M27lr0175 CF 7lr0174

## By: The Speaker (By Request - Administration) and Delegates Busch, Haynes, and McIntosh

Introduced and read first time: January 24, 2007

Assigned to: Environmental Matters

## A BILL ENTITLED

AN ACT concerning

## Natural Resources - Chesapeake Bay - Oyster Restoration

FOR the purpose of authorizing the Department of Natural Resources to lease land under certain waters of the Chesapeake Bay for oyster restoration; requiring the Department to adopt regulations and condition the leases to require a holder of certain oyster bottom to plant a certain minimum amount of seed oyster on certain surfaces within a certain time frame; authorizing the Department to extend the time frame for planting oyster seed on certain leased oyster bottom under certain circumstances; authorizing a holder of certain leased oyster bottom to catch oysters for certain purposes; establishing that a holder of certain leased oyster bottom may only restore a certain species of oyster; establishing that certain penalties apply for certain unlawful taking of oysters; establishing that certain penalties apply for unlawfully taking oysters in certain areas; altering a certain element of the criminal offense of unlawfully taking ovsters; altering the range of time for a tidal fish license suspension that applies to a person who unlawfully takes oysters; establishing a certain additional penalty for a violation of certain time restrictions on catching or landing oysters; requiring the Department to impose certain license suspensions in a certain manner; requiring the Department to adopt certain regulations; establishing the Task Force on Oyster Restoration in the Chesapeake Bay; providing for the membership of the Task Force; requiring the Secretary of Natural Resources to appoint the chair of the Task Force; requiring the Task Force to examine certain issues related to oysters in the Chesapeake Bay and to formulate a certain action plan; providing for reimbursement for the expenses of a member of the Task Force; providing that certain provisions of the Maryland

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



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1	Public Ethics Law do not apply under certain circumstances to certain regulated				
2	lobbyists who serve on the Task Force; providing for the staff of the Task Force;				
3	requiring the Task Force to report to the Governor and the General Assembly				
4	by a certain date; providing for the termination of certain provisions of this Ac				
5	making certain technical corrections; making certain stylistic changes; alterin				
6	a certain definition; and generally relating to oyster restoration in the				
7	Chesapeake Bay.				
8	BY repealing and reenacting, with amendments,				
9	Article – Natural Resources				
10	Section 4-11A-05(a)(1), (b), and (f)(1) and (2), 4-11A-07, 4-11A-11,				
11	4–11A–12(a), 4–11A–13(a), (b), and (c)(1), and 4–1201(f)				
12	Annotated Code of Maryland				
13	(2005 Replacement Volume and 2006 Supplement)				
14	BY adding to				
15	Article – Natural Resources				
16	Section 4–1201(g)				
17	Annotated Code of Maryland				
18	(2005 Replacement Volume and 2006 Supplement)				
19	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF				
20	MARYLAND, That the Laws of Maryland read as follows:				
21	Article - Natural Resources				
22	4–11A–05.				
23	(a) (1) (I) The Department may lease, in the name of the State, tracts				
24	or parcels of land beneath the waters of the State to residents of the State for				
25	protecting, sowing, bedding, or cultivating oysters or other shellfish, subject to the				
26	provisions of this [section] SUBTITLE.				
27	(II) THE DEPARTMENT MAY LEASE, IN THE NAME OF THE				
28	STATE, TRACTS OR PARCELS OF LAND BENEATH THE WATERS OF THE				
29	CHESAPEAKE BAY AND ITS TRIBUTARIES TO RESIDENTS OF THE STATE FOR				
30	OYSTER RESTORATION, SUBJECT TO THE PROVISIONS OF THIS SUBTITLE.				
2.1	(***)				
31	(III) These submerged lands when leased shall be known as				
32	leased oyster bottoms.				

- **(1)** The Department may not lease any of the submerged areas of the 1 (b) 2 State within the jurisdictional boundaries of Dorchester, Kent, Queen Anne's, Somerset and Talbot counties for oyster RESTORATION OR cultivation. The 3 Department also may not lease any of the submerged areas of the State in the 4 5 tidewater tributaries of Charles County, except the Patuxent River, for oyster 6 **RESTORATION OR** cultivation. This subsection does not affect any existing lease in 7 Somerset County made prior to and effective on June 1, 1952; any lease in Dorchester 8 County made prior to and effective on June 1, 1957; in Charles County made prior to 9 and effective on July 1, 1968 and in Kent, Queen Anne's and Talbot counties made prior to July 1, 1973. This subsection also does not prevent any lessee from renewing, 10 assigning, devising by will or prohibit the descendents of any lessee, his heirs, or next 11 12 of kin, from inheriting rights by the operation of the laws of descent and distribution. If an existing lease does not provide for renewal, the Department may grant renewal 13 14 when the lease terminates unless good cause to the contrary is shown. However, a 15 person may not lease more acreage than now authorized by law regardless of the manner in which the lease or the rights under the lease are obtained. 16
  - (2) THE DEPARTMENT MAY LEASE A SUBMERGED AREA OF THE STATE FOR OYSTER RESTORATION ONLY:
  - (I) IN THE CHESAPEAKE BAY AND ITS TRIBUTARIES; AND
- 20 (II) IF, ON JUNE 1, 2007, THE AREA WAS OR HAD 21 PREVIOUSLY BEEN CONSIDERED A LEASED OYSTER BOTTOM.
  - (f) (1) If a person applies to the Department for a lease of submerged land for oyster **RESTORATION OR** cultivation, the Department shall determine if the submerged land is a productive natural clam bar.
- 25 (2) Notwithstanding any other provision of this subtitle, if the Department determines that the submerged land is a productive natural clam bar, the Department may not lease the submerged land for purposes of oyster **RESTORATION** OR cultivation.
- 29 4–11A–07.

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30 (a) Except as provided in subsection (c)(2) of this section the term of leases 31 for submerged lands shall be 20 years at an annual rent the Department deems proper 32 and commensurate with the value of the leased land.

(b)	If the	Department	ascertains	that any	y leased	area	is affected	d by
environmen	tal fact	ors which des	troy or serie	ously imp	ede the	culture	and grow	th of
oysters and	threate	en the potentia	al of the area	a for conti	nued oys	ter pro	duction, it	may
reduce or al	ate the	e annual rent k	y an amoun	t and for a	a period t	he Dep	artment de	eems
equitable ar	nd reaso	nable in view	of the degree	e of damag	ge.	•		
equitable at	iu reasc	mable III view	or the degree	e or uarrias	ge.			

- (c) (1) In this subsection, "utilize" [includes] **INCLUDES:**
- 7 (I) FOR CULTIVATING OYSTERS OR CLAMS, the planting or 8 harvesting of not less than 25 bushels of oysters or 25 bags of clams per lease during 1 9 year of each 3-year period; AND
- 10 (II) FOR RESTORING OYSTERS, THE PLANTING OF NOT LESS
  11 THAN 250,000 CULTCHED OYSTERS ON SUITABLE GROUND OR SUBSTRATE IN AN
  12 AREA THAT IS ECOLOGICALLY SUITABLE FOR OYSTER GROWTH.
  - (2) If any part of the rent required by a lease remains unpaid for more than 60 days after it becomes due, the Department may declare the lease null and void in accordance with subsection (e) of this section and the land shall revert to the State and may be leased again. The Department may cancel any lease, either in whole or in part, and may diminish or cancel the annual rental to an extent commensurate with the area remaining under lease on the written request of the lessee.
- 19 (3) (I) The Department shall adopt regulations and condition each 20 lease to require a leaseholder to actively utilize the leased area [within] WITHIN:
- 1. FOR OYSTER OR CLAM CULTIVATION, any 3-year period commencing July 1, 1990, or the effective date of a lease after July 1, 1990; OR
- **2.** FOR OYSTER RESTORATION, 1 YEAR AFTER THE 24 EFFECTIVE DATE OF THE LEASE.
  - (II) The Department may allow a longer period than 3 years [upon] FOR THE CULTIVATION OR 1 YEAR FOR THE RESTORATION OF THE LEASED AREA ON a showing that natural conditions, including unavailability of oyster shell or seed, prevented utilization.
  - (4) If a leaseholder fails to actively utilize leased bottom in accordance with regulations promulgated under [paragraph (2)] **PARAGRAPH (3)** of this subsection, the leasehold shall revert to the State and may be leased again. A

- leaseholder shall maintain records documenting activities which show that the lease is being used for shellfish production as required by the Department.
  - (d) A lease may not be invalidated in any way by facts determined in any resurvey under § 4–1102 of this title unless the lessee forfeits [his] **THE LESSEE'S** lease voluntarily, fails to pay rental or other fees, or fails to actively utilize the lease areas [within a period of 3 years] **UNDER SUBSECTION** (C)(3) **OF THIS SECTION**.
- 7 (e) (1) The provisions of Title 8 of the Real Property Article do not apply 8 to leases under this subtitle.
- 9 (2) [Upon] **ON** a determination under subsection (c) of this section, the 10 Department shall notify a lessee of the lessee's opportunity to contest the 11 Department's action in a hearing under Title 10, Subtitle 2 of the State Government 12 Article.
- 13 4–11A–11.

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- 14 (a) The lessee of any leased oyster bottom shall have exclusive ownership of 15 and title to all the oysters planted by [him] **THE LESSEE** or existing on the leasehold. 16 Lessees shall have the rights to use their lease subject to the following conditions:
- 17 (1) Land leased under this subtitle shall be used only for the purpose of planting and cultivating oysters, **OR RESTORING OYSTERS**;
- 19 (2) Persons may fish on all leased oyster bottoms, if they do not 20 remove or destroy oysters on the areas; and
- 21 (3) A person may not redeem or purchase any leased oyster bottom.
- 22 (b) **(1) [A] IF A LEASED OYSTER BOTTOM IS USED FOR OYSTER**23 **CULTIVATION, THE** lessee may catch oysters at any time from [his] **THE** leased
  24 **[oyster bottom] AREA** for private use, planting or cultivating, or for sale for planting
  25 by other lessees.
  - (2) IF A LEASED OYSTER BOTTOM IS USED FOR OYSTER RESTORATION, THE LESSEE MAY CATCH OYSTERS AT ANY TIME FROM THE LEASED AREA AS NECESSARY TO FACILITATE OYSTER RESTORATION.
- 29 (c) (1) In Wicomico and Somerset counties, any State resident holding a 30 current tonging license may catch oysters on any leased oyster bottom **USED FOR**

- 1 **CULTIVATION** if the State resident first obtains the written permission of the lessee of the leased oyster bottom.
- A lessee or a bona fide representative of a lessee who has written permission from the lessee is not required to have a tonging license in the Manokin River.
- 6 (d) The season for catching oysters from leased oyster bottoms of the State 7 for sale shall be between sunrise and sunset of any day, except Sunday, throughout 8 the year, if the leased oyster bottoms are marked as prescribed in this subtitle.
- 9 4–11A–12.
- 10 (a) A lessee may plant, cultivate, sow, or protect oysters, **OR RESTORE**11 **OYSTERS**, only of the species known as Crassostrea virginica in the waters of the State.
- 13 4–11A–13.
- 14 (a) A lessee may cultivate or remove oysters planted on [his] **THE LESSEE'S**15 leased oyster bottom in any manner [he] **THE LESSEE** deems proper, if [he] **THE**16 **LESSEE** complies with the provisions of this subtitle relating to dredging and tonging
  17 when transplanting oysters or catching them for commercial purposes.
- 18 (b) Each lessee shall keep accurate records concerning the seeding and planting of cultch and oysters on, and the harvesting, and selling of oysters from [his] 20 **THE LESSEE'S** leased oyster bottom. Each lessee shall report this information to the Department on forms the Department prescribes.
- 22 (c) (1) In that water area in Somerset County of Pocomoke Sound and 23 Pocomoke River, east of Tull's Point, and Marumsco natural oyster bar eastward to 24 William's Point, **IF THE OYSTER BOTTOM IS LEASED FOR CULTIVATION** a lessee 25 may authorize a nonresident to take oysters by tong as provided by this section.
- 26 4–1201.
- 27 (f) (1) In addition to any other applicable penalty set forth in this title
  28 AND NOTWITHSTANDING § 4–215(H) OF THIS TITLE, a person who unlawfully takes
  29 oysters from an [oyster sanctuary or oyster reserve that is] OYSTER SANCTUARY,
  30 OYSTER RESERVE, OR AREA CLOSED TO SHELLFISH HARVEST BY THE
  31 DEPARTMENT OF THE ENVIRONMENT, WHEN designated and marked by buoys or

2	other signage, [and who knew or should have known that taking the oysters from the sanctuary or reserve was unlawful, shall be subject to a] IS SUBJECT TO:			
3	(I) A fine not exceeding [\$3,000] <b>\$3,000</b> ; and			
4 5	(II) [immediate] <b>IMMEDIATE</b> suspension of the person's tidal fish license for a period not less than [6 months but not more than 1 year] <b>180 DAYS</b>			
6	AND NOT EXCEEDING 365 DAYS.			
7	(2) A SUSPENSION IMPOSED UNDER THIS SUBSECTION SHALL:			
8 9	(I) APPLY ON CONSECUTIVE DAYS DURING THE OPEN OYSTER SEASON FOR WHICH THE VIOLATOR IS LICENSED; AND			
10 11	(II) CONTINUE INTO SUCCESSIVE OPEN SEASONS UNTIL THE SUSPENSION IS FULLY SERVED.			
12	(G) (1) IN ADDITION TO ANY OTHER APPLICABLE PENALTY SET			
13	FORTH IN THIS TITLE AND NOTWITHSTANDING § 4–215(H) OF THIS TITLE, A			
14	PERSON WHO VIOLATES THE TIME RESTRICTIONS ON CATCHING OR LANDING			
15	OYSTERS UNDER § 4-1008 OF THIS TITLE IS SUBJECT TO IMMEDIATE			
16	SUSPENSION OF THE PERSON'S TIDAL FISH LICENSE FOR A PERIOD NOT LESS			
17	THAN 180 DAYS AND NOT EXCEEDING 365 DAYS.			
18	(2) A SUSPENSION IMPOSED UNDER THIS SUBSECTION SHALL:			
19 20	(I) APPLY ON CONSECUTIVE DAYS DURING THE OPEN OYSTER SEASON FOR WHICH THE VIOLATOR IS LICENSED; AND			
21 22	(II) CONTINUE INTO SUCCESSIVE OPEN SEASONS UNTIL THE SUSPENSION IS FULLY SERVED.			
23	SECTION 2. AND BE IT FURTHER ENACTED, That:			
24	(a) There is a Task Force on Oyster Restoration in the Chesapeake Bay.			
25	(b) The Task Force shall consist of the following members:			
26 27	(1) one member of the House of Delegates, appointed by the Speaker of the House;			

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1 2	of the Senate;	one member of the Senate of Maryland, appointed by the President		
3 4	(3) Natural Resources:	the following eight members, appointed by the Secretary of		
5 6	Fisheries Service;	(i) a representative of the Department of Natural Resources		
7 8	(ii) a representative of the Department's Oyster Restoration and Repletion Programs;			
9		(iii) a representative of the Natural Resources Police;		
10		(iv) a representative of the Maryland seafood industry;		
11		(v) a representative with scientific expertise on oyster disease;		
12 13	restoration;	(vi) a representative with scientific expertise on oyster		
14 15	fishing guide comm	(vii) a representative of the Maryland recreational fishing or unity; and		
16 17		(viii) a representative of a nongovernmental organization engaged n in the Chesapeake Bay and its tributaries; and		
18 19		a representative of the Maryland Watermen's Association, resident of the Association.		
20 21	(c) The Secretary of Natural Resources shall appoint the chair of the Tasl Force.			
22	(d) The Ta	ask Force shall:		
23 24	(1) time frame, and cos	formulate an action plan regarding the necessary methodology, sts of:		
25 26	Bay and its tributar	(i) minimizing the impact of oyster disease in the Chesapeake ries;		
27		(ii) maximizing the ecological benefits of natural oyster bars;		

1	(iii) promoting oyster aquaculture in Maryland; and			
2 3	(iv) increasing the native oyster population of the Chesapeak Bay and its tributaries; and			
4	(2) include in its deliberations:			
5	(i) an examination of the practice of bar cleaning;			
6 7	(ii) an examination of State oyster restoration and repletion programs;			
8 9	(iii) an examination of current management practices of natura oyster bars, including:			
10 11	1. the fairness and equitability of the quality and percentage of these areas that are currently designated as sanctuaries; and			
12 13	2. current restrictions on the leasing and use of these areas for aquaculture;			
14 15	(iv) the most recent findings related to the nonnative oyster Environmental Impact Statement; and			
16 17	(v) any other scientific, economic, or cultural information relevant to oyster management practices.			
18	(e) (1) A member of the Task Force:			
19	(i) may not receive compensation; but			
20 21	(ii) is entitled to reimbursement for expenses under the Standard State Travel Regulations, as provided in the State budget.			
22 23	(2) If a regulated lobbyist is appointed to serve as a member of the Task Force, the lobbyist:			
24 25	(i) is not subject to $\$ 15–504(d) of the State Government Article with respect to that service; and			
26 27	(ii) is not subject to $\$ 15–703(f)(3) of the State Government Article as a result of that service.			

1	( <b>f</b> )	The Department of Natural Resources shall provide staff support for the
2	Task Force.	

- 3 (g) The Task Force shall issue a final report of its findings and 4 recommendations to the Governor and, subject to § 2–1246 of the State Government 5 Article, to the General Assembly on or before December 1, 2007.
- SECTION 3. AND BE IT FURTHER ENACTED, That, as required under § 4–11A–07(c) of the Natural Resources Article, as enacted by Section 1 of this Act, the Department of Natural Resources shall adopt regulations on or before December 31, 2007, to establish standards for determining whether a leased oyster bottom is being actively utilized for sound restoration purposes.
- SECTION 4. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 2007. Sections 2 and 3 of this Act shall remain effective for a period of 9 months and, at the end of February 29, 2008, with no further action required by the General Assembly, Sections 2 and 3 of this Act shall be abrogated and of no further force and effect.