

HOUSE BILL 1599

M1, M2

6lr3603
CF SB 558

By: **Delegates Jacobs, Anderson, Arentz, Beauchamp, Ghrist, Hartman, Hutchinson, ~~and Sample-Hughes~~ Sample-Hughes, Allen, Behler, Boyce, Healey, Holmes, Lewis, J. Long, T. Morgan, Odom, Stein, and Ziegler**

Introduced and read first time: February 16, 2026

Assigned to: Rules and Executive Nominations

Re-referred to: Environment and Transportation, February 26, 2026

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 25, 2026

CHAPTER _____

1 AN ACT concerning

2 ~~Chesapeake Bay Enhancement Program – Established~~
3 **Chesapeake Bay – Enhancement Program and Maryland Seafood Industry**
4 **Financial Assistance Fund – Established**

5 FOR the purpose of establishing the Chesapeake Bay Enhancement Program to provide
6 funding for certain oyster propagation and replenishment projects that mitigate the
7 effects ~~on the State's oyster population~~ of certain transportation projects on the
8 State's oyster population; establishing the Maryland Seafood Industry Financial
9 Assistance Fund to provide financial assistance to certain commercial watermen and
10 small businesses; prohibiting the Department of Natural Resources from making
11 certain approvals for tidal fish licenses or authorizations of certain borrowers; and
12 generally relating to the Chesapeake Bay Enhancement Program and Maryland
13 Seafood Industry Financial Assistance Fund.

14 BY adding to
15 Article – Natural Resources
16 Section 4–1020.1
17 Annotated Code of Maryland
18 (2023 Replacement Volume and 2025 Supplement)

19 BY adding to
20 Article – Economic Development

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1 Section 10-526.1 and 10-526.2
 2 Annotated Code of Maryland
 3 (2024 Replacement Volume and 2025 Supplement)

4 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 5 That the Laws of Maryland read as follows:

6 **Article – Natural Resources**

7 **4-1020.1.**

8 (A) IN THIS SECTION, “PROGRAM” MEANS THE CHESAPEAKE BAY
 9 ENHANCEMENT PROGRAM.

10 (B) THERE IS A CHESAPEAKE BAY ENHANCEMENT PROGRAM IN THE
 11 DEPARTMENT.

12 (C) THE PURPOSE OF THE PROGRAM IS TO PROVIDE FUNDING FOR OYSTER
 13 PROPAGATION AND REPLENISHMENT PROJECTS THAT MITIGATE THE EFFECTS ON
 14 ~~THE STATE’S OYSTER POPULATION OF TRANSPORTATION PROJECTS THAT~~
 15 ~~MAINTAIN OR EXPAND THE HELEN DELICH BENTLEY PORT OF BALTIMORE,~~
 16 ~~INCLUDING:~~

17 ~~(1) DREDGING;~~

18 ~~(2) THE CONSTRUCTION OR MAINTENANCE OF:~~

19 ~~(i) PIERS;~~

20 ~~(ii) BRIDGES; OR~~

21 ~~(iii) SHIPPING CHANNELS; AND~~

22 ~~(3) CONSTRUCTION AT THE HELEN DELICH BENTLEY PORT OF~~
 23 ~~BALTIMORE OF TRANSPORTATION PROJECTS ON THE STATE’S OYSTER~~
 24 ~~POPULATION.~~

25 (D) ~~FOR FISCAL YEAR 2028 AND EACH FISCAL YEAR THEREAFTER, THE~~
 26 ~~GOVERNOR SHALL INCLUDE IN THE ANNUAL BUDGET BILL AN APPROPRIATION OF~~
 27 ~~\$2,000,000 TO THE PROGRAM FROM THE TRANSPORTATION TRUST FUND UNDER §~~
 28 ~~3-216 OF THE TRANSPORTATION ARTICLE~~ THE DEPARTMENT SHALL USE FUNDING
 29 UNDER THE PROGRAM TO SUPPORT OYSTER PROPAGATION AND REPLENISHMENT
 30 AND PROGRAM MANAGEMENT.

1 SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read
2 as follows:

3 Article – Economic Development

4 10-526.1.

5 (A) IN THIS SECTION, “FUND” MEANS THE MARYLAND SEAFOOD INDUSTRY
6 FINANCIAL ASSISTANCE FUND.

7 (B) THERE IS A MARYLAND SEAFOOD INDUSTRY FINANCIAL ASSISTANCE
8 FUND.

9 (C) THE PURPOSE OF THE FUND IS TO PROVIDE FINANCIAL ASSISTANCE,
10 INCLUDING LOANS, TO COMMERCIAL WATERMEN AND SMALL BUSINESSES IN THE
11 SEAFOOD INDUSTRY.

12 (D) THE CORPORATION SHALL ADMINISTER THE FUND.

13 (E) THE FUND CONSISTS OF:

14 (1) MONEY APPROPRIATED IN THE STATE BUDGET TO THE FUND;

15 (2) LOAN PRINCIPAL REPAYMENTS RELATED TO THE FINANCIAL
16 ASSISTANCE UNDER THIS SECTION;

17 (3) MONEY MADE AVAILABLE FROM THE FEDERAL, STATE, OR LOCAL
18 GOVERNMENT; AND

19 (4) ANY OTHER MONEY FROM ANY OTHER SOURCE ACCEPTED FOR
20 THE BENEFIT OF THE FUND.

21 (F) THE FUND MAY BE USED ONLY FOR:

22 (1) FINANCIAL ASSISTANCE, INCLUDING LOANS; AND

23 (2) THE COSTS OF THE CORPORATION TO ADMINISTER THIS SECTION.

24 (G) FOR FINANCIAL ASSISTANCE, INCLUDING LOANS, PROVIDED UNDER
25 THIS SECTION, THE CORPORATION SHALL DETERMINE THE FOLLOWING:

26 (1) THE APPLICATION AND AWARD PROCESS;

27 (2) ELIGIBILITY CRITERIA;

1 **(3) THE AMOUNT OF THE FINANCIAL ASSISTANCE, INCLUDING LOANS,**
2 **FOR EACH APPLICANT;**

3 **(4) THE TERMS AND CONDITIONS OF FINANCIAL ASSISTANCE,**
4 **INCLUDING LOANS;**

5 **(5) THE AMOUNT OF LOAN FORGIVENESS THAT THE CORPORATION**
6 **MAY PROVIDE FOR LOAN REPAYMENT PERFORMANCE; AND**

7 **(6) ANY OTHER PROVISIONS NECESSARY TO CARRY OUT THIS**
8 **SECTION.**

9 **10-526.2.**

10 **(A) (1) IF A BORROWER WHO HOLDS A TIDAL FISH LICENSE UNDER §**
11 **4-701 OF THE NATURAL RESOURCES ARTICLE IS DELINQUENT IN THE REPAYMENT**
12 **OF A LOAN UNDER THIS SUBTITLE, THE CORPORATION SHALL NOTIFY THE**
13 **DEPARTMENT OF NATURAL RESOURCES.**

14 **(2) IF A BORROWER UNDER PARAGRAPH (1) OF THIS SUBSECTION**
15 **BECOMES COMPLIANT WITH THE REPAYMENT OF A LOAN UNDER THIS SUBTITLE,**
16 **THE CORPORATION SHALL NOTIFY THE DEPARTMENT OF NATURAL RESOURCES.**

17 **(B) NOTWITHSTANDING § 4-701 OF THE NATURAL RESOURCES ARTICLE,**
18 **AFTER RECEIVING A NOTIFICATION UNDER SUBSECTION (A)(1) OF THIS SECTION**
19 **AND UNTIL RECEIVING A NOTIFICATION UNDER SUBSECTION (A)(2) OF THIS**
20 **SECTION, THE DEPARTMENT OF NATURAL RESOURCES MAY NOT APPROVE A**
21 **TRANSFER OF THE TIDAL FISH LICENSE OR AUTHORIZATION.**

22 **SECTION 3. AND BE IT FURTHER ENACTED, That:**

23 **(1) the Maryland Agricultural and Resource-Based Industry Development**
24 **Corporation may transfer up to \$337,500 each from the Oyster Shucking House Loan**
25 **Program and the Watermen's Microloan Program to the Maryland Seafood Industry**
26 **Financial Assistance Fund established under Section 2 of this Act to provide additional**
27 **financial assistance to commercial watermen and small businesses in the seafood industry;**
28 **and**

29 **(2) the Maryland Agricultural and Resource-Based Industry Development**
30 **Corporation shall repay any funds transferred from the Oyster Shucking House Loan**
31 **Program or the Watermen's Microloan Program to the Maryland Seafood Industry**
32 **Financial Assistance Fund established under Section 2 of this Act on or before June 30,**
33 **2028.**

1 SECTION 4. AND BE IT FURTHER ENACTED, That Sections 2 and 3 of this Act
2 shall take effect July 1, 2026.

3 SECTION ~~2~~ 5. AND BE IT FURTHER ENACTED, That, except as provided in
4 Section 4 of this Act, this Act shall take effect October 1, 2026.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.