

**§ 187.323 Perfection of security interests.**

(a) A State must provide that a security interest is not valid under State law unless perfected under procedures specified by the State. If a vessel is already subject to a security interest when it is brought into a State, the validity of the security interest is to be determined by the law of the jurisdiction where the vessel was titled when the security interest attached. The State must specify at least the following procedures.

(1) The procedures by which a security interest is perfected, including a requirement for the delivery of an application for new or amended certificate of title.

(2) The procedures by which the date of perfection is determined.

(b) The perfection provisions required to be established under paragraphs (a) and (b) of this section must not apply to—

(1) A lien given by statute or rule of law to a supplier of services or materials for the vessel;

(2) A lien given by statute to the United States, a State, or a political subdivision thereof; or

(3) Any lien arising out of an attachment of a vessel.

**§ 187.325 Assignments.**

A State must specify whether a security interest in a vessel titled under the State titling system may be assigned and the procedures for perfecting assignments.

**§ 187.327 Satisfaction of security interests.**

A State must specify evidence and information that lienholders are required to submit to the State regarding satisfaction of a security interest, and establish procedures and time limits for its submission.

**§ 187.329 Forms.**

A State must prescribe and provide the application, certificate of title, notice of security interests, and other forms needed to comply with the titling system provisions.

**§ 187.331 Retaining information.**

A State must retain information identifying the evidence used to establish the accuracy of the information required for vessel titling

purposes for 3 years and make the information available to the Coast Guard on request.

**Appendix A to Part 187—Participating Authorities**

The following States comply with the requirements for participating in VIS:

[No States currently comply with the requirements for participating in VIS.]

**Appendix B to Part 187—Participating and Certified Titling Authorities**

The following States both comply with the requirements for participating in VIS and have a titling system certified to be in compliance with the guidelines for State vessel titling systems:

[No States currently have a certified titling system and participate in VIS.]

Dated: April 17, 1995.

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[FR Doc. 95-10067 Filed 4-24-95; 8:45 am]

BILLING CODE 4910-14-P