

Collateral Protection Insurance (CPI/VSI) - PDA Package

- All professional service fees are due upon receipt unless requested by the client or PDA.
- PDA does not recommend repair facilities under any circumstances.
- PDA's goal is for all files to meet a 12-hour contact, 24-hour inspection, and 48-hour turn-around time. If the 48-hour turn-around time is not met, an explanation (Status Report) will be provided to the client every 48-hours until the assignment is completed.
- Initial Contact/12 Hours: PDA to acknowledge all assignments upon receipt. Contact with insured/claimant within 12 hours of assignment. If PDA experiences difficulty in contacting the insured/claimant, the client will be notified and solicited for assistance in reaching the vehicle owner.
- Vehicle Inspection/24 Hours: Report includes date, location of inspection, complete VIN, license number, condition report including any unrelated damage, repairs and/or parts replacements listed will be made in strict accordance with the manufacturer's specifications and recommendations.
- Turn-around Time/48 Hours: PDA's complete, final, closed file, including PDA's service invoice, will be forwarded to the client within 48 hours of assignment date. If this does not occur, a status explaining the facts and circumstances will be forwarded to the client every 48 hours until the assignment is completed.

STANDARD TECHNICAL PROCEDURES PDA APPRAISAL STANDARDS FOR VEHICLE DAMAGE (VSI/CPI)

1. Photographs: Photographs: A minimum of eight (8) color digital photos will be provided on all assignments and will clearly depict damage indicated on the appraisal. A brief description for each photo will be made on the photo comment sheet. Any damage written on the repair appraisal will be clearly depicted by photos. PDA's minimum standard of 8 photo images for repairable vehicles include: VIN, odometer, an interior image from the driver's door, 4 corners of the vehicle (one of which displays the license tag), close-ups of the damage, and any unrelated prior damage.
2. Exchange/Rebuilt Items: Wherever possible, exchange bumpers and bumper reinforcements will be utilized.
3. Sectioning: Wherever possible, sectioning or re-paneling procedures, as opposed to complete replacement operations, will be utilized.
4. Front-End Alignment: Front-end corrections will be allowed only in those cases where there is obvious or related damage to the frame, suspension, wheels or the steering apparatus. If an alignment is allowed on the appraisal without the indication of one of the above being damaged, a detailed explanation will be included in the file summary as to why the alignment was allowed.
5. After-market: Aftermarket parts (AM) will be utilized when the part is of equal or better quality than the part being replaced and LKQ and/or reconditioned parts are not available or are not cost effective with the following exceptions: 1) vehicles with less than 15,000 miles OR 2) vehicles less than 2 years old.
6. Like Kind and Quality: Wherever possible, LKQ and reconditioned replacement parts will be utilized in all appropriate situations on all model vehicles with the following exceptions: (1) Tires (2) Steering parts (3) Suspension parts (4) Brake system components (5) Restraint systems.
7. All parts suppliers will be listed on the appraisal. When LKQ/AM/Reconditioned parts are not available the Condition Report/Total Loss Report will be documented accordingly.
8. Labor Times: Accurate time allowances will be established (in hours) on all items to be repaired or replaced, and overlap or included operations will be removed; this also applies to refinish times.
9. Depreciation: Recommended depreciation will be shown on: (1) paint (2) tires (3) batteries (4) roof coverings (5) electrical items (6) engine (7) engine components (8) exhaust components (9) floor coverings (10) interior upholstery (11) shock absorbers/struts (12) sound equipment (13) transmissions and/or any other items that the appraiser feels are applicable and in accordance with generally accepted industry standards.

10. Sublet Items: Wherever possible, outside specialty vendors for glass, trim, vinyl top replacements will be utilized. Glass prices based on flat rate and NAGS will not be acceptable unless they are competitive with area glass companies. All sublet items will be indicated on the appraisal, including the name and telephone number of the facility.
11. Pre-existing Damages: Non-related damages, unrelated prior damage (UPD), wear and tear and/or poor prior repairs will be notated in the comments section of the condition report and accompanied by the necessary photos depicting the damage unless otherwise requested by the client.
12. Supplements: Additional damage will be verified by actual inspection only at the client's request. When a second shop visit is required by the client, the appraiser will determine whether all items allowed for replacement on original appraisal have, in fact, been replaced. At the client's request, a copy of the parts invoices will accompany a supplement and photos necessary to document supplemental damage will be provided. Supplements not requiring copies of the parts invoices will be submitted within 48 hours of receipt of notice by the appraiser. Supplements requiring copies of the parts invoice will be submitted within 48 hours of receipt of said invoice(s) by the appraiser. Clients will be notified promptly upon receipt of notice of any supplement.
13. Appraisal Recap: The following items will be clearly shown: (1) the repair facility's labor rate being applied; (2) the parts discounts being allowed; (3) the local tax rate and what amount is being applied; (4) all towing and storage bills will be verified and copies will be obtained for the adjuster.
14. Condition Report: An Automated Condition Report will be provided on all repairable vehicles. This report will include; (1) approximate ACV and approximate salvage value when the repair costs are 50% or greater of the ACV, (2) approximate time to repair noted in days, (3) existing towing/storage charges, (4) condition of paint and interior, (5) unrelated damage, excessive wear and tear, rust or other reconditioning necessary, and (6) supplement potential and dollar range of that supplement, (6) any other remarks/comments the client needs to be aware of.
15. Evaluations: VSI/CPI evaluations for market value will require the following items: (1) mileage; (2) all vehicle equipment, standard or optional; (3) condition of paint and interior; (4) tire tread depth including the spare; (5) unrelated damage, excessive wear and tear, rust or other reconditioning necessary will be made to substantiate the actual cash value of the vehicle. Complete appraisals are required on all total losses. The client will be immediately notified upon determination the vehicle is a total loss and will be provided the following information: (1) claim number (2) vehicle description (3) tow invoice amount (4) daily storage rate and total bill to date. If the cost of repairs renders the vehicle a "constructive/borderline" total loss, it will be noted in the comments section of the condition report and the client will be notified immediately. Constructive total loss consideration may include rental days, down time and open appraisal items. A market survey to determine an ACV will be completed, including an NADA Retail Book Value unless the client specifies otherwise or state regulations mandate another method/source.
16. VSI/CPI Evaluations for Market Value: All evaluations for market value will be completed in accordance with state mandated rules and regulations.
17. Salvage: The exact location of any vehicle deemed salvage will be noted to include telephone numbers, towing charges and daily storage rates. Three (3) salvage bids will be included with the ACV market survey on every total loss, unless the client specifies otherwise or state regulations mandate otherwise. PDA will not relocate salvage unless directed.
18. Agreed Prices: All appraisals will be agreed upon with a shop of the vehicle owner's choice to the scope of damages. Appraisal to include: (1) Body shop name, address and phone number (2) Shop employee who agreed price was reached (3) Shop TIN number. If an owner has not yet chosen a shop, any differences of opinion in the appraisals will be resolved with the shop of the owner's choice once the vehicle is in the shop. Any honest element of doubt concerning an appraisal item should be indicated on the appraisal showing the amount and an explanation of the circumstances. When a dispute cannot be reasonably resolved, it may be necessary to secure an agreed price with another reputable shop and relay this information to the client immediately by phone or email.
19. Authorization to Repair or Disassemble: Under no circumstance will authorization be given to a shop to make repairs (including supplements) or to disassemble a unit. The owner must authorize repair or disassembly at the shop of his choice.
20. Appraisal Distribution: Client will receive a Condition Report or Total Loss Evaluation, agreed price appraisal and photos on all losses, emailed to the assigning adjuster in a single PDF. One copy of the appraisal will be provided to the insured/claimant or repair facility. Vehicle owner will be informed that the appraisal is subject to approval of the Claims Adjuster.

21. Special Instructions: Call client about any unusual circumstances and/or for clarification of instructions.

22. Government Regulations: All local and state regulations will be adhered to.