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WEST VIRGINIA LEGISLATURE

REGULAR SESSION, 1992

ENROLLED
Com. Sub. for Com. Sub. for
SENATE BILL NO. 280

(By Senators Snackenrick & Halliday)

PASSED <u>March</u> 1992 In Effect <u>May 2, 1992</u> Passage

ENROLLED

COMMITTEE SUBSTITUTE FOR $\begin{tabular}{ll} FOR \\ COMMITTEE SUBSTITUTE \\ FOR \\ \end{tabular}$

Senate Bill No. 280

(SENATORS BRACKENRICH AND HOLLIDAY, original sponsors)

[Passed March 7, 1992; to take effect May 2, 1992.]

AN ACT to amend and reenact section twenty-three-a, article two, chapter twenty of the code of West Virginia, one thousand nine hundred thirty-one, as amended; and to further amend said article by adding thereto three new sections, designated sections twenty-three-b, twenty-three-c and twenty-three-d, relating to creating a whitewater commission within the division of natural resources; powers and duties; providing minimum use allocations for whitewater outfitters; providing civil and criminal penalties for violations; determinations based on prior enactments to remain in effect until amended; creating special revenue accounts; dedicating certain fees for whitewater purposes; bonds; revocation of licenses; and license carrying requirements.

Be it enacted by the Legislature of West Virginia:

That section twenty-three-a, article two, chapter twenty of the code of West Virginia, one thousand nine hundred

thirty-one, as amended, be amended and reenacted; and that said article be further amended by adding thereto three new sections, designated sections twenty-three-b, twenty-three-c and twenty-three-d, to read as follows:

ARTICLE 2. WILDLIFE RESOURCES.

§20-2-23a. Whitewater commission; powers and duties of commission and division of natural resources: allocations: civil and criminal penalties for violations.

(a) There is hereby created a whitewater commis-1 2 sion within the division of natural resources. The 3 commission shall consist of the director of the division 4 of natural resources or his or her designee: the director of the division of parks and tourism or his or 6 her designee; three representatives of private river users who have no affiliation with any commercial 8 river enterprise to be appointed by the governor: 9 Provided, That no more than one representative of the 10 private river users may be from each whitewater 11 zone; and four persons representing four different 12 licensed commercial whitewater outfitters currently 13 operating within the state to be appointed by the 14 governor. The superintendent of the New River Gorge 15 national park or his or her designee, shall be a 16 nonvoting member of the commission. All appointed 17 members of the commission shall be citizens and 18 residents of West Virginia. Of the four representatives 19 of commercial outfitters, two persons shall represent 20 the small commercial whitewater outfitters in West 21 Virginia who have a single license. The director of the 22 division of natural resources shall serve as chairperson 23 of the commission. Of the seven members of the 24 commission first appointed by the governor, two shall 25 be appointed for a term of one year, two for a term of 26 two years and three for a term of three years. There-2.7 after, the terms of all appointed members of the 28 commission are for three years. Members shall serve 29 until their successors have been appointed and any 30 vacancy in the office of a member shall be filled by appointment for the unexpired term. Members repre-32 senting commercial outfitters who have served at least

- 33 two years on the commission are not eligible for 34 reappointment to a successive term.
- 35 (b) The commission has the following powers and 36 duties:
- 37 (1) To investigate and study commercial whitewater 38 rafting, outfitting and activities related thereto which 39 take place along the rivers or waters of the state;
- 40 (2) To designate any such rivers or waters or any 41 portions thereof as "whitewater zones" for which 42 commercial whitewater rafting, outfitting and activities are to be investigated and studied, and to determine the order and the periods of time within which 45 the investigations and studies are to be conducted. The 46 commission shall first investigate and study those 47 whitewater zones which it finds to present serious 48 problems requiring immediate regulation, including 49 without limitation, safety hazards and problems of 50 overcrowding or environmental misuse;
- 51 (3) To restrict, deny or postpone the issuance of 52 licenses to additional commercial whitewater outfitters 53 seeking to operate in areas and portions of rivers and 54 waters in this state designated whitewater zones by 35 action of the director of the division of natural 56 resources as authorized under prior enactment of this 57 section and so designated by the filing of a written 38 notice entered upon the records of the division containing the designation and reasonable description of 59 the whitewater zone;
- 61 (4) To commission a three-year study to determine 62 the physical carrying capacity for the New, Gauley, 63 Cheat, Shenandoah and Tygart rivers and how each 64 relates to the overall economic impact of the state and 65 the safety of the general public: *Provided*, That if, 66 during the three-year study period, the commission 67 deems that overcrowding is not a problem on any 68 whitewater zone, then it may issue a license;
- 69 (5) Based on the findings of the three-year study of 70 carrying capacity, to formulate rational criteria for an 71 allocation methodology including, but not limited to, a

72 minimum allocation for each river studied;

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- 73 (6) To implement the allocation methodology, which 74 shall be implemented by the commission at the 75 conclusion of the three-year study period and not later 76 than the first day of July, one thousand nine hundred 77 ninety-five, by rules promulgated pursuant to chapter 78 twenty-nine-a of this code;
- (7) To determine administrative policies relating to 80 regulation of the whitewater industry and to administer such policies, except that the commission shall 82 delegate to the director of the division of natural 83 resources or his or her designee the authority to administer the day-to-day responsibilities of the commission pursuant to this section and may vest in 85 86 the director of the division of natural resources or his 87 or her designee the authority to make determinations with respect to which it is not practicable to convene 88 or to poll the commission, within guidelines established by the commission:
- 91 (8) To review all contracts or agreements with governmental agencies related to whitewater studies or regulation, and any negotiations related thereto;
- 94 (9) To verify reports by outfitters of numbers of river users and guides and to establish a system for 95 96 reporting, prior to the departure of any craft, the 97 number of river users and guides on each whitewater 98 expedition;
- 99 (10) To regulate the issuance, transfer, and renewal of licenses. However, licenses issued to commercial 100 whitewater outfitters or use allocations or other 101 privileges conferred by a license may be transferred. 102103 sold, offered as security to financial institutions or 104 otherwise encumbered, upon notice in writing to the 105 commission and the director of the division of natural 106 resources, subject to the following limitations: (i) The 107 commission may refuse a transfer upon a finding that 108 there is reasonable cause to believe that the safety of 109 members of the public may be adversely affected by 110 the transfer; and (ii) the commission shall require that 111 taxes, workers' compensation and other obligations

112 due the state be paid prior to any transfer;

113 (11) To collect, for the study period established in 114 subdivision (4) of this subsection, an annual license fee 115 of five hundred dollars for each river on which a 116 commercial whitewater outfitter operates. The annual 117 per river license fee is limited to the Cheat, Gauley, 118 New, Shenandoah and Tygart rivers. The annual 119 license fee for a commercial whitewater outfitter 120 operating on a river not so designated is five hundred 121dollars regardless of the number of rivers operated on. 122 A commercial whitewater outfitter who is operating 123on a river designated in this subdivision and who has 124 paid the annual per river license fee may not be 125 required to pay an additional annual license fee to 126 operate on a nondesignated river. The commercial 127 whitewater outfitter license shall be issued by the 128 commission and is for a period of ten years: *Provided*, 129That an outfitter pays the required annual license fee. 130 If an outfitter fails to pay the license fee, then the 131 license shall be suspended until the license fee is paid. 132Licenses are subject to the bonding provisions set forth in section twenty-three-d of this article and the 134 revocation provisions set forth in the rules promul-135 gated by the director of the division of natural resour-136 ces. License fees shall be used by the division of 137 natural resources for the purpose of enforcing and 138 administering the provisions of this section;

- 139 (12) To establish a special study and improvement 140 fee to be paid by outfitters and to establish procedures 141 for the collection and enforcement of the special study 142 and improvement fee;
- 143 (13) To establish a procedure for hearings on viola-144 tions of this section and rules promulgated thereunder 145 and to establish civil penalties for violations of this 146 section and rules promulgated thereunder; and
- 147 (14) To approve rules promulgated by the director of 148 the division of natural resources pursuant to chapter 149 twenty-nine-a of this code, with respect to commercial 150 whitewater outfitters operating upon the waters of the 151 state, whether or not such waters have been desig-

nated whitewater zones, which relate to: (i) Minimum safety requirements for equipment; (ii) standards for the size of rafts and number of persons which may be transported in any one raft; (iii) qualifications of commercial whitewater guides; and, with respect to waters designated whitewater zones, (iv) standards for the numbers of rafts and number of persons transported in rafts.

- 160 (c) The commission shall meet upon the call of the 161 chairperson or a majority of the members of the 162 commission. However, the commission shall meet at 163 least quarterly and shall conduct business when a 164 majority of the members are present. At the meetings, 165 the commission shall review all data, materials and 166 relevant findings compiled relating to any investiga-167 tion and study then under consideration and, as soon 168 as practicable thereafter, the commission shall recom-169 mend rules to govern and apply to the designated 170 whitewater zone(s). At least annually, the commission shall meet for the purpose of considering and adjust-172 ing allocations. At least annually, the commission shall 173 review fees and proposed expenditures. The commis-174 sion may not limit the number of commercial white-175 water outfitters operating on rivers not designated as 176 whitewater zones, nor may the commission limit the 177 number of rafts or total number of persons trans-178 ported in rafts by commercial whitewater outfitters on 179 rivers not designated as whitewater zones. Commis-180 sion members shall be reimbursed all reasonable and 181 necessary expenses incurred in the exercise of their 182 duties.
- 183 (d) For the portions of the Gauley and New rivers 184 designated as whitewater zones, the minimum use 185 allocation conferred by a license, for the study period 186 established pursuant to subdivision (4), subsection (b) 187 of this section, is one hundred twenty for the Gauley 188 and one hundred fifty for the New, or an increased 189 minimum allocation established by the board. The 190 commission may permit additional allocations or licenses for whitewater outfitters which are nonprofit 191 entities operating upon the waters of the state upon

- 193 the effective date of this section. For other waters 194 designated whitewater zones, the commission may 195 increase but not decrease allocations from those in 196 effect on the effective date of this section.
- 197 (e) Violation of this section or any rule promulgated 198 pursuant to this section constitutes a misdemeanor 199 punishable by the penalties set forth in section 200 twenty-three-d of this article.
- 201 (f) The director of the division of natural resources 202 shall promulgate, pursuant to the provisions of chapter 203 twenty-nine-a of this code, all rules necessary to 204 effectuate the purposes of this section and these rules 205 must be approved by the commission. The division of 206 natural resources shall enforce the provisions of this 207 section and rules promulgated pursuant to this section, 208 and shall provide necessary staff and support services 209 to the commission to effectuate the purposes of this 210 section.
- 211 (g) All orders, determinations, rules, permits, grants, 212 contracts, certificates, licenses, waivers, bonds, author-213 izations and privileges which have been issued, made, 214 granted or allowed to become effective pursuant to 215 any prior enactments of this section by the governor, 216 the secretary of the department of commerce, labor 217 and environmental resources, the director of the 218 division of natural resources, the whitewater advisory 219 board or by a court of competent jurisdiction, and 220 which are in effect on the effective date of this section, 221 shall continue in effect according to their terms until 222 modified, terminated, superseded, set aside or revoked 223by the governor, secretary, director or commission 224 pursuant to this section, by a court of competent 225 jurisdiction, or by operation of law.

§20-2-23b. Whitewater study and improvement fund.

- 1 There is hereby created in the state treasury a 2 special revenue account, which shall be an appro-
- 3 priated, interest-bearing account, designated as the
- 4 whitewater study and improvement fund. All proceeds
- 5 from this fund shall be used exclusively for the
- 6 purposes of the administration, regulation, promotion

- 7 and study of the whitewater industry.
- 8 The special study and assessment fee collected by
- 9 the commission pursuant to the provisions of section
- 10 twenty-three-a of this article shall be deposited, within
- 11 fifteen days after receipt, to the whitewater study and
- 12 improvement fund and dedicated to the purposes of
- 13 this section.

§20-2-23c. Voluntary contributions to whitewater advertising and promotion fund.

- There is hereby created in the state treasury a 1
- 2 special revenue account, which shall be an appro-
- 3 priated, interest-bearing account designated as the
- 4 whitewater advertising and promotion fund. Each
- 5 whitewater license holder may contribute any sum
- 6 desired to this fund which fund shall be used for the
- 7 purpose of advertising and promoting whitewater in
- 8 West Virginia.

§20-2-23d. Bond; revocation of license; licensing carrying requirement; criminal penalties.

- 1 (a) Immediately upon the issuance of a whitewater
- 2 outfitter's license and before any whitewater outfit-
- 3 ter's services are offered or rendered thereunder, the
- 4 licensee shall execute a surety bond in the penal sum
- 5 of one thousand dollars payable to the state of West
- 6 Virginia and conditioned upon the faithful and reliable 7 discharge of his or her services under and pursuant to
- 8 the license. The bond shall be approved as to form by
- 9 the attorney general and as to surety by the director,
- 10 and when so executed and approved, shall be filed in
- 11 the office of the director of the division of natural
- 12 resources. The bond shall be for the life of the license.
- 13 (b) The whitewater commission is hereby authorized
- 14 to revoke and cancel any whitewater outfitter's license 15 for failure of the licensee to give the bond required by
- 16 this section, for a licensee's violation or disregard of
- 17 any of the provisions of this chapter, upon a licensee's
- 18 conviction of a crime, or for any other reason or cause
- 19 justifying refusal of the whitewater outfitter's license
- 20 to the licensee upon a new application therefor. The

- 21 commission shall afford a licensee an opportunity to be 22 heard upon the revocation and cancellation of the 23 license.
- 24 (c) No person shall act or serve as a whitewater 25 outfitter, as defined in this article, without procuring 26 and having on his or her person at the time a valid 27 whitewater outfitter's license from the commission 28 authorizing them to do so.
- (d) Any person who violates any of the provisions of this section or of section twenty-three-a of this article, or any rule promulgated by the director of the division of natural resources or who misrepresents any material fact in an application, record, report or other document filed or required to be maintained under the provisions of this article, or any rules promulgated hereunder by the director of the division of natural resources, is guilty of a misdemeanor, and upon conviction thereof, shall be punished by a fine of not less than five hundred dollars per violation not to exceed a total penalty of seventy-five hundred dollars or by imprisonment in the county jail not exceeding six months, or both fined and imprisoned.

Enr. Com. Sub. for Com. Sub. for S. B. No. 280] 10

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled. Chairman Senate Committee Chairman House Committee Originated in the Senate. To take effect May 2, 1992. Clerk of the Senate Clerk of the House of Delegates It of the Senate Speaker House of Delegates s. Appunghis the 1. The within day of ... 1992.Govern

PRESENTED TO THE

Date 301/92
Time 7:30 pm