ESHB 1906 - S COMM AMD By Committee on Transportation

NOT CONSIDERED 03/07/2024

1 Strike everything after the enacting clause and insert the 2 following:

- 3 "Sec. 1. RCW 88.02.620 and 2023 c 374 s 23 are each amended to 4 read as follows:
- 5 (1) A vessel owner who is a nonresident person must obtain a 6 nonresident vessel permit on or before the 61st day of use in 7 Washington state if the vessel:
 - (a) Is currently registered or numbered under the laws of the state or country of principal operation, has been issued a valid number under federal law, or has a valid United States customs service cruising license issued under 19 C.F.R. Sec. 4.94; and
- 12 (b) Has been brought into Washington state for not more than six 13 months in any continuous 12-month period, and is used:
 - (i) For personal use; or

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- (ii) For the purposes of chartering a vessel with a captain or crew, as long as individual charters are for at least three or more consecutive days in duration. The permit also applies for the purposes of necessary transit to or from the start or end point of such a charter, but that transit time is not counted toward the duration of the charter.
- (2) In addition to the requirements in subsection (1) of this section, a nonresident vessel owner that is not a natural person, or a nonresident vessel owner who is a natural person who intends to charter the vessel with a captain or crew as provided in subsection (1)(b)(ii) of this section, may only obtain a nonresident vessel permit if:
- 27 (a) The vessel is at least 30 feet in length, but no more than ((200)) 300 feet in length;
- 29 (b) No Washington state resident owns the vessel or is a 30 principal, as defined in RCW 82.32.865, of the nonresident person 31 which owns the vessel; and

- 1 (c) The department of revenue has provided the nonresident vessel 2 owner written approval authorizing the permit as provided in RCW 3 82.32.865.
 - (3) A nonresident vessel permit:
 - (a) May be obtained from the department, county auditor or other agent, or subagent appointed by the director;
- 7 (b) Must show the date the vessel first came into Washington 8 state; and
 - (c) Is valid for two months.

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- 10 (4) The department, county auditor or other agent, or subagent 11 appointed by the director must collect the fee required in RCW 12 88.02.640(1)(i) when issuing nonresident vessel permits.
 - (5) A nonresident vessel permit is not required under this section if the vessel is used in conducting temporary business activity within Washington state.
 - (6) For any permits issued under this section to a nonresident vessel owner that is not a natural person, or for any permits issued to a natural person who intends to charter the vessel with a captain or crew as provided in subsection (1)(b)(ii) of this section, the department must maintain a record of the following information and provide it to the department of revenue quarterly or as otherwise mutually agreed to by the department and department of revenue:
 - (a) The name of the record owner of the vessel;
 - (b) The vessel's hull identification number;
 - (c) The amount of the fee paid under RCW 88.02.640(5);
 - (d) The date the vessel first entered the waters of this state;
 - (e) The expiration date for the permit; and
- 28 (f) Any other information mutually agreed to by the department 29 and department of revenue.
- 30 (7) The department must adopt rules to implement this section,
 31 including rules on issuing and displaying the nonresident vessel
 32 permit. Until May 1, 2025, the department must process the
 33 application for a nonresident vessel permit, with respect to a vessel
 34 that exceeds 200 feet in length, as if the vessel were 200 feet in
 35 length.
- 36 **Sec. 2.** RCW 88.02.640 and 2021 c 150 s 2 are each amended to read as follows:

1 (1) In addition to any other fees and taxes required by law, the 2 department, county auditor or other agent, or subagent appointed by 3 the director must charge the following vessel fees and surcharge:

4	FEE	AMOUNT	AUTHORITY	DISTRIBUTION
5	(a) Dealer temporary permit	\$5.00	RCW 88.02.800(2)	General fund
6	(b) Derelict vessel and	Subsection (3) of this	Subsection (3) of this	Subsection (3) of this
7	invasive species	section	section	section
8	removal			
9	(c) Derelict vessel removal	\$1.00	Subsection (4) of this	Subsection (4) of this
10	surcharge		section	section
11	(d) Duplicate certificate of	\$1.25	RCW 88.02.530(1)(c)	General fund
12	title			
13	(e) Duplicate registration	\$1.25	RCW 88.02.590(1)(c)	General fund
14	(f) Filing	RCW 46.17.005	RCW 88.02.560(2)	RCW 46.68.400
15	(g) License plate technology	RCW 46.17.015	RCW 88.02.560(2)	RCW 46.68.370
16	(h) License service	RCW 46.17.025	RCW 88.02.560(2)	RCW 46.68.220
17	(i) Nonresident vessel	Subsection (5) of this	RCW 88.02.620(4)	Subsection (5) of this
18	permit	section		section
19	(j) Quick title service	\$50.00	RCW 88.02.540(3)	Subsection (7) of this
20				section
21	(k) Registration	\$10.50	RCW 88.02.560(2)	RCW 88.02.650
22	(l) Replacement decal	\$1.25	RCW 88.02.595(1)(c)	General fund
23	(m) Service fee	RCW 46.17.040	RCW 88.02.515 and	RCW 46.17.040
24			88.02.560(2)	
25	(n) Title application	\$5.00	RCW 88.02.515	General fund
26	(o) Transfer	\$1.00	RCW 88.02.560(7)	General fund
27	(p) Vessel visitor permit	\$30.00	RCW 88.02.610(3)	Subsection (6) of this
28				section

(2) The five dollar dealer temporary permit fee required in subsection (1) of this section must be credited to the payment of registration fees at the time application for registration is made.

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(3) The derelict vessel and invasive species removal fee required in subsection (1) of this section is five dollars and must be distributed as follows:

1 (a) Two dollars must be deposited in the aquatic invasive species 2 management account created in RCW 77.135.200;

- (b) One dollar must be deposited into the aquatic algae control account created in RCW 43.21A.667; and
- (c) Two dollars must be deposited in the derelict vessel removal account created in RCW 79.100.100.
- (4) In addition to other fees required in this section, an annual derelict vessel removal surcharge of one dollar must be charged with each vessel registration. The surcharge is to address the significant backlog of derelict vessels accumulated in Washington waters that pose a threat to the health and safety of the people and to the environment and must be deposited into the derelict vessel removal account created in RCW 79.100.100.
 - (5) (a) The amount of the nonresident vessel permit fee is:
- 15 (i) For a vessel owned by a nonresident natural person, ((twenty-16 five dollars)) \$25; and
 - (ii) For a nonresident vessel owner that is not a natural person, the fee is equal to:
 - (A) ((Twenty-five dollars)) <u>\$25</u> per foot for vessels between ((thirty)) <u>30</u> and ((ninety-nine)) <u>99</u> feet in length;
 - (B) ((Thirty dollars)) \$30 per foot for vessels between ((one hundred)) 100 and ((one hundred twenty)) 120 feet in length; ((and))
 - (C) ((Thirty-seven dollars and fifty cents)) \$37.50 per foot for vessels between ((one hundred twenty-one)) 121 and ((two hundred)) 200 feet in length. The fee must be multiplied by the extreme length of the vessel in feet, rounded up to the nearest whole foot; and
 - (D) (I) \$100 per foot for vessels between 201 and 300 feet in length, except as provided in (a) (ii) (D) (II) of this subsection. The fee must be multiplied by the extreme length of the vessel in feet, rounded up to the nearest whole foot.
- 31 <u>(II) Until May 1, 2025, the fee for vessels between 201 and 300</u> 32 <u>feet in length is the same as that for a vessel 200 feet in length</u>.
 - (b) The fee must be paid by the vessel owner to the department. Any moneys remaining from the fee after the payment of costs to administer the permit must be allocated to counties by the state treasurer for approved boating safety programs under RCW 88.02.650.
 - (c) In addition to the applicable fees under this section, vessel owners who obtain a nonresident vessel permit for the purposes of chartering their vessel with a captain or crew are subject to use tax as provided in RCW 82.12.799.

- 1 (6) The ((thirty dollar)) \$30 vessel visitor permit fee must be distributed as follows:
- 3 (a) Five dollars must be deposited in the derelict vessel removal account created in RCW 79.100.100;
- 5 (b) The department may keep an amount to cover costs for 6 providing the vessel visitor permit;
- 7 (c) Any moneys remaining must be allocated to counties by the 8 state treasurer for approved boating safety programs under RCW 9 88.02.650; and
- 10 (d) Any fees required for licensing agents under RCW 46.17.005 11 are in addition to any other fee or tax due for the titling and 12 registration of vessels.
- 13 (7)(a) The ((fifty dollar)) \$50 quick title service fee must be distributed as follows:
- 15 (i) If the fee is paid to the director, the fee must be deposited to the general fund.
- (ii) If the fee is paid to the participating county auditor or other agent appointed by the director, ((twenty-five dollars)) \$25

 must be deposited to the general fund. The remainder must be retained by the county treasurer in the same manner as other fees collected by the county auditor.
- (iii) If the fee is paid to a subagent appointed by the director, ((twenty-five dollars)) \$25 must be deposited to the general fund. The remaining ((twenty-five dollars)) \$25 must be distributed as follows: ((Twelve dollars and fifty cents)) \$12.50 must be retained by the county treasurer in the same manner as other fees collected by the county auditor and ((twelve dollars and fifty cents)) \$12.50 must be retained by the subagent.
- 29 (b) For the purposes of this subsection, "quick title" has the 30 same meaning as in RCW 88.02.540.
- 31 (8) The department, county auditor or other agent, or subagent 32 appointed by the director shall charge the service fee under 33 subsection (1) (m) of this section beginning January 1, 2016.
- NEW SECTION. Sec. 3. Sections 1 and 2 of this act expire 35 December 31, 2026."

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On page 1, line 2 of the title, after "permits;" strike the remainder of the title and insert "amending RCW 88.02.620 and 88.02.640; and providing an expiration date."

 $\underline{\text{EFFECT:}}$ (1) Changes the nonresident vessel permit fee for a vessel between 201 and 300 feet in length from \$42 per foot to \$100 per foot.

(2) Changes the expiration date to December 31, 2026.

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