# **Department of Legislative Services**

Maryland General Assembly 2001 Session

#### **FISCAL NOTE**

Senate Bill 559 (Senator Colburn)

**Economic and Environmental Affairs** 

#### Senior Lifetime Sport Fishing License and Endowment Fund

This bill requires the Department of Natural Resources (DNR) to establish a resident consolidated senior lifetime sport fishing license to be issued to Maryland residents beginning in the calendar year in which they become 65 years of age. The bill specifies a one-time license fee of \$25. The bill also establishes a Senior Lifetime Sport Fishing License Fund as a continuing, nonlapsing fund in DNR. Any money received from any senior lifetime sport fishing license must be credited to the fund.

## **Fiscal Summary**

**State Effect:** Special fund revenue increase of \$359,900 in FY 2002 from the sale of lifetime licenses instead of the sale of annual licenses. Future year revenue reductions reflect fee revenue from additional lifetime licenses sold less the loss in fee revenue associated with the current annual license. DNR could handle the bill's requirements with existing budgeted resources.

(in dollars)	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006
SF Revenue	\$359,900	(\$32,200)	(\$32,200)	(\$32,200)	(\$32,200)
Expenditure	\$0	\$0	\$0	\$0	\$0
Net Effect	\$359,900	(\$32,200)	(\$32,200)	(\$32,200)	(\$32,200)

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

**Local Effect:** None.

Small Business Effect: Minimal.

#### **Analysis**

Bill Summary: The license shall be valid for the duration of the lifetime of the holder. A license holder may: (1) engage in angling on the nontidal waters of the State without holding an angler's license; (2) engage in angling for trout on the nontidal waters of the State without holding a trout stamp; and (3) fish for finfish in the Chesapeake Bay and its tributaries without holding a Chesapeake Bay sport fishing license. The license may be obtained from DNR or from any authorized agent of DNR. As compensation, an agent retains 50 cents for each license issued. Money may be withdrawn from the fund only as an annual appropriation, and may be used only for the protection, management, investigation, or replenishment of tidal or nontidal finfish for the enhancement of recreational fishing.

Current Law: There is a resident consolidated senior sport fishing license issued to residents beginning in the calendar year in which they attain the age of 65. A resident consolidated senior sport fishing license is valid for not more than one year and expires on December 31. A holder of a resident consolidated senior sport fishing license may engage in angling on the nontidal waters of the State without holding an angler's license, engage in angling for trout on the nontidal waters of the State without holding a trout stamp, and fish for finfish in the Chesapeake Bay and its tributaries without holding a Chesapeake Bay sport fishing license. The annual fee for the license is \$5. The license may be obtained from DNR or from any authorized agent of DNR. As compensation, an agent retains 50 cents for each license issued. Fees obtained from the license are paid into the Fisheries Management and Protection Fund.

**State Fiscal Effect:** DNR reports that approximately 17,997 resident consolidated senior sport fishing licenses are issued annually. The annual license fee for that license is \$5 (agents sell 97.5% of these and retain 50 cents for each license they sell). Accordingly, current fee revenues total approximately \$81,200. Under this bill, eligible individuals could instead purchase a lifetime license for a one-time fee of \$25 (agents would retain 50 cents for each license sold). Assuming all individuals opt to purchase a lifetime license instead of renewing or purchasing the annual license, special fund revenues would increase by an estimated \$359,900 in fiscal 2002 (\$441,100 from the sale of lifetime licenses, less \$81,200 from the sale of annual licenses that would no longer be sold). Beginning in fiscal 2003, special fund revenues would decrease by an estimated \$32,200 annually. This estimate reflects the sale of an additional 2,000 lifetime licenses (\$49,000) less the loss in revenue associated with the sale of annual licenses (\$81,200). The estimates assume that agents will continue to sell approximately 97.5% of the licenses.

### **Additional Information**

**Prior Introductions:** None.

Cross File: None.

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

Services

**Fiscal Note History:** First Reader – February 22, 2001

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