

PHASE I OF THE ARIZONA E-TITLE PROCESS COMING SOON!

Arizona is transitioning to a fully electronic titling process for the transfer of ownership of vehicles within the state. This transition will be accomplished primarily in two phases, with Phase I scheduled to rollout beginning on **June 18, 2017** and Phase II scheduled for rollout in early-2018. Upon implementation of Phase II, paper titles will no longer be needed to transact within Arizona.

PHASE I OVERVIEW

The first phase will begin with a “soft launch” of the electronic Dealer Reassignment Transfer (DRT) system. The DRT system will become available on June 18, 2017, and may be used for the following transaction types:

- A customer selling or trading in a vehicle to a dealer (customer-to-dealer)
- Dealer-to-dealer reassignments

Beginning June 18, 2017, Arizona motor vehicle dealers will be able to record customer-to-dealer and dealer-to-dealer vehicle reassignments electronically through the ADOT MVD Dealer Reassignment Transfer application. This easy to use web application creates an electronic Dealer Reassignment Transfer (DRT) record on MVD’s title and registration database to accurately reflect the owner of record for the vehicle.

A DRT is completed by the dealer accepting a trade-in from a customer or by the selling dealer in a dealer-to-dealer reassignment. A DRT is processed as a no fee transaction and no paper certificate of title is printed.

Use of the DRT system will not be mandatory until later this year, giving dealers and other industry stakeholders time to familiarize themselves with the system and for ADOT to make any necessary system changes. Several wholesale auctions have indicated that they will be waiting to implement, and will continue to follow their current paper practice at this time. Please check with your wholesale auction representatives for specific details.

BENEFITS FOR DEALERS

Saves Time!

- Simple electronic reassignment process.
- Ability to offer vehicles for sale in a more expeditious manner. Currently, when the dealer pays off the ELT lien, the title is printed in the name of the current owner (person that traded in the vehicle). Now, with the DRT, when the ELT is released, ownership will immediately be reflected as the dealer who purchased the vehicle.

Saves Money!

- A dealer won’t need to title the vehicle in the dealer’s name to ensure they have a clear title for transfer (i.e. Operation of law lien against the owner of record), instead they simply complete the DRT.
- No need to obtain a duplicate title for a customer trading in a vehicle.

TRAINING

Beginning the week of June 12, 2017, several learning opportunities will be made available, including: Video Tutorial, FAQ, User Guide, Webinars, and Live Classroom Sessions. More details coming soon.

GOING FORWARD

Phase II will address customer-to-customer vehicle ownership transfers and dealer-to-customer vehicle ownership transfers. Additional information on Phase II will be provided later this year, with implementation scheduled for early-2018.