HOUSE BILL 719

M1 5lr0347 CF 5lr0348

By: Chair, Environment and Transportation Committee (By Request – Departmental – Natural Resources)

Introduced and read first time: January 27, 2025 Assigned to: Environment and Transportation

Committee Report: Favorable with amendments

House action: Adopted

Read second time: February 27, 2025

CHAPTER _____

1 AN ACT concerning

2

Natural Resources - State Boat Act - Alterations

- 3 FOR the purpose of altering the definition of "personal watercraft" and "personal flotation 4 device" for purposes of the State Boat Act; repealing the definition of "Class A vessel" 5 as it applies to the rental of livery vessels; repealing the definition of "personal 6 flotation device" as it applies to certain waterskiing restrictions; repealing certain 7 advertising and public hearing requirements for proposed regulations implementing 8 the State Boat Act; increasing the funding threshold certain funding thresholds for 9 certain projects financed by the Waterway Improvement Fund; altering the fees for 10 manufacturer and dealer licenses, certificates of number, Maryland use stickers, and 11 the issuance of certificates of title, transfer of title, or duplicate or corrected 12 certificates of title; authorizing the owner of certain vessels to apply to the 13 Department of Natural Resources for a nonmotorized vessel decal; authorizing the 14 Department to establish or alter certain speed zones or restricted areas by public 15 notice; altering the requirements for a personal flotation device worn by a child in 16 certain vessels; and generally relating to the State Boat Act.
- 17 BY repealing and reenacting, without amendments,
- 18 Article Natural Resources
- 19 Section 8–701(a)
- 20 Annotated Code of Maryland
- 21 (2023 Replacement Volume and 2024 Supplement)
- 22 BY repealing and reenacting, with amendments,

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

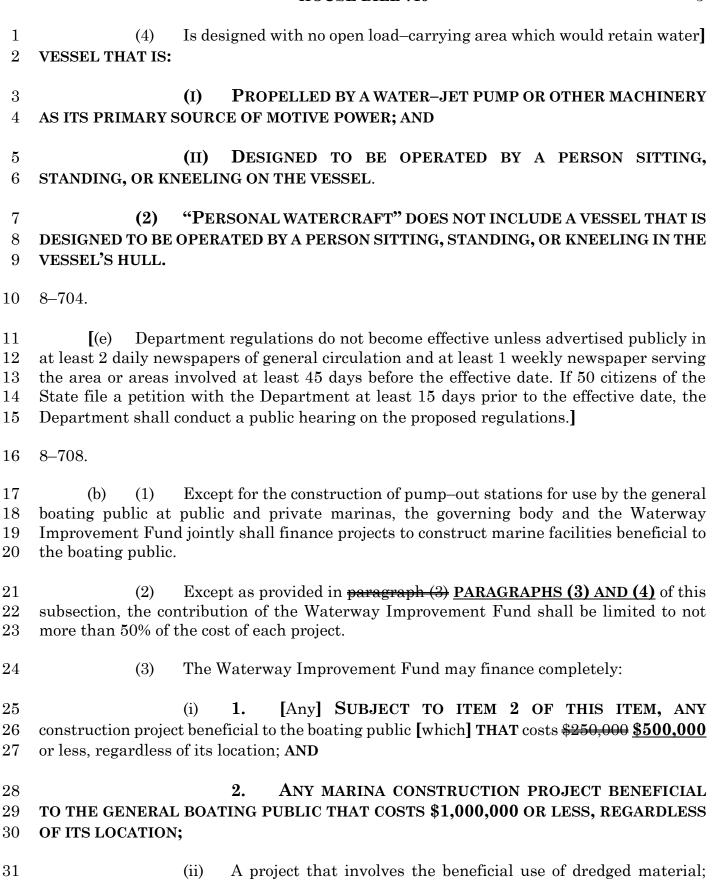
[Brackets] indicate matter deleted from existing law.

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

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



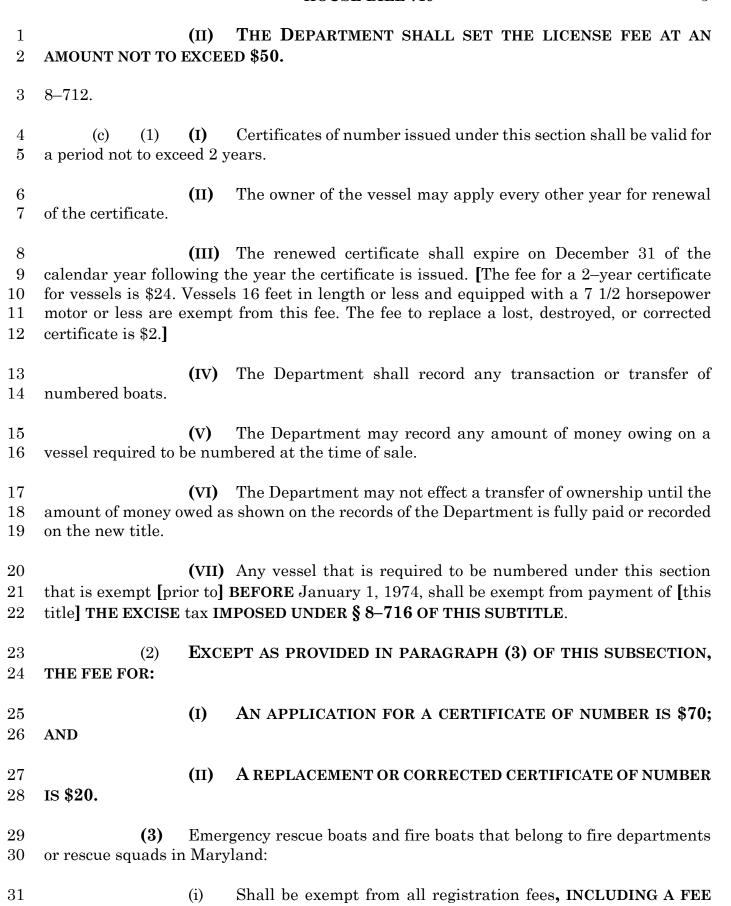
1 2 3 4						
5 6	Annotated Code of Maryland (2023 Replacement Volume and 2024 Supplement)					
7	BY repealing					
8	Article – Natural Resources					
9	Section 8–704(e)					
0	Annotated Code of Maryland					
1	(2023 Replacement Volume and 2024 Supplement)					
2	BY adding to					
13	Article – Natural Resources					
4	Section 8–712.4 and 8–725.9					
15	Annotated Code of Maryland					
6	(2023 Replacement Volume and 2024 Supplement)					
L 7	BY renumbering					
18	Article – Natural Resources					
9	Section 8–704(f) through (i)					
20	to be Section 8–704(e) through (h), respectively					
21	Annotated Code of Maryland					
22	(2023 Replacement Volume and 2024 Supplement)					
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	8–701.					
\ 						
27	(a) In this subtitle the following words have the meanings indicated.					
28	(m) (1) "Personal watercraft" means a [Class A vessel that:					
29 30	(1) Has an inboard motor which uses an internal combustion engine powering a water jet pump as its primary source of motive propulsion;					
31 32	(2) Is designed for the operator and passenger to ride on the outside surfaces of the vessel rather than inside the vessel;					
33 34	(3) Has the probability that the operator and passenger may, in the normal course of use, fall overboard; and					



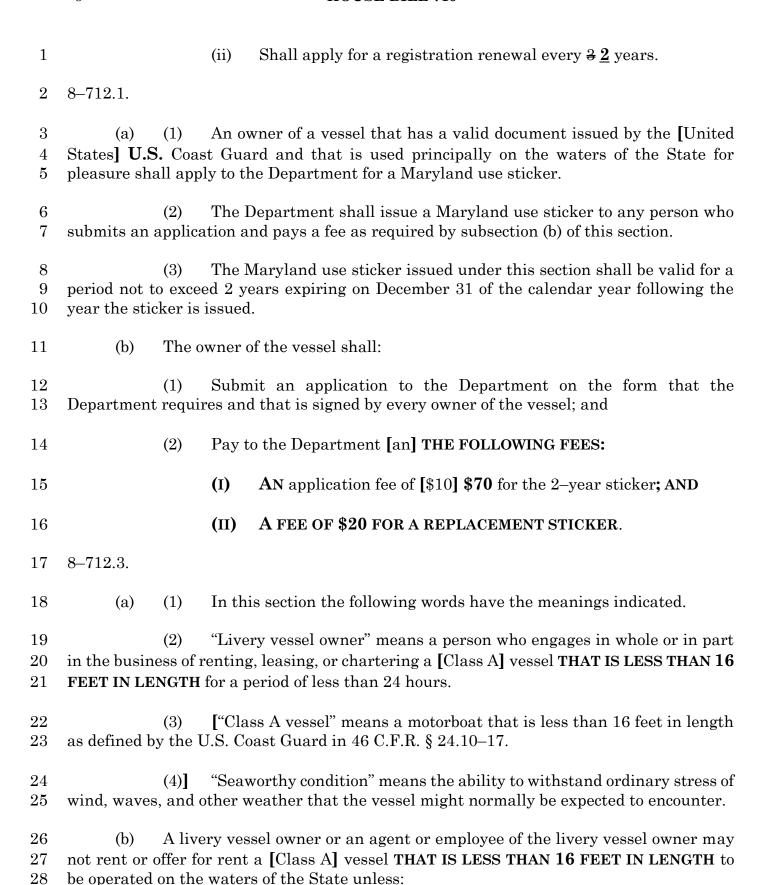
and

corporation.

- 1 (iii) Any water quality monitoring by the Department. 2 THE WATERWAY IMPROVEMENT FUND MAY FINANCE NOT MORE **(4)** 3 THAN 50% OF THE COSTS EXCEEDING: 4 (I)\$500,000 FOR CONSTRUCTION PROJECTS BENEFICIAL TO 5 THE BOATING PUBLIC; AND 6 (II)\$1,000,000 FOR MARINA CONSTRUCTION PROJECTS 7 BENEFICIAL TO THE GENERAL BOATING PUBLIC. 8 8–709. 9 Notwithstanding the provisions of subsection (a) of this section, in any fiscal 10 year the Department may expend from the Waterway Improvement Fund without legislative approval a total sum of not more than [\$225,000. Of this amount, a sum of not 11 12 more than \$125,000 may be expended for small projects under § 8–707(a)(3) and (4) of this subtitle] \$350,000 IN OPERATING FUNDS FOR SMALL PROJECTS, subject to the 13 limitation that a single project of this kind may not exceed [\$5,000] \$25,000 in cost to the 14 Waterway Improvement Fund, and a sum of not more than \$100,000 may be expended for 15 16 boating safety and education. 17 8-710.18 A manufacturer or dealer may not conduct [his] business in the State unless 19 licensed as a manufacturer or dealer [pursuant to] IN ACCORDANCE WITH regulations 20 ADOPTED BY the Department [adopts]. 21 Application for a manufacturer's or dealer's license is made on the form 22the Department prescribes and contains the name and address of the applicant. 23 **(2)** If the applicant is a partnership, the application shall include the name 24and address of each partner. 25 If the applicant is a corporation, the application shall contain the names 26 of the principal officers of the corporation, the state of incorporation, the addresses of every 27place where the business is conducted, the nature of the business, and any other 28information the Department requires. 29 **(4)** Every application shall be verified by oath or affirmation of the 30 applicant if an individual, or by the partner or officer if the applicant is a partnership or
- 32 **(5) (I)** A license fee [fixed by the Department not to exceed \$25] shall accompany every application.



FOR A CERTIFICATE OF NUMBER: but



- 1 (1) Each vessel is in seaworthy condition and equipped for the waters 2 where the vessel is intended to be used; and
- 3 (2) The livery vessel owner or agent or employee of the livery vessel owner 4 possesses a boating safety certificate approved by the Department.
- 5 **8–712.4**.
- 6 (A) (1) AN OWNER OF A VESSEL MAY APPLY TO THE DEPARTMENT FOR A 7 NONMOTORIZED VESSEL DECAL IF THE VESSEL IS:
- 8 (I) NOT EQUIPPED WITH PROPULSION MACHINERY;
- 9 (II) USED PRINCIPALLY ON THE WATERS OF THE STATE; AND
- 10 (III) NOT SUBJECT TO THE REQUIREMENTS OF § 8–712 OR § 11 8–712.1 OF THIS SUBTITLE.
- 12 (2) THE OWNER SHALL APPLY FOR A NONMOTORIZED VESSEL DECAL 13 ON A FORM APPROVED BY THE DEPARTMENT.
- 14 (B) A NONMOTORIZED VESSEL DECAL:
- 15 (1) IS VALID FOR A PERIOD NOT TO EXCEED 2 YEARS; AND
- 16 (2) EXPIRES ON DECEMBER 31 OF THE CALENDAR YEAR FOLLOWING 17 THE YEAR THE DECAL WAS ISSUED.
- 18 (C) THE FEE FOR A NONMOTORIZED VESSEL DECAL IS \$12.
- 19 **(D)** THE NONMOTORIZED VESSEL DECAL SHALL BE DISPLAYED ON THE 20 EXTERIOR OF THE VESSEL.
- 21 (E) WITHIN 30 DAYS AFTER THE SALE OR OTHER TRANSFER OF A VESSEL 22 DISPLAYING A NONMOTORIZED VESSEL DECAL UNDER THIS SECTION:
- 23 (1) THE TRANSFEROR SHALL GIVE NOTICE OF THE TRANSFER TO THE 24 DEPARTMENT ON A FORM THAT THE DEPARTMENT REQUIRES; AND
- 25 (2) If the transferee intends to continue to use the vessel
- 26 PRINCIPALLY ON THE WATERS OF THE STATE, THE TRANSFEREE MAY SUBMIT AN
- 27 APPLICATION FOR A NONMOTORIZED VESSEL DECAL AND PAY THE FEE REQUIRED
- 28 UNDER SUBSECTION (C) OF THIS SECTION.
- 29 8–714.

- 1 (c) **(1)** Each application for the manufacturer's or dealer's certificates of number shall be on forms the Department approves and be accompanied by a fee of [\$24] 3 **\$70**.
- 4 **(2)** The certificate of number issued under this section is valid for a period not to exceed 2 years and shall expire on December 31 of the calendar year following the year the certificate is issued.
- 7 8–716.

- 8 (b) The Department shall charge a [\$2] **\$20** fee to issue a certificate of title, a transfer of title, or a duplicate or corrected certificate of title.
- 10 (c) (1) Subject to the limitation under paragraph (3) of this subsection and except as provided in § 8–715(d) of this subtitle and in subsections (e) and (f) of this section, and in addition to the fees prescribed in subsection (b) of this section, an excise tax is levied at the rate of 5% of the fair market value of the vessel on:
- 14 (i) The issuance of every original certificate of title required for a 15 vessel under this subtitle;
- 16 (ii) The issuance of every subsequent certificate of title for the sale, 17 resale, or transfer of the vessel;
- 18 (iii) The sale within the State of every other vessel; and
- 19 (iv) The possession within the State of a vessel used or to be used 20 principally in the State.
- 21 (2) (I) Notwithstanding the provisions of this subsection, no tax is paid 22 on issuance of any certificate of title if the owner of the vessel for which a certificate of title 23 is sought was the owner of the vessel [prior to] **BEFORE** June 1, 1965, or paid Maryland 24 sales and use tax on the vessel as required by law at the time of acquisition.
- 25 (II) The Department may require the applicant for titling to submit 26 satisfactory proof that the applicant owned the vessel [prior to] BEFORE June 1, 1965.
- 27 (3) (i) Subject to subparagraph (ii) of this paragraph, the excise tax 28 imposed under this subsection may not exceed \$15,000 for any vessel.
- 29 (ii) The maximum amount of the excise tax imposed for any vessel 30 as specified in subparagraph (i) of this paragraph shall be increased by \$100 on:
 - 1. July 1, 2016; and

1			2. July 1 of each subsequent year.		
2	8–725.				
3	(c) [((1) In thi	is subsection, "personal flotation device" includes:		
4		(i)	A life jacket;		
5		(ii)	A life vest;		
6		(iii)	A life preserver;		
7		(iv)	A barefoot wet suit; or		
8		(v)	A trick skiing wet suit.		
9 10 11	(2)] A person who is in or over the waters of the State and is being towed behind a vessel must wear a personal flotation device, A BAREFOOT WET SUIT, OR A TRICK SKIING WET SUIT.				
12	8-725.9.				
13 14	_ ` ` /		TANDING ANY OTHER PROVISION OF THIS TITLE, THE ABLISH OR ALTER BY PUBLIC NOTICE:		
15 16 17	`	,	HE DEPARTMENT DETERMINES PUBLIC SAFETY IS AT RISK TO THE PUBLIC INTEREST TO DELAY ACTION, A SPEED ZONE		
18 19	WATERS;	(I)	A CONSTRUCTION PROJECT ON OR ADJACENT TO STATE		
20		(II)	A MARINE EVENT; OR		
21		(III)	AN ACCIDENT OR OTHER EMERGENT SITUATION; OR		
22 23 24	`	,	REA WHERE VESSEL MOVEMENT IS CONTROLLED, LIMITED, SIGNATED BY THE U.S. COAST GUARD OR ANOTHER FEDERAL		
25 26	(B) T SECTION.	`не D ера	RTMENT MAY ADOPT REGULATIONS TO IMPLEMENT THIS		
27	8–743.				

HOUSE BILL 719

1	(a) (1)	In th	is section the following words have the meanings indicated.			
2	(2)	"Chil	d" means an individual who is under the age of 13 years.			
3 4	(3) Guard approved	(3) "Personal flotation device" means a [Type I, II, III, or V U.S. Coast approved personal flotation device that is:				
5		(i)	The proper size for the child; and			
6 7	APPROVED BY	(ii) THE U. S	In good and serviceable condition] FLOTATION DEVICE THAT IS COAST GUARD.			
8	(4)	(i)	"Vessel" means:			
9			1. A vessel used for recreational purposes; or			
10 11	use.		2. A vessel leased, rented, or chartered for noncommercial			
12 13 14 15	under the command of an individual licensed by the U.S. Coast Guard to carry passengers for hire, or a vessel displaying a valid seafood harvester's license number while engaged in					
16 17 18 19	under 21 feet in length [while] IF there is [present in the vessel] a child [not] PRESENT IN THE VESSEL UNLESS THE CHILD IS wearing a personal flotation device [which] THAT is					
20		(I)	PROPERLY SIZED FOR THE CHILD;			
21		(II)	IN GOOD AND SERVICEABLE CONDITION; AND			
22		(III)	SECURELY and properly attached to the child.			
23 24 25	(i) of Article - Natural Resources of the Annotated Code of Maryland be renumbered to be					
26 27	SECTION October 1, 2025.		BE IT FURTHER ENACTED, That this Act shall take effect			