# **Department of Legislative Services**

Maryland General Assembly 1999 Session

### FISCAL NOTE Revised

House Bill 422 (Delegate Schisler, et al.)

**Environmental Matters** 

#### **Dorchester County - Power Dredging for Oysters**

This bill allows a person to catch oysters with a power dredge in State waters in and contiguous to Dorchester County in the Chesapeake Bay. A power dredge license may only be issued to the holder of an oyster harvester license; the Department of Natural Resources (DNR) must suspend the harvester license for the duration of the dredging license. Power dredging may only occur in zones that are established by DNR by regulation during the power dredging season from November 1 to March 30, and is prohibited on Saturday or Sunday, before sunrise or after 3:00 p.m. on any other day, or in any area closed to hydraulic clam dredging.

The bill limits a power dredging licensee to 12 bushels per person, or 24 bushels per boat. Power dredge bars are limited in size to a minimum of 36 inches and a maximum of 42 inches. DNR is authorized to adopt regulations to implement the provisions of the bill and to establish an oyster sanctuary of at least 100 acres in the waters of Dorchester County. Power dredging is prohibited in the oyster sanctuary. The bill also authorizes DNR to establish a program at the beginning of the power dredging season to purchase oysters at no less than market price from persons who have a power dredge license to be transplanted for restoration purposes in the oyster sanctuary established by the bill. DNR must establish by regulation an appropriate penalty to be assessed against a person taking oysters from the sanctuary or reserved area. Finally, DNR is required to conduct a study of the impact of power dredging and report to the General Assembly by January 1, 2004.

The bill takes effect June 1, 1999 and sunsets May 31, 2004, except for the provision that establishes the oyster sanctuary.

## **Fiscal Summary**

**State Effect:** General fund expenditure increase of \$39,300 annually beginning in FY 2000. Potential minimal fine revenue increase.

(in dollars)	FY 2000	FY 2001	FY 2002	FY 2003	FY 2004
GF Revenues	-	-	-	-	-
GF Expenditures	\$39,300	\$39,300	\$39,300	\$39,300	\$39,300
Net Effect	(\$39,300)	(\$39,300)	(\$39,300)	(\$39,300)	(\$39,300)

Note: () = decrease; GF = general funds; FF = federal funds; SF = special funds; - = indeterminate effect

Local Effect: None.

**Small Business Effect:** Minimal.

# **Fiscal Analysis**

State Effect: The Department of Natural Resources reports that existing Natural Resources Police (NRP) resources would be used to carry the provisions of the bill. However, patrolling the areas that are designated for power dredging as well as the oyster sanctuary established by the bill would require additional NRP time. Accordingly, overtime and costs associated with increased patrol boat operation would increase by approximately \$28,769. In addition, the NRP Hydrographic Section each year would need to place 27 buoys delineating the dredging areas and sanctuary at a cost of \$8,538. Finally, the department will commit to spend approximately \$2,000 each year to purchase oysters for the development of the oyster population in the sanctuary. As a result, total fiscal 2000 expenditures would increase by approximately \$39,307.

The bill requires DNR to adopt penalties for persons catching oysters in the sanctuary. To the extent that DNR levies monetary penalties on violators, general fund revenues could increase. Any such increase is assumed to be minimal. The study required by the bill could be conducted with DNR's existing budgeted resources.

**Information Source(s):** Department of Natural Resources, Department of Legislative Services

Fiscal Note History: First Reader - February 15, 1999

ncs/jr Revised - Enrolled Bill - May 4, 1999

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