
- If, during the license year, there is any change in a principal's name, address, or ownership then an endorsement from the surety agent or a new bond will be required along with a new application for Dealer/Wholesaler License.
- REFERENCE CHECKLIST:** Submit the following documents to the Dealer License and Audit Unit.

Application/Change Type	Bond Type Needed	Mail Only	Email, Fax or Mail
Renewals	No Bond Document is required to renew NOTE: A Continuation Certificate is not a required document to renew a dealer's license. Please email, fax, or mail all Continuation Certificates to SCDMV Headquarters (Dealer License and Audit Unit)		
First Time Application	Bond & Power of Attorney (original required)	Yes	
Name/Address Change	Bond Rider (call to verify bond requirements)		Yes
Category Change	Bond & Power of Attorney (original required)	Yes	
Ownership Change	** Call (803) 896-2611 to verify bond requirements**		
Other License Updates	Notice of Reinstatement (original required)	Yes	
	Rescind Notice of Cancellation		Yes
	Notice of Cancellation		Yes

- Whether a license is active, cancelled, suspended, or expired, all bond documents must be submitted to the Dealer License and Audit Unit.**

Dealer License and Audit Unit
Phone: (803) 896-2611
Fax: (803) 896-8172
Email: dealerdocuments@scdmv.net

Standard Mail
SCDMV
Attn: Dealer License and Audit Unit
PO Box 1498
Blythewood, SC 29019-0023

Overnight Mail
SCDMV
Attn: Dealer License and Audit Unit
10311 Wilson Blvd Building C
Blythewood, SC 29016-0023