

**INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES**

| OMB APPROVAL                                 |           |
|--|-----------|
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Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

|  |   |   |  |
|--|---|---|--|
| <b>1. Name and Address of Reporting Person*</b><br><u>SALERNO F ROBERT</u><br><hr/> (Last) (First) (Middle)<br><u>6 SYLVAN WAY</u><br><hr/> (Street)<br><u>PARSIPPANY NJ 07054</u><br><hr/> (City) (State) (Zip) | <b>2. Date of Event Requiring Statement (Month/Day/Year)</b><br><u>08/23/2006</u> | <b>3. Issuer Name and Ticker or Trading Symbol</b><br><u>AVIS BUDGET GROUP, INC. [ CAR ]</u>  |  |
|  |   | <b>4. Relationship of Reporting Person(s) to Issuer (Check all applicable)</b><br><input checked="" type="checkbox"/> Director 10% Owner<br><input checked="" type="checkbox"/> Officer (give title below) Other (specify below)<br><p style="text-align: center;"><u>President &amp; COO</u></p> | <b>5. If Amendment, Date of Original Filed (Month/Day/Year)</b><br><u>08/29/2006</u><br><hr/> <b>6. Individual or Joint/Group Filing (Check Applicable Line)</b><br><input checked="" type="checkbox"/> Form filed by One Reporting Person<br>Form filed by More than One Reporting Person |

**Table I - Non-Derivative Securities Beneficially Owned**

| 1. Title of Security (Instr. 4) | 2. Amount of Securities Beneficially Owned (Instr. 4) | 3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5) | 4. Nature of Indirect Beneficial Ownership (Instr. 5)               |
|---------------------------------|---|--|---|
| <u>Common Stock</u>             | <u>7,908<sup>(1)</sup></u>                            | <u>I</u>   | <u>Held by NQ Deferred Compensation Plan (Deferred LTIP Shares)</u> |

**Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)**

| 1. Title of Derivative Security (Instr. 4) | 2. Date Exercisable and Expiration Date (Month/Day/Year) |                 | 3. Title and Amount of Securities Underlying Derivative Security (Instr. 4) | 4. Conversion or Exercise Price of Derivative Security | 5. Ownership Form: Direct (D) or Indirect (I) (Instr. 5) | 6. Nature of Indirect Beneficial Ownership (Instr. 5) |
|--|--|-----------------|---|--|--|---|
|  | Date Exercisable   | Expiration Date |   |  |  |   |
|  |  |                 |   |  |  |   |

**Explanation of Responses:**

1. This amendment to Form 3 is being filed to report an additional 4,260 shares held in the reporting person's deferred compensation plan account. These shares were not reported on one Form 4 filed by the reporting person after his original Form 3 was filed. The numbers of shares referenced in this Form 3 reflect a one-for-ten reverse stock split completed by the issuer on September 5, 2006.

**Remarks:**

Jean M. Sera, by Power of Attorney for F. Robert Salerno 07/26/2007

\*\* Signature of Reporting Person Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

\* If the form is filed by more than one reporting person, see Instruction 5 (b)(v).

\*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.