Unofficial Copy M1

2004 Regular Session 4lr2754 CF 4lr0616

By: Senator Astle (Department of Natural Resources Special Funds Workgroup)

Introduced and read first time: February 23, 2004

Assigned to: Rules

	A BILL ENTITLED
1	AN ACT concerning
2	Department of Natural Resources - Administration of Special Funds and Accounts
4 5 6 7 8 9 10 11 12 13 14	State Boat Act Fund; establishing certain administrative provisions for the State Boat Act Fund; correcting a certain cross-reference; making certain stylistic changes and technical corrections; defining certain terms; and generally relating to administrative provisions for special funds and accounts that are
16 17 18 19 20 21	Section 1-702, 3-302, 4-208, 4-209, 5-103(d) and (e), 5-209(b), 5-212, 5-212.1, 5-215, 5-307, 5-908, 5-908.1, 5-909, 5-1610, 8-723, 8-1005, 10-209, and 10-301(n) Annotated Code of Maryland
23 24	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
25	Article - Natural Resources
26	1-702.

IN THIS SECTION, "FUND" MEANS THE STATE CHESAPEAKE BAY AND 27 (a) 28 ENDANGERED SPECIES FUND.

1 (B) There is a State Chesapeake Bay and Endangered Species Fund. 2 [(b)](C) The net proceeds from contributions under the income tax (1) 3 checkoff system [and], any other donations to the Fund, AND INVESTMENT 4 EARNINGS OF THE FUND shall be credited to the Fund. 5 (2) The Secretary shall administer the Fund. The Fund shall be used only as provided in §§ 1-703 through 1-705 of 6 (3) 7 this subtitle. THE TREASURER SHALL HOLD THE FUND SEPARATELY AND THE 8 (4) 9 COMPTROLLER SHALL ACCOUNT FOR THE FUND. 10 THE TREASURER SHALL INVEST THE MONEY OF THE FUND IN THE 11 SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED. 12 ANY INVESTMENT EARNINGS OF THE FUND MAY NOT BE 13 TRANSFERRED OR REVERT TO THE GENERAL FUND OF THE STATE, BUT SHALL 14 REMAIN IN THE FUND. EXPENDITURES FROM THE FUND MAY BE MADE ONLY IN 15 (7) 16 ACCORDANCE WITH THE STATE BUDGET. (D) 17 [(c)]The Fund shall be maintained for the purposes stated in this subtitle 18 and unspent portions of the Fund shall remain in the Fund and may not revert to the 19 General Fund of the State. 20 [(d)]Moneys expended from the Fund for the Chesapeake Bay Trust and (E) 21 Endangered Species Conservation Programs are supplemental and are not intended 22 to take the place of funding that would otherwise be appropriated to the Department 23 of Natural Resources for the Trust or for those Programs. 24 3-302. 25 There is an Environmental Trust Fund. For the purpose of this subtitle, (a) 26 there is established as an added cost of electricity distributed to retail electric 27 customers within the State, an environmental surcharge per kilowatt hour of electric 28 energy distributed in the State to be paid by any electric company as defined in § 29 1-101 of the Public Utility Companies Article. The Public Service Commission shall 30 impose the surcharge per kilowatt hour of electric energy distributed to retail electric 31 customers within the State and shall authorize the electric companies to add the full 32 amount of the surcharge to retail electric customers' bills. To the extent that the 33 surcharge is not collected from retail electric customers, the surcharge shall be 34 deemed a cost of distribution and shall be allowed and computed as such, together 35 with other allowable expenses, for rate-making purposes. Revenues from the 36 surcharge shall be collected by the Comptroller and placed in the Fund.

The Secretary, in consultation with the Director of the Maryland

38 Energy Administration, annually shall coordinate the preparation of a budget

- 1 required to carry out the provisions of this subtitle. Upon approval of the budget by
- 2 the General Assembly, the Public Service Commission shall establish the amount of
- 3 the surcharge per kilowatt hour for the fiscal year beginning July 1, 1972, and for
- 4 each subsequent fiscal year.
- 5 (2) Notwithstanding any other provisions of this subtitle, the amount of
- 6 the surcharge for each account for each retail electric customer may not exceed the
- 7 lesser of 0.15 mill per kilowatt hour or \$1,000 per month and the surcharge may not
- 8 continue beyond fiscal year 2005.
- 9 (3) The Comptroller shall maintain the method of collection of the
- 10 surcharge from the companies and the collections shall accrue to the Fund. The
- 11 Department shall credit against the amount required to be paid into the
- 12 Environmental Trust Fund by each electric company an amount equal to 0.75% of the
- 13 total surcharge attributed to each company on the basis of the electricity distributed
- 14 within Maryland.
- 15 (c) The Secretary shall administer the Fund. The Fund is subject to the
- 16 provisions for financial management and budgeting established by the Department of
- 17 Budget and Management. THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT
- 18 SUBJECT TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE. ANY
- 19 INVESTMENT EARNINGS OF THE FUND MAY NOT BE TRANSFERRED OR REVERT TO
- 20 THE GENERAL FUND OF THE STATE, BUT SHALL REMAIN IN THE FUND. The moneys
- 21 in the Fund shall be used to carry out the provisions of this subtitle as provided for in
- 22 the budget, except that 10% of all moneys accruing to the Fund from July 1, 1978
- 23 through June 30, 1983 shall be used to supplement funds necessary to carry out the
- 24 duties of the People's Counsel of the Public Service Commission. The People's Counsel
- 25 shall submit an annual budget of necessary supplemental funds to the Department to
- 26 be incorporated in the Department's budget. For the purposes of this subtitle, the
- 27 Secretary, in consultation with the Director of the Maryland Energy Administration,
- 28 may execute appropriate contracts with any State or federal agency, research
- 29 organization, industry, or academic institution to conduct the necessary research,
- 30 construct or acquire, or both, real property including physical predictive models,
- 31 laboratories, buildings, land, and appurtenances, or support the technological
- 32 development of extraordinary systems related to power plants designed to minimize
- 33 environmental impact. The Secretary may utilize available expertise in any other
- 34 State unit in the development, execution, and management of contracts and
- 35 agreements on projects relating to their areas of prime responsibility.
- 36 (d) (1) The Maryland Energy Administration shall receive administrative
- 37 and fiscal support from the Fund for studies relating to the conservation or
- 38 production of electric energy.
- 39 (2) Fiscal support to the Maryland Energy Administration from the
- 40 Fund may not exceed \$250,000 in any fiscal year.
- 41 (e) The Legislative Auditor shall conduct post audits of a fiscal and
- 42 compliance nature of the Fund and of the appropriations and expenditures made for

- 1 the purposes of this subtitle. The cost of the fiscal portion of the post audit
- 2 examinations shall be an operating cost of the Fund.
- 3 4-208.
- 4 [There is a State Fisheries Management and Protection Fund in the
- 5 Department. Any money received from any fish and fisheries license, stamp, permit,
- 6 or application fee as provided in this title, unless otherwise provided shall be credited
- 7 to the Fund and used only for the scientific investigation, protection, propagation, and
- 8 management of nontidal finfish.
- 9 (A) IN THIS SECTION, "FUND" MEANS THE STATE FISHERIES MANAGEMENT 10 AND PROTECTION FUND.
- 11 (B) THERE IS A STATE FISHERIES MANAGEMENT AND PROTECTION FUND IN 12 THE DEPARTMENT.
- 13 (C) THE PURPOSE OF THE FUND IS TO FINANCE THE SCIENTIFIC
- 14 INVESTIGATION, PROTECTION, PROPAGATION, AND MANAGEMENT OF NONTIDAL
- 15 FINFISH.
- 16 (D) THE DEPARTMENT SHALL ADMINISTER THE FUND.
- 17 (E) (1) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT SUBJECT
- 18 TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.
- 19 (2) THE TREASURER SHALL HOLD THE FUND SEPARATELY AND THE
- 20 COMPTROLLER SHALL ACCOUNT FOR THE FUND.
- 21 (F) THE FUND CONSISTS OF:
- 22 (1) ANY MONEY RECEIVED FOR A FISH AND FISHERIES LICENSE, STAMP,
- 23 PERMIT, OR APPLICATION FEE UNDER THIS TITLE, UNLESS OTHERWISE PROVIDED;
- 24 AND
- 25 (2) ANY INVESTMENT EARNINGS OF THE FUND.
- 26 (G) THE FUND MAY BE USED ONLY FOR THE SCIENTIFIC INVESTIGATION,
- 27 PROTECTION, PROPAGATION, AND MANAGEMENT OF NONTIDAL FINFISH.
- 28 (H) (1) THE TREASURER SHALL INVEST THE MONEY OF THE FUND IN THE
- 29 SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED.
- 30 (2) ANY INVESTMENT EARNINGS OF THE FUND MAY NOT BE
- 31 TRANSFERRED OR REVERT TO THE GENERAL FUND OF THE STATE, BUT SHALL
- 32 REMAIN IN THE FUND.
- 33 (I) EXPENDITURES FROM THE FUND MAY BE MADE ONLY IN ACCORDANCE
- 34 WITH THE STATE BUDGET.

33

32 AND

34 TITLE;

(III)

(IV)

1 4-209. 2 IN THIS SECTION, "FUND" MEANS THE FISHERIES RESEARCH AND (a) 3 DEVELOPMENT FUND. 4 (B) There is a Fisheries Research and Development Fund in the Department. 5 Any money the State Comptroller receives under the provisions of this title [(b)]6 from commercial licenses, permits, and service fees, taxes, and royalties paid to the 7 State for ovster shells and clam shells removed from the bottom beneath the tidal 8 waters of the State, from the sale of seed oysters under § 4-1103 of this title, or any 9 source, together with any fine or forfeiture collected under § 4-1202 of this title, shall 10 be credited to the Fisheries Research and Development Fund. 11 Subject to the limitations described in §§ 4-701(i), 4-1020, 4-1028 and 12 4-1035, the Fund shall be used for replenishing fisheries resources, related research, 13 and to match federal funds available for research and development of fisheries 14 resources.] 15 (C) THE PURPOSE OF THE FUND IS TO: FINANCE THE REPLENISHMENT OF FISHERIES RESOURCES AND 16 (1) 17 RELATED RESEARCH; AND MATCH FEDERAL FUNDS AVAILABLE FOR RESEARCH AND 18 (2) 19 DEVELOPMENT OF FISHERIES RESOURCES. THE DEPARTMENT SHALL ADMINISTER THE FUND. 20 (D) 21 (E) (1) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT SUBJECT 22 TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE. 23 THE TREASURER SHALL HOLD THE FUND SEPARATELY AND THE 24 COMPTROLLER SHALL ACCOUNT FOR THE FUND. 25 (F) THE FUND CONSISTS OF: 26 (1) ANY MONEY RECEIVED UNDER THIS TITLE FOR: 27 (I) COMMERCIAL LICENSES AND PERMITS; SERVICE FEES, TAXES, AND ROYALTIES PAID TO THE STATE 28 (II)29 FOR OYSTER SHELLS AND CLAM SHELLS REMOVED FROM THE BOTTOM BENEATH 30 THE TIDAL WATERS OF THE STATE:

THE SALE OF SEED OYSTERS UNDER § 4-1103 OF THIS TITLE;

ANY FINE OR FORFEITURE COLLECTED UNDER § 4-1202 OF THIS

1		(2)	ANY INVESTMENT EARNINGS OF THE FUND; AND
2		(3)	MONEY RECEIVED FROM ANY OTHER SOURCE.
3	(G) FUND MAY		CT TO §§ 4-701(N), 4-1020, 4-1028, AND 4-1035 OF THIS TITLE, THE ED FOR:
5 6	AND	(1)	REPLENISHING FISHERIES RESOURCES AND RELATED RESEARCH;
7 8	DEVELOPM	(2) MENT OF	MATCHING FEDERAL FUNDS AVAILABLE FOR RESEARCH AND FISHERIES RESOURCES.
9 10	(H) SAME MAI	(1) NNER A	THE TREASURER SHALL INVEST THE MONEY OF THE FUND IN THE S OTHER STATE MONEY MAY BE INVESTED.
	TRANSFER REMAIN IN		ANY INVESTMENT EARNINGS OF THE FUND MAY NOT BE R REVERT TO THE GENERAL FUND OF THE STATE, BUT SHALL UND.
14 15	(I) WITH THE		DITURES FROM THE FUND MAY BE MADE ONLY IN ACCORDANCE BUDGET.
16	5-103.		
19 20 21	State or othe comply with shall contrib planting, to	the requoute mone [a special	If the constructing agency is unable to locate a sufficient amount of y owned land or available forest mitigation bank credits to the constructing agency ey, at the rate of 10 cents per square foot of the area of required a fund to be maintained in the Department and to be known as and ESTABLISHED UNDER SUBSECTION (E) OF THIS SECTION.
23		[(2)	There is a Reforestation Fund in the Department.]
24	(e)	[(1)	Money deposited in the Reforestation Fund:
25			(i) Shall remain in the Fund until appropriated and spent; and
26			(ii) May not revert to the General Fund.
29	publicly own	ned lands	(i) 1. Except as provided in item 2 of this subparagraph, the the Reforestation Fund solely to plant trees on State or other clocated in the county and watershed in which construction of Fund contributions are located.
33 34 35	Department owned lands construction	may use s located activity	2. If reforestation cannot be reasonably accomplished in the d in which the construction activity is located, then the the Reforestation Fund to plant trees on State or other publicly in the county or in the watershed in the State in which the is located, or to purchase credits in, establish, or maintain a k in the county or watershed in which the construction activity is

- 7 **SENATE BILL 859** 1 located in accordance with regulations of the Department. The Reforestation Fund 2 may not be used to finance administrative activities associated with a mitigation 3 bank and any credits created by the Reforestation Fund may not be sold to 4 compensate for additional forest impacts. 5 The Department shall accomplish the reforestation for (ii) 1. 6 which money is deposited in the Reforestation Fund within 1 year or 2 growing 7 seasons after project completion, as appropriate, after receipt of the money. 8 Money deposited in the Reforestation Fund under 9 subsection (d) of this section shall remain in the Fund for a period of 1 year or 2 10 growing seasons, and at the end of that time period, any portion that is not used to 11 meet the reforestation requirements shall be returned to the constructing agency.] 12 (1) IN THIS SUBSECTION, "FUND" MEANS THE REFORESTATION FUND. 13 (2) THERE IS A REFORESTATION FUND IN THE DEPARTMENT. 14 THE PURPOSE OF THE FUND IS TO FINANCE THE PLANTING OF (3) 15 TREES ON STATE OR OTHER PUBLICLY OWNED LANDS LOCATED IN THE COUNTY AND 16 WATERSHED IN WHICH CONSTRUCTION PROJECTS GIVING RISE TO FUND 17 CONTRIBUTIONS ARE LOCATED. 18 (4) THE DEPARTMENT SHALL ADMINISTER THE FUND. 19 THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT (I) 20 SUBJECT TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE. THE TREASURER SHALL HOLD THE FUND SEPARATELY AND 21 (II)22 THE COMPTROLLER SHALL ACCOUNT FOR THE FUND. 23 (6)THE FUND CONSISTS OF: 24 ANY MONEY RECEIVED FROM CONTRIBUTIONS BY A (I) 25 CONSTRUCTING AGENCY UNDER SUBSECTION (D) OF THIS SECTION; AND 26 (II)ANY INVESTMENT EARNINGS OF THE FUND. (7) THE FUND MAY BE USED ONLY TO: 27 (I) PLANT TREES ON STATE OR OTHER PUBLICLY OWNED 28 1. 29 LANDS LOCATED IN THE COUNTY AND WATERSHED IN WHICH CONSTRUCTION 30 PROJECTS GIVING RISE TO FUND CONTRIBUTIONS ARE LOCATED: OR
- IF REFORESTATION CANNOT BE REASONABLY 31 2.
- 32 ACCOMPLISHED IN THE COUNTY AND WATERSHED IN WHICH THE CONSTRUCTION
- 33 ACTIVITY IS LOCATED:
- PLANT TREES ON STATE OR OTHER PUBLICLY OWNED 34 A.
- 35 LANDS LOCATED IN THE COUNTY OR IN THE WATERSHED IN THE STATE IN WHICH
- 36 THE CONSTRUCTION ACTIVITY IS LOCATED; OR

- **SENATE BILL 859** PURCHASE CREDITS IN, ESTABLISH, OR MAINTAIN A 1 B. 2 FOREST MITIGATION BANK IN THE COUNTY OR WATERSHED IN WHICH THE 3 CONSTRUCTION ACTIVITY IS LOCATED IN ACCORDANCE WITH DEPARTMENT 4 REGULATIONS. THE FUND MAY NOT BE USED TO FINANCE (II)1. 6 ADMINISTRATIVE ACTIVITIES ASSOCIATED WITH A MITIGATION BANK. ANY CREDITS CREATED BY THE FUND MAY NOT BE SOLD 8 TO COMPENSATE FOR ADDITIONAL FOREST IMPACTS. 9 THE DEPARTMENT SHALL ACCOMPLISH THE (III)10 REFORESTATION FOR WHICH MONEY IS DEPOSITED IN THE FUND WITHIN 1 YEAR OR 11 TWO GROWING SEASONS AFTER PROJECT COMPLETION, AS APPROPRIATE. MONEY DEPOSITED IN THE FUND UNDER SUBSECTION (D) 13 OF THIS SECTION SHALL REMAIN IN THE FUND FOR A PERIOD OF 1 YEAR OR TWO 14 GROWING SEASONS, AND AT THE END OF THAT TIME PERIOD, ANY PORTION THAT IS 15 NOT USED TO MEET THE REFORESTATION REQUIREMENTS SHALL BE RETURNED TO 16 THE CONSTRUCTING AGENCY. THE TREASURER SHALL INVEST THE MONEY OF THE FUND IN 17 (I) 18 THE SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED. 19 ANY INVESTMENT EARNINGS OF THE FUND MAY NOT BE (II)20 TRANSFERRED OR REVERT TO THE GENERAL FUND OF THE STATE, BUT SHALL 21 REMAIN IN THE FUND. EXPENDITURES FROM THE FUND MAY BE MADE ONLY IN 22 (9)23 ACCORDANCE WITH THE STATE BUDGET. 24 5-209. 25 The Secretary shall promulgate rules and regulations regarding 26 equipment standards and the operation of off-road vehicles by type, as defined in § 27 10-410(d) of this article, on property owned or controlled by the Department. He shall 28 conduct appropriate studies and, by January 1, 1975 he shall designate and identify 29 areas for use by the general public for operation of motorcycles, snowmobiles and 30 other off-road vehicles on that property exclusive of wildlife management areas or 31 State fisheries management areas to the extent such use is compatible with the 32 character and established uses of property controlled by the Department. Prior to 33 March 31, 1976, every off-road vehicle to be used on Department of Natural 34 Resources lands shall be registered and provided suitable identification by the 35 Department of Natural Resources, which shall charge an annual uniform fee for all 36 registrants, revenues derived from which shall be used to acquire and maintain areas 37 for off-road vehicle use by the general public. REVENUES FROM THE FEE ARE NOT
- 39 INVESTMENT EARNINGS FROM THE REVENUES MAY NOT BE TRANSFERRED OR 40 REVERT TO THE GENERAL FUND OF THE STATE. Any property to be acquired or

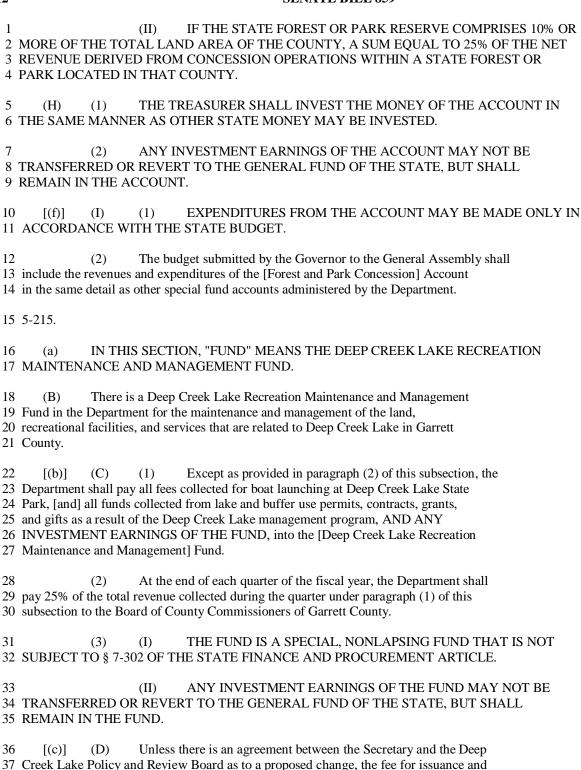
38 SUBJECT TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE, AND ANY

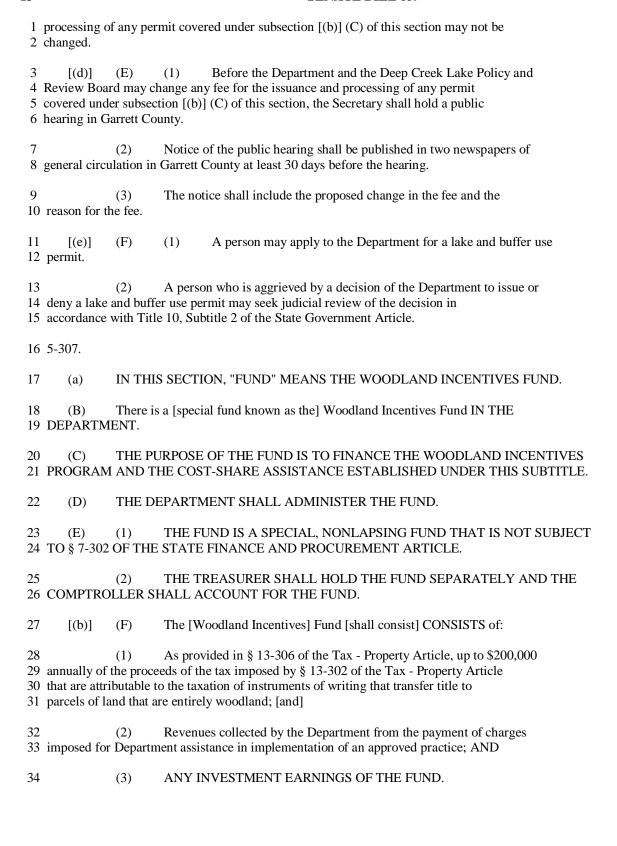
- 41 designated for off-road vehicle use shall be subject to a public hearing held in the

- 1 county or counties wherein the property is situated. However, no off-road vehicle may
- 2 be permitted where its operation will damage the wildland character of the property
- 3 or where the noise from its operation will be audible at or interfere with the use of a
- 4 picnic or camping area open to public use.
- 5 5-212.
- 6 (A) IN THIS SECTION, "FUND" MEANS THE FOREST OR PARK RESERVE FUND.
- 7 (B) There is a Forest or Park Reserve Fund in the Department.
- 8 (C) THE PURPOSE OF THE FUND IS TO ENABLE THE DEPARTMENT TO
- 9 PURCHASE AND MANAGE IN THE NAME OF THE STATE LANDS SUITABLE FOR FOREST
- 10 CULTURE, RESERVES, WATERSHED PROTECTION, STATE PARKS, SCENIC PRESERVES,
- 11 HISTORIC MONUMENTS, PARKWAYS, AND STATE RECREATIONAL RESERVES.
- 12 (D) THE DEPARTMENT SHALL ADMINISTER THE FUND.
- 13 (E) (1) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT SUBJECT 14 TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.
- 15 (2) THE TREASURER SHALL HOLD THE FUND SEPARATELY AND THE 16 COMPTROLLER SHALL ACCOUNT FOR THE FUND.
- 17 (F) THE FUND CONSISTS OF:
- 18 (1) Any money obtained from the State forest reserves, State parks,
- 19 scenic reserves, parkways, historic monuments, and recreation areas[, together with
- 20 any fine];
- 21 (2) REVENUE DISTRIBUTED TO THE FUND FROM FINES collected under §
- 22 5-1302 of this title, shall be paid into the Fund;
- 23 (3) REVENUE RECEIVED BY THE FUND UNDER § 5-207(B) OF THIS
- 24 SUBTITLE; AND
- 25 (4) ANY INVESTMENT EARNINGS OF THE FUND.
- 26 (G) [Each county in which any State forest or park reserve is located shall be
- 27 paid annually out of the Fund 15 percent of the revenue derived from the State forest
- 28 or park reserve located in that county. Each county in which the forest or park reserve
- 29 comprises 10 percent or more of the total land area of that county shall be paid
- 30 annually out of the Fund a sum equal to 25 percent of the revenues derived from the
- 31 State forest or park reserve located in that county.] THE FUND MAY BE USED ONLY
- 32 FOR:
- 33 (1) PURCHASING AND MANAGING IN THE NAME OF THE STATE LANDS
- 34 SUITABLE FOR FOREST CULTURE, RESERVES, WATERSHED PROTECTION, STATE
- 35 PARKS, SCENIC PRESERVES, HISTORIC MONUMENTS, PARKWAYS, AND STATE
- 36 RECREATIONAL RESERVES;

1	(2)	ANNU	AL PAY	MENTS TO COUNTIES IN THE AMOUNT OF:
4 NET RE		RIVED I	LAND	E STATE FOREST OR PARK RESERVE COMPRISES LESS AREA OF THE COUNTY, A SUM EQUAL TO 15% OF THE HE STATE FOREST OR PARK RESERVE LOCATED IN
	UE DERIVE		ND ARE	E STATE FOREST OR PARK RESERVE COMPRISES 10% OR A OF THE COUNTY, A SUM EQUAL TO 25% OF THE NET TATE FOREST OR PARK RESERVE LOCATED IN THAT
10 (H) 11 SAME I	(1) MANNER A			RER SHALL INVEST THE MONEY OF THE FUND IN THE E MONEY MAY BE INVESTED.
12 (2) ANY INVESTMENT EARNINGS OF THE FUND MAY NOT BE 13 TRANSFERRED OR REVERT TO THE GENERAL FUND OF THE STATE, BUT SHALL 14 REMAIN IN THE FUND.				
15 (I) 16 WITH T	EXPENTHE STATE			IN THE FUND MAY BE MADE ONLY IN ACCORDANCE
17 5-212.1.				
18 (a) 19 HAVE 7	(1) ГНЕ MEAN			"concession operations"] THE FOLLOWING WORDS
20	(2)	"ACCC	UNT" M	IEANS THE FOREST OR PARK CONCESSION ACCOUNT.
21 22 forest or	(3) park that:	(I)	"CONC	CESSION OPERATIONS" means activities within a State
23		[(i)]	1.	Raise revenue;
24		[(ii)]	2.	Function under a separate budget system; and
2526 located.		[(iii)]	3.	Supplement the operation of the facility where it is
27	[(2)]	(II)	"Conce	ssion operations" includes:
28		[(i)]	1.	Food concessions;
29		[(ii)]	2.	Boat rentals;
30		[(iii)]	3.	Gift shops;
31		[(iv)]	4.	Marine sales;
32		[(v)]	5.	Snack bars; and

1			[(vi)]	6.	Camp stores.
2	(b)	There is	a Forest	and Park	Concession Account in the Department.
3	(C)	THE PU	RPOSE	OF THE	ACCOUNT IS TO FINANCE:
4 5	AND	(1)	THE MA	AINTEN	ANCE AND OPERATION OF CONCESSION OPERATIONS;
6		(2)	THE FU	NCTION	NS OF STATE FORESTS AND PARKS.
7	(D)	THE DE	EPARTM	ENT SH	ALL ADMINISTER THE ACCOUNT.
8 9	(E) SUBJECT T	(1) O § 7-30			IS A SPECIAL, NONLAPSING ACCOUNT THAT IS NOT EFINANCE AND PROCUREMENT ARTICLE.
10 11		(2) LLER SI			ER SHALL HOLD THE ACCOUNT SEPARATELY AND THE LE THE ACCOUNT.
	concession		s [shall b	e paid int	OUNT CONSISTS OF ANY money derived from to the Forest and Park Concession Account] IN OANY INVESTMENT EARNINGS OF THE ACCOUNT.
15 16	- \ /				State forest or park is located shall be paid neession Account:
			ty, a sum	equal to	or park reserve comprises less than 10% of the total 15% of the net revenue derived from rest or park located in that county; and
	land area of		ty, a sum	equal to	or park reserve comprises 10% or more of the total 25% of the net revenue derived from rest or park located in that county.
	\ / 3				as provided in [subsection (d) of this section] TION, the [Forest and Park Concession] Account
26		[(1)]	(I)	Mainten	ance and operation of concession operations; and
27 28	projected ba	[(2)] alance of t	(II) the Accou		n of State forests and parks to the extent of the the prior fiscal year.
29 30	SHALL BE	(2) PAID A			IN WHICH ANY STATE FOREST OR PARK IS LOCATED OF THE ACCOUNT:
33		NUE DE	RIVED F	LAND A	STATE FOREST OR PARK RESERVE COMPRISES LESS AREA OF THE COUNTY, A SUM EQUAL TO 15% OF THE ONCESSION OPERATIONS WITHIN A STATE FOREST INTY; OR





- 1 [(c)] (G) The Department shall use the [Woodland Incentives] Fund to help
- 2 fund the Woodland Incentives Program and the cost-share assistance [provided for
- 3 in ESTABLISHED UNDER this subtitle.
- 4 [(d) Any unexpended funds remaining in the Woodland Incentives Fund at the
- 5 end of the fiscal year may not revert to the General Fund of the State.]
- 6 (H) (1) THE TREASURER SHALL INVEST THE MONEY OF THE FUND IN THE 7 SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED.
- 8 (2) ANY INVESTMENT EARNINGS OF THE FUND MAY NOT BE
- 9 TRANSFERRED OR REVERT TO THE GENERAL FUND OF THE STATE, BUT SHALL
- 10 REMAIN IN THE FUND.
- 11 (I) EXPENDITURES FROM THE FUND MAY BE MADE ONLY IN ACCORDANCE
- 12 WITH THE STATE BUDGET.
- 13 5-908.
- 14 (A) IN THIS SECTION, "FUND" MEANS THE FAIR HILL IMPROVEMENT FUND.
- 15 (B) There is a Fair Hill Improvement Fund in the Department, to be used for
- 16 the operation, maintenance, development, and improvement of the Fair Hill facilities
- 17 at Fair Hill, Maryland.
- 18 (C) Any money obtained by the Department from Fair Hill shall be credited to
- 19 the [Fair Hill Improvement] Fund.
- 20 (D) (1) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT SUBJECT
- 21 TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.
- 22 (2) ANY INVESTMENT EARNINGS OF THE FUND MAY NOT BE
- 23 TRANSFERRED OR REVERT TO THE GENERAL FUND OF THE STATE, BUT SHALL
- 24 REMAIN IN THE FUND.
- 25 5-908.1.
- 26 (A) IN THIS SECTION, "FUND" MEANS THE SOMERS COVE MARINA
- 27 IMPROVEMENT FUND.
- 28 (B) There is a Somers Cove Marina Improvement Fund in the Department, to
- 29 be used for the operation, maintenance, development, and improvement of the Somers
- 30 Cove Marina facilities in Crisfield, Maryland.
- 31 (C) Any money obtained by the Department from Somers Cove Marina shall
- 32 be credited to the [Somers Cove Marina Improvement] Fund.
- 33 (D) (1) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT SUBJECT
- 34 TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.

38 statutes.

15 **SENATE BILL 859** 1 ANY INVESTMENT EARNINGS OF THE FUND MAY NOT BE (2)2 TRANSFERRED OR REVERT TO THE GENERAL FUND OF THE STATE, BUT SHALL 3 REMAIN IN THE FUND. 4 5-909. IN THIS SECTION, "FUND" MEANS THE NATURAL RESOURCES PROPERTY 5 (A) 6 MAINTENANCE FUND. 7 The Natural Resources Property Maintenance Fund is created within the (B) 8 Department to be used for the maintenance, repair, and management of property owned by the Department. 10 (C) (1)THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT SUBJECT 11 TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE. 12 (2) ANY INVESTMENT EARNINGS OF THE FUND MAY NOT BE 13 TRANSFERRED OR REVERT TO THE GENERAL FUND OF THE STATE, BUT SHALL 14 REMAIN IN THE FUND. 15 5-1610. 16 IN THIS SECTION, "FUND" MEANS THE FOREST CONSERVATION FUND. (a) 17 (B) There is a Forest Conservation Fund in the Department. 18 [(b)]Except as provided in subsection [(g)] (H) of this section, if any 19 person subject to this subtitle demonstrates to the satisfaction of the appropriate 20 State or local [authority,] AUTHORITY that the requirements for reforestation or 21 afforestation on-site or off-site cannot be reasonably accomplished, the person shall 22 contribute money at a rate of 10 cents per square foot of the area of required planting 23 to the [Forest Conservation] Fund. 24 Money collected by the State or a local authority under § 5-1608(c) or [(c)]25 § 5-1612 of this subtitle for noncompliance with this subtitle or regulations adopted 26 under this [subtitle,] SUBTITLE or for noncompliance with a forest conservation plan 27 or the associated 2-year management agreement, AND ANY INVESTMENT EARNINGS 28 OF THE FUND, shall be deposited in the [Forest Conservation] Fund. 29 The Department shall accomplish the reforestation or (1) 30 afforestation for which the money is deposited within 2 years or 3 growing seasons, as 31 appropriate, after receipt of the money. 32 Money deposited in the [Forest Conservation] Fund under 33 subsection [(b)] (C) of this section shall remain in the Fund for a period of 2 years or 34 3 growing seasons, and at the end of that time period, any portion that has not been 35 used to meet the afforestation or reforestation requirements shall be returned to the

36 person who provided the money to be used for documented tree planting in the same 37 county or watershed beyond that required by this subtitle or other applicable

3	[(e)] (F) (1) (I) Money deposited in the Fund under subsection [(b)] (C) of this section may only be spent on reforestation and afforestation, including site identification, acquisition, and preparation, and may not revert to the General Fund of the State.
	(II) ANY INVESTMENT EARNINGS OF THE FUND MAY NOT BE TRANSFERRED OR REVERT TO THE GENERAL FUND OF THE STATE, BUT SHALL REMAIN IN THE FUND.
	(2) (i) Except as provided in subparagraph (ii) or (iii) of this paragraph, the reforestation or afforestation requirement under this subsection shall occur in the county and watershed in which the project is located.
13	(ii) If the reforestation or afforestation cannot be reasonably accomplished in the county and watershed in which the project is located, then the reforestation or afforestation shall occur in the county or watershed in the State in which the project is located.
17 18 19 20	(iii) If the reforestation or afforestation cannot be reasonably accomplished in the county or watershed in which the project is located, then the reforestation or afforestation shall be accomplished through purchase of credits in, establishment, or maintenance of a forest mitigation bank in accordance with regulations of the Department. The Reforestation Fund may not be used to finance administrative activities associated with a mitigation bank and any credits created by the Reforestation Fund may not be sold to compensate for additional forest impacts.
22 23	[(f)] (G) Money deposited in the Fund under subsection [(c)] (D) of this section may be used by the Department for the purpose of implementing this subtitle.
26 27 28 29	[(g)] (H) In lieu of a State Forest Conservation Fund, any local authority with an approved forest conservation program may establish a forest conservation fund, to be administered by the local authority, to allow a payment by any person who has demonstrated to the satisfaction of the local authority that the requirements for reforestation and afforestation on-site and off-site cannot be reasonably accomplished. The rate shall be 10 cents per square foot of the area required to be replanted.
33 34 35 36	[(h)] (I) Money deposited in the local forest conservation fund under subsection [(g)] (H) of this section shall remain in the fund for a period of 2 years or 3 growing seasons. At the end of that time period, any portion that has not been used to meet the afforestation or reforestation requirements shall be returned to the person who provided the money to be used for documented tree planting in the same county or watershed beyond that required by this subtitle or other applicable statutes.
40	[(i)] (J) (1) (I) Money deposited in the local forest conservation fund under subsection [(g)] (H) of this section may only be spent on reforestation and afforestation, including the costs directly related to site identification, acquisition, prepurchase, and preparation, and may not revert to any other local general fund.

(A)

SENATE BILL 859

1 (II)ANY INVESTMENT EARNINGS OF A LOCAL FOREST 2 CONSERVATION FUND MAY NOT BE TRANSFERRED OR REVERT TO ANY OTHER LOCAL 3 GENERAL FUND, BUT SHALL REMAIN IN THE LOCAL FOREST CONSERVATION FUND. 4 Except as provided in subparagraph (ii) or (iii) of this (2) 5 paragraph, the reforestation or afforestation requirement under this subsection shall 6 occur in the county and watershed in which the project is located. If the reforestation or afforestation cannot be reasonably 7 8 accomplished in the county and watershed in which the project is located, then the 9 reforestation or afforestation shall occur in the county or watershed in the State in 10 which the project is located. 11 (iii) If the reforestation or afforestation cannot be reasonably 12 accomplished in the county or watershed in which the project is located, then the 13 reforestation or afforestation shall be accomplished through purchase of credits in, 14 establishment, or maintenance of a forest mitigation bank in accordance with 15 regulations of the local forest conservation program. The Reforestation Fund may not 16 be used to finance administrative activities associated with a mitigation bank and 17 any credits created by the Reforestation Fund may not be sold to compensate for 18 additional forest impacts. 19 Money collected by the local authority under § 5-1608(c) of this [(i)](K) 20 subtitle for noncompliance with this subtitle or regulations or ordinances adopted 21 under this subtitle for noncompliance with a forest conservation plan or the 22 associated 2-year management agreement, AND ANY INVESTMENT EARNINGS OF 23 THE LOCAL FOREST CONSERVATION FUND, shall be deposited in the local fund. The 24 rate shall be 30 cents per square foot of the area found to be in noncompliance with 25 the required forest conservation. 26 (L) Money deposited in a local forest conservation fund under subsection 27 [(j)] (K) of this section may be used by the local authority for purposes related to 28 implementing this subtitle. 29 8-723. Any fee and other revenue the Department collects under authority of this 30 [(a)]31 subtitle, and any other available income, shall be deposited in the State Treasury and 32 used exclusively for the administration, functions, and objectives of this subtitle. 33 These funds are credited to the Department. 34 The Department may use the funds credited to its accounts to purchase, 35 rent, and operate any equipment necessary to accomplish the purposes of this 36 subtitle, within budgetary limitations. 37 Subject to available income, the Department may employ necessary 38 personnel subject to the provisions of the State Personnel and Pensions Article.]

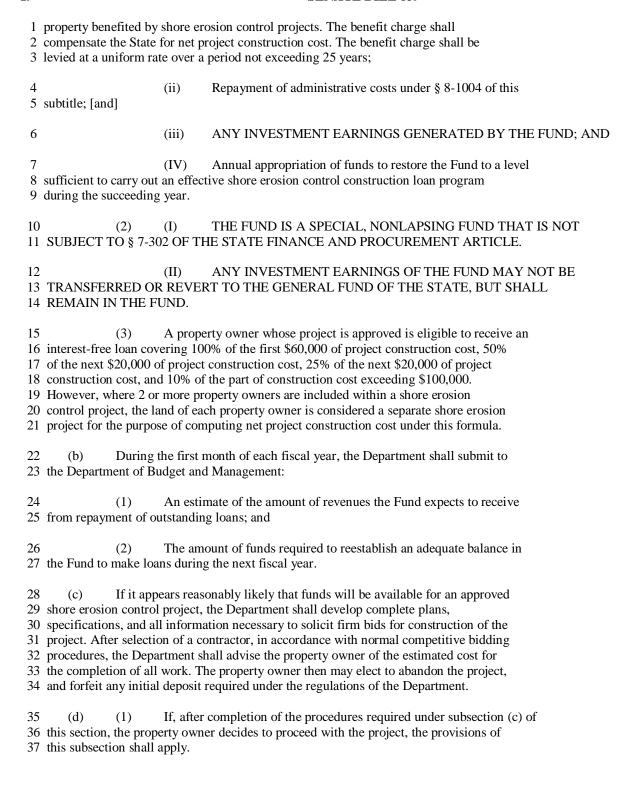
IN THIS SECTION, "FUND" MEANS THE STATE BOAT ACT FUND.

(i)

34 repayments made through a benefit charge the State levies on privately owned

18 **SENATE BILL 859** THERE IS A STATE BOAT ACT FUND IN THE DEPARTMENT. 1 (B) 2 (C) THE SECRETARY SHALL ADMINISTER THE FUND. 3 (D) THE FUND IS A CONTINUING, NONLAPSING SPECIAL FUND THAT IS (1) 4 NOT SUBJECT TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE. THE TREASURER SHALL HOLD THE FUND SEPARATELY AND THE 5 (2) 6 COMPTROLLER SHALL ACCOUNT FOR THE FUND. THE FUND SHALL BE INVESTED AND REINVESTED IN THE SAME (3) 8 MANNER AS OTHER STATE FUNDS. UNLESS OTHERWISE PROVIDED, THE FUND CONSISTS OF: 9 (E) 10 EXCEPT AS PROVIDED IN § 8-716(H) OF THIS SUBTITLE, MONEYS 11 RECEIVED FROM ANY FEE AND OTHER REVENUE THE DEPARTMENT COLLECTS 12 UNDER AUTHORITY OF THIS SUBTITLE; ANY INVESTMENT EARNINGS GENERATED BY THE FUND; 13 (2) 14 MONEYS APPROPRIATED IN THE STATE BUDGET TO THE FUND; AND (3) ANY MONEYS RECEIVED AND ACCEPTED AS GIFTS, CONTRIBUTIONS, 15 (4) 16 OR GRANTS. 17 (F) THE DEPARTMENT SHALL USE THE FUND: 18 (1) FOR THE ADMINISTRATION OF THIS SUBTITLE; AND 19 (2) TO COVER THE COSTS OF FULFILLING THE DUTIES AND 20 RESPONSIBILITIES OF THE DEPARTMENT UNDER THIS TITLE. 21 [(d)]Within the limits of funds available, the Department may enter into (G) 22 any agreement with the federal government, any municipality or other political 23 subdivision of the State, or any private agency to share the cost of any development, 24 construction, or improvement of waterways or of facilities determined to have 25 beneficial value to the boating public. EXPENDITURES FROM THE FUND MAY BE MADE ONLY IN ACCORDANCE 26 (H) 27 WITH THE STATE BUDGET. 28 8-1005. (a) 29 (1) There is a "Shore Erosion Control Construction Loan Fund". The 30 Department shall administer the Fund to provide interest-free loans or grants to 31 persons, municipalities, or counties for design and construction of shore erosion 32 control projects. The Fund shall be maintained by:

Repayments of principal on loans made from the Fund, with the



1 (2) The property owner shall execute a written notice to proceed, on a 2 form provided by the Department, and shall pay any property owner's cash 3 contribution required under this subtitle. This action shall constitute an irrevocable 4 commitment by the property owner to completion of the project in accordance with the 5 provisions of this subtitle, including authorization for the Department to incur costs 6 up to 10% in excess of the estimated cost above. 7 Any excess costs within the 10% limit may not act to increase the (3) 8 property owner's cash contribution, but shall be included in the net project 9 construction cost for purposes of assessing benefit charges at the conclusion of the 10 project. 11 The Department at this time shall cause a notice of lien to be 12 recorded among the land records of the county where the benefited property is 13 located. The notice generally shall describe the provisions of § 8-1006 of this subtitle 14 regarding lien priority and the assumption of liability by a purchaser of a benefited 15 property. 16 (5) The Department shall award a construction contract for the project, 17 shall supervise actual construction work, and shall make reasonable efforts to ensure 18 that the project is completed in accordance with all specifications and in a manner 19 that conforms to normal industry practice. In this regard, the Department alone shall 20 be responsible, in its own discretion, for negotiating any changes in the construction 21 contract and for determining when the project is satisfactorily complete in all 22 respects. 23 (6)On completion of the project, the Department shall: 24 Endorse any property owner's cash contribution to the credit of (i) 25 the contractor; and 26 (ii) Pay the balance due the contractor from the Fund. 27 Within 30 days of completion of the project, the Department shall (7) 28 certify to the Board of Public Works the net project construction cost. The Board of 29 Public Works shall levy a benefit charge in accordance with the provisions of § 8-1006 30 of this subtitle. Costs to maintain shore erosion control projects are the sole responsibility 31 (e) 32 of the benefited property owner. The Department periodically shall inspect these projects to recommend to the property owner any measures required to maintain the 34 project. Any county or any municipal corporation may borrow interest-free funds 35 36 from the Fund for any approved project without the project construction cost 37 limitation stated in this section. The county or municipal corporation shall repay the 38 funds at a uniform rate over a period not exceeding 25 years as stated by agreement

39 between the State and county or municipal corporation.

- 1 (g) The Department shall include in its budget a request for funds necessary 2 to provide and maintain shore erosion protection for State-owned properties.
- 3 10-209.
- 4 [There is a State Wildlife Management and Protection Fund in the Department.
- 5 Any money accruing to the Fund from any license, stamp, application, or permit fee
- 6 provided in this title shall be credited, unless otherwise provided, to this Fund and
- 7 used only for the scientific investigation, protection, propagation, and management of
- 8 wildlife.1
- 9 (A) IN THIS SECTION, "FUND" MEANS THE STATE WILDLIFE MANAGEMENT 10 AND PROTECTION FUND.
- 11 (B) THERE IS A STATE WILDLIFE MANAGEMENT AND PROTECTION FUND IN 12 THE DEPARTMENT.
- 13 (C) THE PURPOSE OF THE FUND IS TO FINANCE THE SCIENTIFIC
- 14 INVESTIGATION, PROTECTION, PROPAGATION, AND MANAGEMENT OF WILDLIFE.
- 15 (D) THE DEPARTMENT SHALL ADMINISTER THE FUND.
- 16 (E) (1) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT SUBJECT 17 TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.
- 18 (2) THE TREASURER SHALL HOLD THE FUND SEPARATELY AND THE 19 COMPTROLLER SHALL ACCOUNT FOR THE FUND.
- 20 (F) THE FUND CONSISTS OF:
- 21 (1) ANY MONEY RECEIVED FOR A LICENSE, STAMP, APPLICATION, OR
- 22 PERMIT FEE UNDER THIS TITLE, UNLESS OTHERWISE PROVIDED; AND
- 23 (2) ANY INVESTMENT EARNINGS OF THE FUND.
- 24 (G) THE FUND MAY BE USED FOR THE SCIENTIFIC INVESTIGATION,
- 25 PROTECTION, PROPAGATION, AND MANAGEMENT OF WILDLIFE.
- 26 (H) (1) THE TREASURER SHALL INVEST THE MONEY OF THE FUND IN THE
- 27 SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED.
- 28 (2) ANY INVESTMENT EARNINGS OF THE FUND MAY NOT BE
- 29 TRANSFERRED OR REVERT TO THE GENERAL FUND OF THE STATE, BUT SHALL
- 30 REMAIN IN THE FUND.
- 31 (I) EXPENDITURES FROM THE FUND MAY BE MADE ONLY IN ACCORDANCE
- 32 WITH THE STATE BUDGET.

1 10-301.			
2 (n) (1) 3 HABITAT FUND.	IN THIS SUBSECTION, "FUND" MEANS THE UPLAND WILDLIFE		
4 (2)	There is an Upland Wildlife Habitat Fund in the Department.		
5 (3) 6 IMPLEMENTATION	THE PURPOSE OF THE FUND IS TO FACILITATE THE ON AND MANAGEMENT OF UPLAND HABITAT PROGRAMS.		
7 (4)	THE DEPARTMENT SHALL ADMINISTER THE FUND.		
8 (5) 9 SUBJECT TO § 7-	(I) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT 302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.		
10 (II) THE TREASURER SHALL HOLD THE FUND SEPARATELY AND 11 THE COMPTROLLER SHALL ACCOUNT FOR THE FUND.			
12 [(2)]	(6) The Fund consists of:		
13 14 Fund at the time of	(i) Voluntary contributions made to the [Upland Wildlife Habitat] purchase of a hunting license under this section; [and]		
15	(ii) Any other donations made to the Fund; AND		
16	(III) ANY INVESTMENT EARNINGS OF THE FUND.		
17 [(3)	The Secretary shall administer the Fund.		
18 (4)	The Fund may be used only as provided in this subsection.		
19 (5) 20 of the State Finance	The Fund is a special, nonlapsing fund that is not subject to § 7-302 e and Procurement Article.		
21 (6) The Fund shall be invested and reinvested in the same manner as 22 other State funds. Any investment earnings of the Fund may not be transferred or 23 revert back to the General Fund, but shall remain in the Fund to be used for purposes 24 specified in this subsection.]			
25 (7) 26 ONLY FOR:	(I) [The Secretary shall use the Fund to] THE FUND MAY BE USED		
27 28 landowners for pla	[(i)] 1. [Provide] PROVIDING cost-share assistance to nting upland wildlife habitat;		
29 30 funding for upland	[(ii)] 2. [Provide] PROVIDING matching funds to acquire grant wildlife habitat programs;		
31 32 wildlife habitat pro	[(iii)] 3. [Hire] HIRING contractual staff to implement upland grams in the State; and		

17 July 1, 2004.

SENATE BILL 859

1 [(iv)]4. [Promote] PROMOTING the [Upland Wildlife Habitat] 2 Fund and upland wildlife habitat programs. 3 (II)The Secretary may prioritize the duties under [paragraph (7) of 4 this subsection] SUBPARAGRAPH (I) OF THIS PARAGRAPH to maximize the 5 effectiveness of upland wildlife habitat programs. 6 [(9)](III)A designated person who sells hunting licenses under this 7 section and who also collects donations for the [Upland Wildlife Habitat] Fund may 8 retain as compensation 10% of each donation the person receives. 9 THE TREASURER SHALL INVEST THE MONEY OF THE FUND IN (8)10 THE SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED. 11 (II)ANY INVESTMENT EARNINGS OF THE FUND MAY NOT BE 12 TRANSFERRED OR REVERT TO THE GENERAL FUND OF THE STATE, BUT SHALL 13 REMAIN IN THE FUND. 14 EXPENDITURES FROM THE FUND MAY BE MADE ONLY IN 15 ACCORDANCE WITH THE STATE BUDGET.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect