



## 114th MAINE LEGISLATURE

## **SECOND REGULAR SESSION - 1990**

## **Legislative Document**

No. 1998

## H.P. 1429

House of Representatives, December 18, 1989

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 26.

Received by the Clerk of the House on December 18, 1989. Referred to the Committee on Fisheries and Wildlife and 1600 ordered printed pursuant to Joint Rule 14.

EDWIN H. PERT, Clerk

Presented by Representative FOSS of Yarmouth. Cosponsored by Senator CLARK of Cumberland.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND NINETY

An Act to Ensure Equal Access for Commercial Outfitters to Maine's Natural River Resources.

2	Be it enacted by the People of the State of Maine as follows:
2	Sec. 1. 12 MRSA §7365, sub-§2-A, as enacted by PL 1985, c.
4	669, is repealed and the following enacted in its place:
б	<u>2-A. Insurance requirements. All outfitters shall carry liability insurance covering the operation of whitewater trips</u>
8	and motor vehicles carrying passengers. The department shall establish, by rule, the minimum limits of liability insurance.
10	establish, by fule, the minimum limits of liability insurance.
10	Sec. 2. 12 MRSA §7365, sub-§2-B is enacted to read:
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]4	2-B. Bond requirement. All outfitters shall post a surety bond with the department in the amount of \$5,000. The department
16	may levy against a bond to cover unrefunded deposits of customers of an outfitter and to satisfy unpaid penalties assessed against an outfitter under this chapter.
18	an <u>outritter under this chapter.</u>
1.5	Sec. 3. 12 MRSA §7365, sub-§6, as enacted by PL 1983, c. 502,
20	$\S4$ , is repealed and the following enacted in its place:
22	<b>6. Sale of business.</b> An outfitter may sell its business complete with any allocation held by the outfitter. The sale,
24	transfer or assignment of an allocation, or any portion of an allocation, without the simultaneous sale, transfer or assignment
26	of an outfitter's business assets is prohibited.
28	Sec. 4. 12 MRSA §7365, sub-§7, as amended by PL 1983, c. 786,
20	1, is repealed and the following enacted in its place:
30	7. Affiliated outfitters. Affiliated outfitters may not be
32	licensed by the department for operations on any river in the
34	<u>State which requires a license. Operation of an affiliated</u> outfitter by an outfitter is prohibited and is subject to penalty
51	under section 7370-A.
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	Sec. 5. 12 MRSA §7367, sub-§5, as enacted by PL 1983, c. 502,
38	$\S4$ , is repealed and the following enacted in its place:
40	5. Order of launch. Launch order of commercial outfitters
10	on rivers requiring allocations shall be determined, supervised
42	<u>and enforced by the department to protect public health and safety.</u>
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4.0	A. On or before December 1st annually, the department shall
46	determine the order of launch schedule for each allocated
48	river through a random drawing of all outfitters holding allocations for an allocated river. The department shall publish this schedule when the final allocations are
50	published.

<u>B. The sale, transfer or assignment of a launch order position by an outfitter is prohibited.</u>

C. The department may require compliance with the launch order schedule on allocated days and on other days when necessary to protect public health and safety. Failure to comply with the launch order schedule shall subject an outfitter to the penalties of section 7370-A.

Sec. 6. 12 MRSA §7368, sub-§1, as enacted by PL 1983, c. 502, §4, is amended to read:

 Findings and goals. Increased use has resulted in increased environmental impact on the Kennebec and , West Branch Penobscot and Dead Rivers, as well as on their valleys, nearby roads and the social structure of the areas. Recreational use limits are necessary to allow for rafting use and other competing uses, such as fishing, camping and canoeing, while minimizing detrimental impacts and maintaining the opportunity for a quality wilderness experience for rafters and for other users.

22 Sec. 7. 12 MRSA §7368, sub-§2-A, ¶B, as enacted by PL 1985, c. 571, §3, is àmended to read:

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B. Sundays: No-limit-set 800 commercial passengers; and

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Sec. 8. 12 MRSA §7368, sub-§§4 and 5 are enacted to read:

4. Dead River. The recreational use limit for the Dead
30 River between the confluence of the Dead River and Spencer Stream
and the confluence of the Dead River and the Kennebec River is
32 specified as follows. Noncommercial recreational use is not
limited. The commercial limit is 1,000 commercial passengers a
34 day, any day.

 36 5. Limit of 80 passengers. Outfitters are limited to 80 passengers per river per day on rapidly flowing rivers not
 38 requiring allocations and on nonallocated days on the Kennebec, West Branch Penobscot and Dead Rivers.

Sec. 9. 12 MRSA §7369, as amended by PL 1989, c. 493, §§26 42 and 27, is repealed.

44 Sec. 10. 12 MRSA §7369-B is enacted to read:

46 §7369-B. Allocation required

 48 1. Allocations required. Except as provided in subsection 9, operation of a commercial whitewater trip on the sections of 50 the Kennebec, West Branch Penobscot and Dead Rivers identified in section 7368 without an allocation or in excess of an allocation 52 is prohibited.

2	2. Qualifications for allocations. Subject to subsection 9, any outfitter that holds a Maine commercial whitewater
4	outfitter's license, provides proof of liability insurance as
6	required by the department and posts a bond with the department may apply for an allocation. An outfitter may apply for
8	allocations on any combination of rivers requiring allocations.
	3. Term of allocation. Allocations are valid for a period
10	of one year from the date of final award by the department.
12	4. Applications for allocations. An outfitter shall submit
	a separate application for each river for which an allocation is
14	sought. Applications must be submitted on or before October 15th
•	in the year preceding the year for which an allocation is
1.6	sought. The application fee for each allocated river is \$25.
1.8	5. Allocation procedure. The department shall award to
	each qualified applicant an allocation for each allocated river
20	equal to the number obtained by dividing the recreational use limit for the allocated river by the number of qualified
22	applicants for the allocated river.
24	A. The department shall publish initial allocation awards
	on or before November 1st.
26	on of before november ist.
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	B. Following the initial allocation award, an outfitter
28	<u>seeking less than the initial allocation award shall have</u>
	<u>until November 15th in which to return all or any portion of</u>
30	that outfitter's initial allocation to the department.
32	C. The department shall calculate the final allocation
0.0	awards by dividing the total of returned allocations by the
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2.4	number of outfitters seeking the maximum available
	allocation. If there are no returned allocation awards, the
36	initial allocation awards become the final allocation
	<u>awards. The department shall publish the final allocation</u>
38	<u>awards on or before December 1st.</u>
4()	D. In calculating the final allocation awards, the
·	department shall round up awards not ending in the numbers
42	<u>zero or 5 to the next nearest number ending in zero or 5.</u>
	The department may exceed the recreational use limit for an
44	allocated river in rounding up the final allocation awards.
н. <del>Г</del> .	arrocated river in rounding up the tinal allocation awards.
46	E. There is no maximum allocation limit per outfitter.
4.8	6. Concurrent allocations. The department may not award
	concurrent allocations to outfitters on the Kennebec and
ΕO	
50	Penobscot Rivers when the number of qualified outfitters applying
	for allocations on either or both rivers produces initial
52	<u>outfitter allocation awards below 40 passengers per river. The</u>

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department shall notify outfitters of the ban on concurrent allocations on or before October 20th. Outfitters must then notify the department of their choice of river on or before October 25th.

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7. Allocation fee; user fee. The allocation fee is \$100 for each allocated river, payable to the department on or before December 31st. The user fee for each passenger carried by an outfitter on any rapidly flowing river is \$1 per passenger, payable monthly to the department on or before the 10th day following the month in which the passengers were carried.

8. Reporting. Each outfitter shall report monthly to the department the number of passengers carried each day on each river. Inaccurate reporting or failure to report may subject the outfitter to the penalties in section 7370-A.

 9. Disgualification from allocations. The department shall establish by rule a point system in which to evaluate the qualifications of an outfitter for allocations subsequent to the outfitter's first allocation. The purpose of this section is to ensure that an outfitter that fails to utilize previous allocations efficiently or safely may be disgualified from a subsequent allocation for a limited period. The following are the only categories that the department shall include in rules under this section.

28A. An outfitter that did not efficiently use an allocation<br/>from the preceding year shall receive points on its record.30The rules must permit an outfitter to offset points for low<br/>use on allocated days with high use on nonallocated days on32the same river. Evaluation of an outfitter's efficient use<br/>of a previous allocation must be computed as a percentage of34all outfitter use on the allocated river in the same year.

36 B. An outfitter with safety violations from the preceding year shall receive points on its record.

40 C. The department shall establish a schedule with 40 disqualification periods of one, 2 or 3 years based on the number of points accumulated by an outfitter in the previous 42 season.

44 10. Allocated days. On the West Branch Penobscot and Kennebec Rivers, allocations are required on Saturdays and
46 Sundays for the period from the 4th Saturday in June to the first Sunday in September. On the Dead River, allocations are required
48 for any day on which scheduled water releases exceed 3,500 cubic feet per second. If the department determines that commercial
50 use has met or will soon meet the recreational use limit for any other day on these rivers, the department shall provide by rule
52 for allocations for any such day.

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4	STATEMENT OF FACT
6	This bill makes several changes in the law governing commercial whitewater outfitters. The bill:
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10	<ol> <li>Eliminates the waiver of liability insurance provision and requires that all outfitters carry liability insurance and post a bond with the State;</li> </ol>
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14	<ol> <li>Eliminates restrictions on the sale of an outfitter's business since the annual allocation established in this bill would be of minimal market value;</li> </ol>
1.6	
1.8	3. Eliminates the so-called "affiliated companies" loophole;
20	4. Modifies the order of launch provision by establishing an annual random drawing system to determine launch positions;
22	5. Establishes a 1,000-person commercial use limit on the Dead River;
24	6. Establishes an 800-person commercial use limit for
26	Sundays on the Kennebec River;
28	7. Establishes a new allocation system by dividing up positions equally among all the qualified applicants. The system
30	includes an objective point system to ensure that outfitters meet established guidelines in filling allocations. The allocation
32	period is also reduced in the bill;
34	8. Eliminates the so-called "emergency swap" loophole which permits outfitters to shift allocated Penobscot River trips and
36	unallocated Dead River trips over to the Kennebec River when water conditions are not suitable for rafting; and
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40	9. Eliminates the provision which allows an outfitter to exceed an allocation because the outfitter is overbooked.

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