HOUSE BILL 1958

State of Washington 59th Legislature 2005 Regular Session

By Representatives Buck and B. Sullivan

Read first time 02/11/2005. Referred to Committee on Natural Resources, Ecology & Parks.

AN ACT Relating to extending the buyback program for certain limited fisheries that are set to expire at the end of 2005; and amending RCW 77.70.150, 77.70.190, 82.27.020, and 82.27.070.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 **Sec. 1.** RCW 77.70.150 and 2001 c 253 s 58 are each amended to read 6 as follows:

7 (1) A sea urchin dive fishery license is required to take sea 8 urchins for commercial purposes. A sea urchin dive fishery license 9 authorizes the use of only one diver in the water at any time during 10 sea urchin harvest operations. If the same vessel has been designated 11 on two sea urchin dive fishery licenses, two divers may be in the 12 water. A natural person may not hold more than two sea urchin dive 13 fishery licenses.

14 (2) Except as provided in subsection (6) of this section, the 15 director shall issue no new sea urchin dive fishery licenses. For 16 licenses issued for the year 2000 and thereafter, the director shall 17 renew existing licenses only to a natural person who held the license 18 at the end of the previous year. If a sea urchin dive fishery license 19 is not held by a natural person as of December 31, 1999, it is not 1 renewable. However, if the license is not held because of revocation 2 or suspension of licensing privileges, the director shall renew the 3 license in the name of a natural person at the end of the revocation or 4 suspension if the license holder applies for renewal of the license 5 before the end of the year in which the revocation or suspension ends.

6 (3) Where a licensee failed to obtain the license during the 7 previous year because of a license suspension or revocation by the 8 director or the court, the licensee may qualify for a license by 9 establishing that the person held such a license during the last year 10 in which the person was eligible.

(4) Surcharges as provided for in this section shall be collected 11 and deposited into the sea urchin dive fishery account hereby created 12 13 in the custody of the state treasurer. Only the director or the 14 director's designee may authorize expenditures from the account. The sea urchin dive fishery account is subject to allotment procedures 15 under chapter 43.88 RCW, but no appropriation is required for 16 expenditures. Expenditures from the account shall only be used to 17 retire sea urchin licenses until the number of licenses is reduced to 18 twenty-five, and thereafter shall only be used for sea urchin 19 management and enforcement. 20

(a) A surcharge of one hundred dollars shall be charged with each
sea urchin dive fishery license renewal for licenses issued in 2000
through ((2005)) 2010.

(b) For licenses issued for the year 2000 and thereafter, a surcharge shall be charged on the sea urchin dive fishery license for designating an alternate operator. The surcharge shall be as follows: Five hundred dollars for the first year or each of the first two consecutive years after 1999 that any alternate operator is designated and two thousand five hundred dollars each year thereafter that any alternate operator is designated.

(5) Sea urchin dive fishery licenses are transferable. After December 31, 1999, there is a surcharge to transfer a sea urchin dive fishery license. The surcharge is five hundred dollars for the first transfer of a license valid for calendar year 2000, and two thousand five hundred dollars for any subsequent transfer, whether occurring in the year 2000 or thereafter. Notwithstanding this subsection, a onetime transfer exempt from surcharge applies for a transfer from the

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natural person licensed on January 1, 2000, to that person's spouse or child.

3 (6) If fewer than twenty-five natural persons are eligible for sea 4 urchin dive fishery licenses, the director may accept applications for 5 new licenses. The additional licenses may not cause more than twenty-6 five natural persons to be eligible for a sea urchin dive fishery 7 license. New licenses issued under this section shall be distributed 8 according to rules of the department that recover the value of such 9 licensed privilege.

10 **Sec. 2.** RCW 77.70.190 and 2001 c 253 s 59 are each amended to read 11 as follows:

(1) A sea cucumber dive fishery license is required to take sea cucumbers for commercial purposes. A sea cucumber dive fishery license authorizes the use of only one diver in the water at any time during sea cucumber harvest operations. If the same vessel has been designated on two sea cucumber dive fishery licenses, two divers may be in the water. A natural person may not hold more than two sea cucumber dive fishery licenses.

19 (2) Except as provided in subsection (6) of this section, the director shall issue no new sea cucumber dive fishery licenses. For 20 21 licenses issued for the year 2000 and thereafter, the director shall renew existing licenses only to a natural person who held the license 22 at the end of the previous year. If a sea cucumber dive fishery 23 license is not held by a natural person as of December 31, 1999, it is 24 However, if the license is not held because of 25 not renewable. 26 revocation or suspension of licensing privileges, the director shall renew the license in the name of a natural person at the end of the 27 revocation or suspension if the license holder applies for renewal of 28 the license before the end of the year in which the revocation or 29 30 suspension ends.

31 (3) Where a licensee failed to obtain the license during either of 32 the previous two years because of a license suspension by the director 33 or the court, the licensee may qualify for a license by establishing 34 that the person held such a license during the last year in which the 35 person was eligible.

36 (4) Surcharges as provided for in this section shall be collected37 and deposited into the sea cucumber dive fishery account hereby created

in the custody of the state treasurer. Only the director or the 1 2 director's designee may authorize expenditures from the account. The sea cucumber dive fishery account is subject to allotment procedures 3 under chapter 43.88 RCW, but no appropriation is required for 4 5 expenditures. Expenditures from the account shall only be used to retire sea cucumber licenses until the number of licenses is reduced to б 7 twenty-five, and thereafter shall only be used for sea cucumber 8 management and enforcement.

9 (a) A surcharge of one hundred dollars shall be charged with each 10 sea cucumber dive fishery license renewal for licenses issued in 2000 11 through ((2005)) <u>2010</u>.

(b) For licenses issued for the year 2000 and thereafter, a surcharge shall be charged on the sea cucumber dive fishery license for designating an alternate operator. The surcharge shall be as follows: Five hundred dollars for the first year or each of the first two consecutive years after 1999 that any alternate operator is designated and two thousand five hundred dollars each year thereafter that any alternate operator is designated.

(5) Sea cucumber dive fishery licenses are transferable. After 19 20 December 31, 1999, there is a surcharge to transfer a sea cucumber dive 21 fishery license. The surcharge is five hundred dollars for the first 22 transfer of a license valid for calendar year 2000 and two thousand 23 five hundred dollars for any subsequent transfer whether occurring in 24 the year 2000 or thereafter. Notwithstanding this subsection, a one-25 time transfer exempt from surcharge applies for a transfer from the natural person licensed on January 1, 2000, to that person's spouse or 26 27 child.

(6) If fewer than twenty-five persons are eligible for sea cucumber dive fishery licenses, the director may accept applications for new licenses. The additional licenses may not cause more than twenty-five natural persons to be eligible for a sea cucumber dive fishery license. New licenses issued under this section shall be distributed according to rules of the department that recover the value of such licensed privilege.

35 **Sec. 3.** RCW 82.27.020 and 2001 c 320 s 9 are each amended to read 36 as follows:

37 (1) In addition to all other taxes, licenses, or fees provided by

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law there is established an excise tax on the commercial possession of 1 2 enhanced food fish as provided in this chapter. The tax is levied upon and shall be collected from the owner of the enhanced food fish whose 3 possession constitutes the taxable event. The taxable event is the 4 5 first possession in Washington by an owner after the enhanced food fish has been landed. Processing and handling of enhanced food fish by a 6 7 person who is not the owner is not a taxable event to the processor or 8 handler.

9 (2) A person in possession of enhanced food fish and liable to this 10 tax may deduct from the price paid to the person from which the 11 enhanced food fish (except oysters) are purchased an amount equal to a 12 tax at one-half the rate levied in this section upon these products.

(3) The measure of the tax is the value of the enhanced food fishat the point of landing.

15 (4) The tax shall be equal to the measure of the tax multiplied by 16 the rates for enhanced food fish as follows:

(a) Chinook, coho, and chum salmon and anadromous game fish: Fiveand twenty-five one-hundredths percent;

(b) Pink and sockeye salmon: Three and fifteen one-hundredthspercent;

(c) Other food fish and shellfish, except oysters, sea urchins, and sea cucumbers: Two and one-tenth percent;

23 (d) Oysters: Eight one-hundredths of one percent;

(e) Sea urchins: Four and six-tenths percent through December 31,
 ((2005)) 2010, and two and one-tenth percent thereafter; and

26 (f) Sea cucumbers: Four and six-tenths percent through December
27 31, ((2005)) 2010, and two and one-tenth percent thereafter.

(5) An additional tax is imposed equal to the rate specified in RCW
 82.02.030 multiplied by the tax payable under subsection (4) of this
 section.

31 **Sec. 4.** RCW 82.27.070 and 2003 c 39 s 46 are each amended to read 32 as follows:

All taxes collected by the department of revenue under this chapter shall be deposited in the state general fund except for the excise tax on anadromous game fish, which shall be deposited in the wildlife fund, and, during the period January 1, 2000, to December 31, ((2005)) 2010, twenty-five forty-sixths of the revenues derived from the excise tax on sea urchins collected under RCW 82.27.020 shall be deposited into the sea urchin dive fishery account created in RCW 77.70.150, and twentyfive forty-sixths of the revenues derived from the excise tax on sea cucumbers collected under RCW 82.27.020 shall be deposited into the sea cucumber dive fishery account created in RCW 77.70.190.

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