

HOUSE BILL 1084

M2

3lr2631
CF SB 634

By: **Delegates Adams, Anderton, Arentz, Hutchinson, Jacobs, and Otto**

Introduced and read first time: February 10, 2023

Assigned to: Ways and Means

Reassigned: Environment and Transportation, February 16, 2023

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 7, 2023

CHAPTER _____

1 AN ACT concerning

2 **Natural Resources – Oyster Inspection and Severance Taxes – Increase**

3 FOR the purpose of increasing the amount of the inspection tax levied on marketable
4 oysters shipped in the shell to any place outside the State; increasing the amount of
5 the severance tax levied on oysters caught within certain natural oyster bars;
6 repealing a certain requirement that a certain tax increase be used for the oyster
7 seed program in a certain manner; requiring that a certain amount of the severance
8 tax levied be ~~distributed to~~ used by certain county oyster committees; and generally
9 relating to oyster inspection and severance taxes.

10 BY repealing and reenacting, with amendments,
11 Article – Natural Resources
12 Section 4–1020(a) through (c)
13 Annotated Code of Maryland
14 (2018 Replacement Volume and 2022 Supplement)

15 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
16 That the Laws of Maryland read as follows:

17 **Article – Natural Resources**

18 4–1020.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

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



(a) (1) A separate permit shall be obtained for shipping each cargo, truckload, or other consignment of oysters in the shell out of the State.

(2) An inspection tax of [30 cents] \$1 per bushel shall be levied [upon] ON marketable oysters shipped in the shell to any place outside the State and shall be paid by the shipper.

(3) The tax imposed by this subsection shall be levied in addition to every other tax imposed on oysters.

(b) (1) (I) A severance tax of [\$1] \$2 per bushel shall be levied [upon] ON every bushel of oysters caught within the limits of the natural oyster bars of the State exclusive of the Potomac River.

(II) The oyster buyer or receiver shall pay the tax to the Department for deposit to the credit of the Fisheries Research and Development Fund.

(2) (I) This section does not prevent any person licensed to catch AND SELL oysters in the State from selling [his] **THE PERSON'S** oysters in the shell directly to a consumer in the State.

(II) 1. If the consumer is a licensed buyer of oysters, [he] **THE CONSUMER** shall assume the obligations placed by this subsection on the first buyer of the oysters to remit the tax to the Department. [However, if]

2. **IF** the consumer is not a licensed buyer of oysters, the seller of oysters shall assume this obligation.

(c) (1) All taxes collected under this section shall be credited to the Fisheries Research and Development Fund and used only for the repletion of the natural oyster bars of the State.

~~(2) The 10-CENT tax increase effective July 1, 1982, shall be used solely for the oyster seed program, with a minimum of [5 percent] 5% of the increase being used in each of the following counties:~~

~~(I) Anne Arundel;~~

~~(II) Calvert;~~

~~(III) Charles;~~

~~(IV) Dorchester;~~

~~(V) Kent;~~

~~(VI)~~ ~~Queen Anne's;~~

~~(VII)~~ ~~Somerset;~~

~~(VIII)~~ ~~St. Mary's;~~

~~(IX)~~ ~~Talbot; and~~

~~(X)~~ ~~Wicomico.~~

~~(3)~~ **(2)** OF THE SEVERANCE TAX COLLECTED UNDER SUBSECTION
(B) OF THIS SECTION, \$1 OF EACH \$2 COLLECTED SHALL BE ~~DISTRIBUTED TO~~ USED
BY THE COUNTY OYSTER COMMITTEES IN THE FOLLOWING COUNTIES FOR THE
REPLETION OF NATURAL OYSTER BARS LOCATED IN THE WATERS OF THE COUNTY:

(I) ANNE ARUNDEL;

(II) BALTIMORE;

~~(III)~~ (III) CALVERT;

~~(IV)~~ (IV) CHARLES;

~~(V)~~ (V) DORCHESTER;

~~(VI)~~ (VI) KENT;

~~(VII)~~ (VII) QUEEN ANNE'S;

~~(VIII)~~ (VIII) SOMERSET;

~~(IX)~~ (IX) ST. MARY'S;

~~(X)~~ (X) TALBOT; AND

~~(XI)~~ (XI) WICOMICO.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
1, 2023.