M4

7lr0114

By: Chair, Environment and Transportation Committee (By Request -Departmental – Agriculture)

Introduced and read first time: January 18, 2017 Assigned to: Environment and Transportation

Committee Report: Favorable with amendments House action: Adopted Read second time: February 28, 2017

CHAPTER _____

1 AN ACT concerning

2 Department of Agriculture – Seafood and Aquaculture Product Marketing

3 FOR the purpose of transferring the Seafood Marketing and Aquaculture Development Program, the Seafood Marketing Fund, the Seafood Program Management Team, 4 $\mathbf{5}$ the Innovative Seafood Technologies Program, and the Seafood Marketing Advisory 6 Commission from the Department of Natural Resources to the Department of 7Agriculture; renaming a certain program; eliminating a certain division; renaming 8 the Seafood Marketing Fund to be the Seafood and Aquaculture Products Marketing 9 Fund; establishing the Seafood and Aquaculture Products Marketing Fund as a 10 special, nonlapsing fund; specifying the purpose of the Fund; requiring the Secretary of Agriculture to administer the Fund; requiring the State Treasurer to hold the 11 12Fund and the Comptroller to account for the Fund; specifying the contents of the Fund; specifying the purpose for which the Fund may be used; limiting the 13 authorized uses of certain annual surcharges paid by certain tidal fish licensees and 14 credited to the Seafood Marketing Fund; clarifying certain roles of certain agencies 15related to aquaculture in the State; defining a certain term; making conforming 16 17changes; and generally relating to seafood and aquaculture marketing and 18 management.

19 BY transferring

- 20 Article Natural Resources
- 21Section 4–11B–01 and 4–11B–02 and the subtitle "Subtitle 11B. Seafood Marketing22and Aquaculture Development Program and Division of Market23Development"; 4–11C–01 and the subtitle "Subtitle 11C. Seafood Program

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



$ \begin{array}{r} 1 \\ 2 \\ 3 \\ 4 \\ 5 \\ 6 \\ 7 \\ 8 \\ 9 \\ 10 \\ 11 \\ 12 \\ 13 \\ 14 \\ 15 \\ \end{array} $	Management Team"; 4–11D–01 and the subtitle "Subtitle 11D. Innovative Seafood Technologies Program"; and 4–11E–01 and the subtitle "Subtitle 11E. Seafood Marketing Advisory Commission", respectively Annotated Code of Maryland (2012 Replacement Volume and 2016 Supplement) to be
	Article – Agriculture Section 10–1001 and 10–1002 and the subtitle "Subtitle 10. Seafood Marketing and Aquaculture Development Program and Division of Market Development"; 10–10A–01 and the subtitle "Subtitle 10A. Seafood Program Management Team"; 10–10B–01 and the subtitle "Subtitle 10B. Innovative Seafood Technologies Program"; and 10–1101 and the subtitle "Subtitle 11. Seafood Marketing Advisory Commission", respectively Annotated Code of Maryland (2016 Replacement Volume)
$16 \\ 17 \\ 18 \\ 19 \\ 20$	BY repealing and reenacting, with amendments, Article – Agriculture Section 2–106(a) Annotated Code of Maryland (2016 Replacement Volume)
$21 \\ 22 \\ 23 \\ 24 \\ 25 \\ 26 \\ 27$	BY repealing and reenacting, with amendments, Article – Agriculture Section 10–1001 and 10–1002 to be under the amended subtitle "Subtitle 10. Seafood and Aquaculture Products Marketing Program"; and 10–1101(l) Annotated Code of Maryland (2016 Replacement Volume) (As enacted by Section 1 of this Act)
28 29 30 31 32	BY repealing and reenacting, with amendments, Article – Natural Resources Section 4–701(g)(2) and 4–11A–03 Annotated Code of Maryland (2012 Replacement Volume and 2016 Supplement)
 33 34 35 36 37 38 39 40 41 	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That Section(s) 4–11B–01 and 4–11B–02 and the subtitle "Subtitle 11B. Seafood Marketing and Aquaculture Development Program and Division of Market Development"; 4–11C–01 and the subtitle "Subtitle 11C. Seafood Program Management Team"; 4–11D–01 and the subtitle "Subtitle 11D. Innovative Seafood Technologies Program"; and 4–11E–01 and the subtitle "Subtitle 11E. Seafood Marketing Advisory Commission", respectively, of Article – Natural Resources of the Annotated Code of Maryland be transferred to be Section(s) 10–1001 and 10–1002 and the subtitle "Subtitle 10. Seafood Marketing and Aquaculture Development Dregram and Division of Market Development"; 10–104, 01 and the subtitle

 $\mathbf{2}$

- 41 Development Program and Division of Market Development"; 10–10A–01 and the subtitle
- "Subtitle 10A. Seafood Program Management Team"; 10–10B–01 and the subtitle "Subtitle
 10B. Innovative Seafood Technologies Program"; and 10–1101 and the subtitle "Subtitle 11.

$\frac{1}{2}$	Seafood Marketing Advisory Commission", respectively, of Article – Agriculture of the Annotated Code of Maryland.			
$\frac{3}{4}$	SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:			
5			Article – Agriculture	
6	2–106.			
7	(a)	The f	ollowing positions and units are included within the Department:	
8		(1)	The Maryland Agricultural Fair Board;	
9		(2)	The Chief of Weights and Measures;	
10		(3)	The State Chemist;	
11		(4)	The State Veterinarian;	
12		(5)	The State Board of Veterinary Medical Examiners;	
13		(6)	The State Soil Conservation Committee;	
14		(7)	The Maryland Agricultural Commission;	
15		(8)	The Maryland Horse Industry Board; [and]	
16		(9)	The Maryland Winery and Grape Growers' Advisory Board; AND	
17		(10)	THE SEAFOOD MARKETING ADVISORY COMMISSION.	
18 19				
20	10–1001.			
$\begin{array}{c} 21 \\ 22 \end{array}$	(a) AQUACULT		e is a Seafood [Marketing and Aquaculture Development] AND PRODUCTS MARKETING Program [and a Division of Market	

23 Development].

24(b) The Seafood [Marketing and Aquaculture Development] AND25AQUACULTURE PRODUCTS MARKETING Program [and Division of Market26Development] shall be part of the Department.

1 (c) The Seafood [Marketing and Aquaculture Development] AND 2 AQUACULTURE PRODUCTS MARKETING Program [and Division of Market 3 Development] shall have the powers, duties, responsibilities, and functions provided in the 4 laws of this State.

5 10-1002.

6 (A) IN THIS SECTION, "FUND" MEANS THE SEAFOOD AND AQUACULTURE 7 PRODUCTS MARKETING FUND.

8 (a) (B) There is a Seafood AND AQUACULTURE PRODUCTS Marketing Fund.

9 <u>(C)</u> <u>The purpose of the Fund is to facilitate the marketing of</u> 10 <u>SEAFOOD AND AQUACULTURE PRODUCTS.</u>

11 (D) THE SECRETARY SHALL ADMINISTER THE FUND.

12 (E) (1) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT 13 SUBJECT TO § 7–302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.

14(2)THE STATE TREASURER SHALL HOLD THE FUND SEPARATELY,15AND THE COMPTROLLER SHALL ACCOUNT FOR THE FUND.

(b) (F) The Fund may receive proceeds from activities conducted by the
 Seafood [Marketing and Aquaculture Development] AND AQUACULTURE PRODUCTS
 MARKETING Program. These activities may include cookbook sales, poster sales, seafood
 festivals, and similar activities.

20 (G) THE FUND CONSISTS OF:

21(1)REVENUE DISTRIBUTED TO THE FUND UNDER § 4–701 OF THE22NATURAL RESOURCES ARTICLE;

23 (2) MONEY APPROPRIATED IN THE STATE BUDGET TO THE FUND;

24 (3) PROCEEDS FROM ACTIVITIES CONDUCTED BY THE SEAFOOD AND 25 AQUACULTURE PRODUCTS MARKETING PROGRAM; AND

26(4)ANY OTHER MONEY FROM ANY OTHER SOURCE ACCEPTED FOR27THE BENEFIT OF THE FUND.

28(H)THE FUND MAY BE USED ONLY FOR EXPENSES RELATED TO SEAFOOD29AND AQUACULTURE MARKETING.

1 (c) (I) The Secretary shall adopt regulations to administer the $\frac{\text{Seafood}}{\text{Marketing Fund.}}$

3 10-1101.

4 (1) The Commission shall assist the Seafood [Marketing and Aquaculture 5 Development] AND AQUACULTURE PRODUCTS MARKETING Program [and the Division 6 of Market Development] in the Department [of Agriculture] in:

7 (1) Promoting increased consumption and distribution of Maryland 8 seafood; and

9 (2) Seeking efficient methods to reduce cost and improve the quality and 10 marketability of Maryland seafood.

11

Article – Natural Resources

 $12 \quad 4-701.$

In addition to the normal license fees imposed under subsection 13 (g)(2)14(d)(2)(ii)2 and 4 of this section, a licensee shall pay to the Department an annual surcharge in the following amounts to be credited to the Seafood AND AQUACULTURE PRODUCTS 1516Marketing [Office of the Department to fund seafood marketing programs which have been 17approved by the Department] FUND ADMINISTERED BY THE DEPARTMENT OF AGRICULTURE TO FUND ONLY THE MARKETING OF WILD-CAUGHT SEAFOOD 18 ESTABLISHED UNDER § 10–1002 OF THE AGRICULTURE ARTICLE: 19

20 (i) <u>TO FUND ONLY THE MARKETING OF WILD-CAUGHT</u> 21 <u>SEAFOOD</u>, \$20 for a licensee authorized under subsection (d)(2)(ii)1, 2, 3, or 5 of this 22 section, if the licensee is not also authorized under subsection (d)(2)(ii)4 of this section; or

(ii) <u>TO FUND ONLY THE MARKETING OF WILD-CAUGHT</u>
 SEAFOOD AND AQUACULTURE PRODUCTS, \$50 for a licensee authorized under
 subsection (d)(2)(ii)4 of this section, regardless of whether the licensee is also authorized
 under subsection (d)(2)(ii)1, 2, 3, or 5 of this section.

27 4–11A–03.

28 (a) (1) The General Assembly defines aquaculture as an agricultural and 29 fisheries management activity.

30 (2) "Aquaculture" includes the commercial rearing of finfish, shellfish, and
 31 aquatic plants for sale, trade, barter, or shipment.

32 (b) It is the intent of the General Assembly to create:

1 (1) An Aquaculture Review Board and an Aquaculture Coordinating 2 Council to promote the development of an aquaculture industry in this State; and

3 (2) An Aquaculture Coordinator, employed by the Department, to assist 4 persons in obtaining the permits and licenses necessary to conduct aquaculture in the 5 State.

6 (c) The Department is the lead agency for:

7 (1) [Promoting, coordinating, and marketing] THE DEVELOPMENT AND
 8 OVERALL MANAGEMENT OF aquaculture and aquaculture products;

9 (2) Coordinating and streamlining the process of applying for a State 10 aquaculture permit; [and]

11(3)Enforcing laws, regulations, and rules RELATED TO AQUACULTURE;12AND

13(4) IDENTIFYING ECONOMIC DEVELOPMENT OPPORTUNITIES14RELATED TO AQUACULTURE.

15 (d) The University System of Maryland is the lead agency for research in 16 aquaculture production and shall be responsible for development of education and 17 extension programs which promote aquaculture as an industry.

18 **(E)** THE DEPARTMENT OF AGRICULTURE IS THE LEAD AGENCY FOR THE 19 MARKETING OF AQUACULTURE PRODUCTS.

20 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July 21 1, 2017.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.

6