## SUBSTITUTE HOUSE BILL 1906

State of Washington68th Legislature2024Regular SessionBy House Transportation (originally sponsored by Representatives<br/>Chapman, Barkis, Bronoske, Reed, Ryu, and Reeves)by Representatives

READ FIRST TIME 01/22/24.

AN ACT Relating to the vessel length requirement in obtaining nonresident vessel permits; amending RCW 88.02.620 and 88.02.640; and providing an expiration date.

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

5 Sec. 1. RCW 88.02.620 and 2023 c 374 s 23 are each amended to 6 read as follows:

7 (1) A vessel owner who is a nonresident person must obtain a
8 nonresident vessel permit on or before the 61st day of use in
9 Washington state if the vessel:

10 (a) Is currently registered or numbered under the laws of the 11 state or country of principal operation, has been issued a valid 12 number under federal law, or has a valid United States customs 13 service cruising license issued under 19 C.F.R. Sec. 4.94; and

14 (b) Has been brought into Washington state for not more than six 15 months in any continuous 12-month period, and is used:

16 (i) For personal use; or

(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 1 such a charter, but that transit time is not counted toward the 2 duration of the charter.

3 (2) In addition to the requirements in subsection (1) of this 4 section, a nonresident vessel owner that is not a natural person, or 5 a nonresident vessel owner who is a natural person who intends to 6 charter the vessel with a captain or crew as provided in subsection 7 (1)(b)(ii) of this section, may only obtain a nonresident vessel 8 permit if:

9 (a) The vessel is at least 30 feet in length, but no more than 10 ((<del>200</del>)) <u>300</u> feet in length;

(b) No Washington state resident owns the vessel or is a principal, as defined in RCW 82.32.865, of the nonresident person which owns the vessel; and

14 (c) The department of revenue has provided the nonresident vessel 15 owner written approval authorizing the permit as provided in RCW 16 82.32.865.

(3) A nonresident vessel permit:

(a) May be obtained from the department, county auditor or otheragent, or subagent appointed by the director;

20 (b) Must show the date the vessel first came into Washington 21 state; and

22 (c) Is valid for two months.

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(4) The department, county auditor or other agent, or subagent
appointed by the director must collect the fee required in RCW
88.02.640(1)(i) when issuing nonresident vessel permits.

26 (5) A nonresident vessel permit is not required under this 27 section if the vessel is used in conducting temporary business 28 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:

36 (a) The name of the record owner of the vessel;

37 (b) The vessel's hull identification number;

38 (c) The amount of the fee paid under RCW 88.02.640(5);

39 (d) The date the vessel first entered the waters of this state;

40 (e) The expiration date for the permit; and

1 (f) Any other information mutually agreed to by the department 2 and department of revenue.

3 (7) The department must adopt rules to implement this section, 4 including rules on issuing and displaying the nonresident vessel 5 permit.

6 **Sec. 2.** RCW 88.02.640 and 2021 c 150 s 2 are each amended to 7 read as follows:

8 (1) In addition to any other fees and taxes required by law, the 9 department, county auditor or other agent, or subagent appointed by 10 the director must charge the following vessel fees and surcharge:

11	FEE	AMOUNT	AUTHORITY	DISTRIBUTION
12	(a) Dealer temporary permit	\$5.00	RCW 88.02.800(2)	General fund
13 14	(b) Derelict vessel and invasive species	Subsection (3) of this section	Subsection (3) of this section	Subsection (3) of this section
15 16 17	removal (c) Derelict vessel removal surcharge	\$1.00	Subsection (4) of this section	Subsection (4) of this section
18 19	(d) Duplicate certificate of title	\$1.25	RCW 88.02.530(1)(c)	General fund
20	(e) Duplicate registration	\$1.25	RCW 88.02.590(1)(c)	General fund
21	(f) Filing	RCW 46.17.005	RCW 88.02.560(2)	RCW 46.68.400
22	(g) License plate technology	RCW 46.17.015	RCW 88.02.560(2)	RCW 46.68.370
23	(h) License service	RCW 46.17.025	RCW 88.02.560(2)	RCW 46.68.220
24 25	(i) Nonresident vessel permit	Subsection (5) of this section	RCW 88.02.620(4)	Subsection (5) of this section
26 27	(j) Quick title service	\$50.00	RCW 88.02.540(3)	Subsection (7) of this section
28	(k) Registration	\$10.50	RCW 88.02.560(2)	RCW 88.02.650
29	(l) Replacement decal	\$1.25	RCW 88.02.595(1)(c)	General fund
30 31	(m) Service fee	RCW 46.17.040	RCW 88.02.515 and 88.02.560(2)	RCW 46.17.040
32	(n) Title application	\$5.00	RCW 88.02.515	General fund
33	(o) Transfer	\$1.00	RCW 88.02.560(7)	General fund

section

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3 (2) The five dollar dealer temporary permit fee required in subsection (1) of this section must be credited to the payment of 4 registration fees at the time application for registration is made. 5 6 (3) The derelict vessel and invasive species removal fee required 7 in subsection (1) of this section is five dollars and must be distributed as follows: 8 9 (a) Two dollars must be deposited in the aquatic invasive species management account created in RCW 77.135.200; 10 11 (b) One dollar must be deposited into the aquatic algae control 12 account created in RCW 43.21A.667; and (c) Two dollars must be deposited in the derelict vessel removal 13 account created in RCW 79.100.100. 14 15 (4) In addition to other fees required in this section, an annual 16 derelict vessel removal surcharge of one dollar must be charged with each vessel registration. The surcharge is to address the significant 17 backlog of derelict vessels accumulated in Washington waters that 18 pose a threat to the health and safety of the people and to the 19 environment and must be deposited into the derelict vessel removal 20 21 account created in RCW 79.100.100. 22 (5) (a) The amount of the nonresident vessel permit fee is: 23 (i) For a vessel owned by a nonresident natural person, ((twentyfive dollars)) \$25; and 24 25 (ii) For a nonresident vessel owner that is not a natural person, the fee is equal to: 26 27 (A) ((<del>Twenty-five dollars</del>)) \$25 per foot for vessels between ((thirty)) 30 and ((ninety-nine)) 99 feet in length; 28 29 (B) ((Thirty dollars)) \$30 per foot for vessels between ((one hundred)) <u>100</u> and ((one hundred twenty)) <u>120</u> feet in length; ((and)) 30 31 (C) ((Thirty-seven dollars and fifty cents)) \$37.50 per foot for 32 vessels between ((one hundred twenty-one)) <u>121</u> and ((two hundred)) 33 200 feet in length. The fee must be multiplied by the extreme length 34 of the vessel in feet, rounded up to the nearest whole foot; and (D) \$42 per foot for vessels between 201 and 300 feet in length. 35 36 The fee must be multiplied by the extreme length of the vessel in 37 feet, rounded up to the nearest whole foot. (b) The fee must be paid by the vessel owner to the department. 38 Any moneys remaining from the fee after the payment of costs to 39 p. 4 SHB 1906

administer the permit must be allocated to counties by the state
 treasurer for approved boating safety programs under RCW 88.02.650.

3 (c) In addition to the applicable fees under this section, vessel 4 owners who obtain a nonresident vessel permit for the purposes of 5 chartering their vessel with a captain or crew are subject to use tax 6 as provided in RCW 82.12.799.

7 (6) The ((thirty dollar)) \$30 vessel visitor permit fee must be
8 distributed as follows:

9 (a) Five dollars must be deposited in the derelict vessel removal 10 account created in RCW 79.100.100;

11 (b) The department may keep an amount to cover costs for 12 providing the vessel visitor permit;

13 (c) Any moneys remaining must be allocated to counties by the 14 state treasurer for approved boating safety programs under RCW 15 88.02.650; and

16 (d) Any fees required for licensing agents under RCW 46.17.005 17 are in addition to any other fee or tax due for the titling and 18 registration of vessels.

19 (7) (a) The ((fifty dollar)) \$50 quick title service fee must be 20 distributed as follows:

(i) If the fee is paid to the director, the fee must be depositedto the general fund.

(ii) If the fee is paid to the participating county auditor or other agent appointed by the director, ((twenty-five dollars)) <u>\$25</u> 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)) <u>\$25</u> must be deposited to the general fund. The remaining ((twenty-five dollars)) <u>\$25</u> must be distributed as follows: ((Twelve dollars and fifty cents)) <u>\$12.50</u> 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)) <u>\$12.50</u> must be retained by the subagent.

35 (b) For the purposes of this subsection, "quick title" has the 36 same meaning as in RCW 88.02.540.

37 (8) The department, county auditor or other agent, or subagent
 38 appointed by the director shall charge the service fee under
 39 subsection (1) (m) of this section beginning January 1, 2016.

- 1 <u>NEW SECTION.</u> Sec. 3. Sections 1 and 2 of this act expire
- 2 January 1, 2029.

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