1 15A NCAC 03K .0111 is proposed for repeal through readoption as follows:

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3	15A NCAC 03F	X .0111	PERMITS	ТО	USE	MECHAN	ICAL	METHODS	FOR	SHELLFISH	ON
4			SHELLFIS	H LE	ASES	OR FRANC	HISES				
5	(a) Permits to U	se Mecha	anical Method	s for S	Shellfis	h on Shellfish	Leases	s or Franchises	shall be	issued in comp	liance
6	with the general	rules gov	verning all per	mits ir	115A N	VCAC 03O .0	500. Tł	e procedures a	nd requ i	rements for obt	aining
7	permits are foun	d in 15A	NCAC 03O .	0501.							
8	(b) It is unlawful to harvest shellfish by the use of mechanical methods from shellfish leases or franchises without										
9	first obtaining a	Permit to	Use Mechan	ical M	ethods	for Shellfish	on She	llfish Leases or	Franch	ises.	
10											
11	History Note:	Authori	ity G.S. 113-1.	34; 11	3-169.1	1; 113-182; 1	43B-28	9.52;			
12		Eff. Ma	y 1, 2015;								
13		<u>Repeal</u>	ed Eff. (Pendi	ng leg	islative	review of 15.	A NCA	<u>C 030 .0211).</u>			

- 2
- 1 15A NCAC 03O .0203 is proposed for readoption with substantive changes as follows:
- 3 15A NCAC 03O .0203 SHELLFISH LEASE APPLICATION PROCESSING
- 4 (a) Upon <u>After</u> acceptance of a completed application, shellfish lease application as set forth in Rule .0202 of this
- 5 <u>Section</u>, the proposed <u>shellfish</u> lease area shall be inspected by agents of the <u>Division</u>. <u>Division of Marine Fisheries</u>.
- 6 Proposed shellfish lease areas inconsistent with applicable standards contained or referenced in 15A NCAC 30.0201
- 7 <u>Rule .0201 of this Section shall result in the return of applications the application</u> for amendment to remove the
- 8 inconsistencies. If the boundaries of the proposed shellfish lease area are modified, the stakes identifying such areas
- 9 shall be relocated accordingly by the applicant. applicant or applicants. The failure of the applicant or applicants to
- 10 amend applications the application or modify the shellfish lease area identification, when required, within 30 days of
- 11 <u>notification</u> shall result in denial of such applications. <u>the application</u>.
- 12 (b) If the initial or amended <u>shellfish</u> lease application is deemed consistent with all applicable requirements, the
- Secretary or <u>his-the Secretary's</u> designee shall notify the applicant and publish notices of intention to lease in accordance with the standards in G.S. 113-202(f).
- 15 (c) The Secretary shall consider the <u>shellfish</u> lease application, the Division's proposed lease area analysis, and public
- 16 comments, and may in his the Secretary's discretion lease or decline to lease the proposed lease area or any part thereof.
- 17 Special conditions may be imposed so that shellfish leases may be issued which that would otherwise be denied.
- 18 Should an applicant decide not to accept any special condition imposed on the shellfish lease by the Secretary, the
- 19 application shall be considered denied.
- (d) Upon <u>After approval of leases a shellfish lease</u> by the Secretary, <u>the applicant or applicants shall mark the shellfish</u>
 bottom leases lease in accordance with <u>Rule .0204 of this Section within 30 days of approval.15A NCAC 30</u>
 .0204(a)(1), water column leases in accordance with 15A NCAC 30 .0204(a)(2), and shall within 90 days submit to
- 23 the Division acceptable surveys of the areas approved for leasing except that a water column lease which entirely
- 24 covers a shellfish bottom lease or franchise with an accepted survey on file does not require another survey. Such
- 25 surveys shall be made at the expense of applicants and must meet the following standards:
- 26(1)Surveys and maps shall meet all the requirements of 21 NCAC 56 .1600, Standards of Practice for27Land Surveying in North Carolina, which is hereby incorporated by reference including subsequent28amendments and editions. This material is available for inspection and copies may be obtained from29the Marine Fisheries Division, Marine Fisheries Building, 3441 Arendell St., P.O. Box 769,30Morehead City, North Carolina 28557, at no cost.
- 31 (2) Maps shall bear the certificate:
- 32
 "I _______ certify that this map was (drawn by me) (drawn under my

 33
 supervision) from (an actual survey made by me) (an actual survey made under my supervision);

 34
 that the error of closure as calculated by latitudes and departures is 1: ______, that the area

 35
 is _______ acres. Witness my hand and seal this ______ day of ______ AD

 36
 _____."

1		Surveyor or Engineer
2	(3)	The phrase "other appropriate natural monuments or landmarks" in 21 NCAC 56 .1604(e)(9) shall
3		include bridges, roads, highways, intersections, publicly maintained aids to navigation, houses and
4		other permanent buildings, radio, telephone, TV, and water towers; docks; piers, and bulkheads; but
5		does not include stakes marking the boundaries of adjoining leases, points of marsh, junctions of
6		streams, or other landmarks which are particularly subject to change through natural processes,
7		storms, or the effect of man.
8	(4)	- A written description of the survey suitable for official documents shall be provided with the survey.
9	(5)	Locations of all corner markers in latitude and longitude shall be provided with the survey and
10		presented in an eight digit format. The relative accuracy of the corner marker locations shall be
11		equal to or less than two meters. Information on the method of measurement, make and model of
12		equipment, and coordinate system used to determine the latitude and longitude shall be included.
13	(e) Proposed s	hellfish bottom lease areas remain public bottom until a lease contract has been executed by the
14	Secretary.	
15	(f) Proposed s	shellfish water column lease areas superjacent to shellfish-bottom leases and recognized perpetual
16	franchises remain	in public water until a lease contract has been executed by the Secretary.
17		
18	History Note:	Authority G.S. 113-134; 113-182; 113-201; 113-202; 113-202.1; 113-202.2; <u>113-206;</u>
19		143B-289.52;
20		Eff. January 1, 1991;
21		Amended Eff. October 1, 2008; March 1, 1994; September 1, 1991;
22		<u>Readopted Eff. May 1, 2022.</u>

- 1
- 15A NCAC 03O .0205 is proposed for readoption with substantive changes as follows:

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3	15A NCAC 030	D.0205 <u>SHELLFISH</u> LEASE RENEWAL
4	(a) Lease Shell	fish lease renewal applications shall be provided to lessees lease holders by the Division of Marine
5	<u>Fisheries</u> as follo	DWS:
6	(1)	For for a shellfish bottom leases, lease, a renewal applications application shall be provided in
7		January of the year of expiration.
8	(2)	For for a shellfish water column leases, lease, a renewal applications application shall be provided
9		at least 90 days prior to the expiration dates. date.
10	(b) Lease <u>A she</u>	ellfish lease renewal applications application shall be accompanied by management plans meeting a
11	Shellfish Lease N	Management Plan that meets the requirements of 15A NCAC 03O .0202(b). Rule .0202 of this Section.
12	The non-refundation	able filing fee set forth in G.S. 113-202(j) shall accompany each renewal application for <u>a</u> shellfish
13	bottom leases. <u>le</u>	case.
14	(c) A survey for	renewal leases shall be required at the applicant's expense when the Division determines that the area
15	leased to the ren	ewal applicant is inconsistent with the survey on file.
16	(c) To be eligib	le to renew a shellfish lease, persons holding any acres under a shellfish lease or franchise shall meet
17	the requirements	s established in Rules .0201 and .0204 of this Section and 15A NCAC 03O .0503(a).
18	(d) When If it is	s determined, after due notice to the lessee, shellfish lease holder and after opportunity for the lessee
19	<u>lease holder t</u> o b	e heard, that the lessee lease holder has not complied with the requirements of this Section or that the
20	lease as issued i	s inconsistent with this Section, the Secretary may decline to renew, at the end of the current terms,
21	any shellfish bot	ttom or water column-lease. The lessee shellfish lease holder may appeal the Secretary's decision by
22	initiating filing a	a petition for a contested case as outlined in 15A NCAC 03P .0102.under G.S. 150B-23.
23	(e) Pursuant to	G.S. 113-202(a)(6), the Secretary is not authorized to recommend approval of approve renewal of a
24	shellfish lease in	an area elosed to shellfishing by reason of pollution.designated as polluted by a proclamation issued
25	by the Fisheries	Director. Excluded from this requirement are shellfish leases located in conditionally approved waters
26	that have been t	emporarily closed when the conditions of the written management plan are not met as described in
27	<u>15A NCAC 18A</u>	<u>A .0905.</u> Shellfish leases partially closed due to pollution must-shall be amended to exclude the area
28	closed to shellfi	shing-shellfish harvest prior to renewal. For purposes of lease renewal determinations, an area shall
29	be considered cl	osed to shellfish harvest by reason of pollution when the area has been classified by the State Health
30	Director as proh	nibited or has been closed for more than 50 percent of the days during the final four years prior to
31	renewal except s	shellfish leases in areas which have been closed for more than 50 percent of the days during the final
32	four years prior (to renewal and continue to meet established production requirements by sale of shellfish through relay
33	periods or other	depuration methods shall not be considered closed due to pollution for renewal purposes.
34	(f) If the Secret	ary declines to renew a shellfish lease that has been determined to be inconsistent with the standards
35	of this Section, t	he Secretary, with the agreement of the lessee, lease holder, may issue a renewal lease for all or part
36	of the area previ	ously leased to the lessee lease holder that contains conditions necessary to conform the renewal lease
37	to the requireme	nts of this Section for new leases.

1		
2	History Note:	Authority G.S. 113-134; <u>113-182;</u> 113-201; 113-202; 113-202.1; 113-202.2; <u>113-206;</u>
3		<i>143B-289.52;</i>
4		Eff. January 1, 1991;
5		Amended Eff. September 1, 2005; May 1, 1997; March 1, 1995; March 1, 1994; October 1, 1992;
6		September 1, 1991;
7		<u>Readopted Eff. May 1, 2022.</u>

1 15A NCAC 03O .0206 is proposed for readoption with substantive changes as follows:

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3 15A NCAC 03O .0206 LEASE PROTEST SHELLFISH LEASE APPLICATION: REQUEST FOR
 4 REVIEW

(a) Should any person object to the granting of any initial or renewal lease, he has the right to protest its issuance

- 6 prior to the granting of the lease by the Secretary. The protestant may file a sworn statement of protest with the 7 Division stating the grounds for protest. The Secretary shall notify both the prospective lessee and the protestant upon 8 receipt of a protest, and shall conduct such investigation as he deems necessary, and shall notify both parties of the 9 outcome of his investigation. Protestants or applicants receiving an adverse recommendation on the lease application 10 from the Secretary may appeal this decision as outlined in G.S. 113-202(g). 11 (b)(a) Any member of the public shall be allowed an opportunity to comment on any shellfish lease application during the public comment period and subsequent public hearing at which the lease application is being considered by the 12 13 Secretary. Secretary as set forth in G.S. 113-202. 14 (b) Procedures for how an applicant or a person other than the applicant who is aggrieved may proceed with a 15 contested case based on dissatisfaction of the Secretary's decision on a shellfish lease application are provided in G.S. 16 113-202(g). Additionally, a person other than the applicant who is aggrieved may submit a request for a determination 17 of the appropriateness of a contested case hearing. The request and any supporting documentation for the basis of the 18 aggrieved person seeking to commence a contested case shall be submitted within 30 days after the disputed decision 19 is made to the Shellfish Cultivation Lease Review Committee and addressed to the Marine Fisheries Commission 20 Office, Division of Marine Fisheries, 3441 Arendell Street, P.O. Box 769, Morehead City, NC 28557. The request 21 shall be submitted on a form provided by the Division. 22 (c) The Shellfish Lease Review Committee shall notify the aggrieved person of the date of the public meeting for the 23 Committee to consider the request no later than seven calendar days before the date of the public meeting. 24 25 Authority G.S. 113-134; 113-182; 113-201; 113-202; 143B-289.52; *History Note:* 26 *Eff. January 1, 1991;*
- 27 Amended Eff. March 1, 1994; September 1, 1991;
- 28 <u>Readopted Eff. May 1, 2022.</u>

- 1 15A NCAC 03O .0207 is proposed for readoption <u>with substantive changes</u> as follows:
 - 2

3 15A NCAC 03O .0207 <u>SHELLFISH LEASE AND FRANCHISE PRODUCTION REPORTS</u>

- 4 (a) The owners of shellfish leases and franchises The holder or holders of a shellfish lease or franchise shall provide
- 5 <u>an</u> annual production reports report to the Division of Marine Fisheries by March 31 of each year showing the amounts
- 6 of material planted planted, purchased, and harvested in connection with management for commercial production.
- 7 Reporting forms will be provided to owners of shellfish bottom leases and recognized franchises during the period
- 8 that annual notices of rent due are provided to owners of shellfish bottom leases in accordance with G.S. 113-202(j).
- 9 Reporting forms will be provided to owners of water column leases prior to each annual anniversary date.in accordance
- 10 with Rules .0201 and .0202 of this Section. The report shall include supporting documentation with evidence of
- 11 purchased seed in accordance with Rule .0201 of this Section.
- 12 (b) The Division shall provide reporting forms annually to each shellfish lease or franchise holder to be used for the
- 13 <u>annual production report.</u>
- 14 (b)(c) Failure to furnish by the holder or holders of the shellfish lease or franchise to submit the required annual
- 15 production report, correct and in detail requested, report with all required fields completed, or filing a report containing
- 16 false information, can constitute information constitutes grounds for termination.termination as set forth in Rule .0208
- 17 of this Section.
- 18
- 19 History Note: Authority G.S. 113-134; 113-182; 113-201; 113-202; 113-202.1; 113-202.2; <u>113-206;</u>
- 20
 143B-289.52;

 21
 Eff. January 1, 1991;
- 22 Amended Eff. September 1, 1991;
- 23 Readopted Eff. May 1, 2022.

2		
3	15A NCAC 030	D.0208 TERMINATION OF-PROCEDURES FOR SHELLFISH BOTTOM-LEASES AND
4		FRANCHISES-AND WATER COLUMN LEASES
5	(a) Procedures	for termination of shellfish leaseholds-leases and franchises are provided in G.S. 113-202. An appeal
6	of the Secretary'	's decision to terminate a leasehold is governed by G.S. 150B-23.
7	(b) Substantial	breach of compliance with the provisions of rules of the Marine Fisheries Commission governing use
8	of the leasehold	includes the following, except as provided in Paragraph (c) of this Rule:
9	(1)	failure to meet shellfish production and marketing requirements for bottom leases or franchises in
10		accordance with Rule .0201 of this Section;
11	(2)	failure to maintain a planting effort of cultch or seed shellfish for bottom leases or franchises in
12		accordance with Rule .0201 of this Section;
13	(3)	failure either to meet shellfish production and marketing requirements or to maintain a planting
14		effort of cultch or seed shellfish for water column leases in accordance with Rule .0201 of this
15		Section;
16	(4)	the Fisheries Director has cause to believe the holder of private shellfish bottom or franchise rights
17		has encroached or usurped the legal rights of the public to access public trust resources in navigable
18		waters, in accordance with G.S. 113-205 and Rule .0204 of this Section; and
19	(5)	the Attorney General initiates action for the purpose of vacating or annulling letters patent granted
20		by the State, in accordance with G.S. 146-63.
21	(c)(b) Consister	nt with G.S. 113-202(11) and G.S. 113-201(b), a leaseholder shellfish lease or franchise holder that
22	failed to meet the test to the test test test test test test test	he requirements in G.S. 113-202, G.S. 113-202.1, G.S. 113-202.2, Rule .0201-or the rules of this
23	Section or this R	tule that govern a determination of failure to utilize the lease on a continuing basis for the commercial
24	production of sh	<u>hellfish</u> may be granted a single extension period of no more than two years per contract period upon
25	a showing of har	dship by written notice to the Fisheries Director his or her-or the Fisheries Director's designee received
26	prior to the exp	iration of the lease term that documents one of the following occurrences caused or will cause the
27	leaseholder-lease	e or franchise holder to fail to meet lease requirements:
28	(1)	death, illness, or incapacity of the leaseholder shellfish lease or franchise holder or his-the holder's
29		immediate family as defined in G.S. 113-168 that prevented or will prevent the leaseholder lease or
30		franchise holder from working the lease;
31	(2)	damage to the shellfish lease or franchise from hurricanes, tropical storms, or other severe weather
32		events recognized by the National Weather Service;
33	(3)	shellfish mortality caused by disease, natural predators, or parasites; or
34	(4)	damage to the shellfish lease or franchise from a manmade disaster that triggers a state emergency
35		declaration or federal emergency declaration.
36	(d)(c) In the case	se of hardship as described in Paragraph (b) of this Rule, the notice shall state the shellfish lease or
37	franchise numbe	er. In the case of hardship as described in Subparagraph $\frac{(c)(1)}{(b)(1)}$ of this Rule, the notice shall <u>also</u>

1 state the name of the leaseholder shellfish lease or franchise holder or immediate family member and either the date 2 of death or the date and nature of the illness or incapacity. The Fisheries Director may require a doctor's verification 3 that the illness or incapacity occurred. In the case of hardship as described in Subparagraphs (b)(2) through (b)(4) of 4 this Rule, the notice shall also include documentation of damage to the shellfish lease or franchise. Written notice and 5 supporting documentation shall be addressed to the Director of the Division of Marine Fisheries, 3441 Arendell St., 6 Street, P.O. Box 769, Morehead City, NC 28557. 7 8 History Note: Authority G.S. 113-134; 113-182; 113-201; 113-202; 113-202.1; 113-202.2; 113-205; 113-206; 9 143B-289.52; 10 *Eff. January 1, 1991;* Amended Eff. May 1, 1997; March 1, 1995; March 1, 1994; October 1, 1992; September 1, 1991; 11 12 Temporary Amendment Eff. January 1, 2002; October 1, 2001; 13 Amended Eff. May 1, 2017; April 1, 2003; 14 Readopted Eff. May 1, 2022.

1 15A NCAC 03O .0209 is proposed for readoption <u>with substantive changes</u> as follows:

2					
3	15A NCAC 030	D.0209 TRANSFER OF INTEREST ASSIGNMENT OF SHELLFISH LEASES AND			
4		<u>FRANCHISES</u>			
5	(a) For the purp	oose of effecting assignments of shellfish leases or franchises in accordance with this Rule:			
6	<u>(1)</u>	"transfer" shall be defined as any permanent assignment of a shellfish lease or franchise, in whole			
7		or in part.			
8	<u>(2)</u>	"sublease" shall be defined as any temporary assignment of a shellfish lease or franchise, in whole			
9		or in part.			
10	(a) Within 30 d	ays after transfer of ownership of all or any portion of interest in a shellfish lease or franchise, the new			
11	owner shall noti	fy the Division, and provide the number of the lease or franchise and the county in which it is located.			
12	Such notificatio	n shall be accompanied by a management plan prepared by the new owner in accordance with 15A			
13	NCAC 030 .020	92(b).			
14	(b) No transfer	or sublease of a shellfish lease or franchise, in whole or in part, shall be valid until notice is provided			
15	to the Division	of Marine Fisheries as provided in Article 16 of Chapter 113 of the North Carolina General Statutes			
16	and the Division	n provides written consent in order to ensure that a transferee or sub-lessee meets the requirements of			
17	the North Carolina General Statutes and Marine Fisheries Commission Rules. A transfer may only be made by the use				
18	of a form provided and approved by the Division.				
19	(c) Notice to transfer or sublease a shellfish lease or franchise shall include the shellfish lease or franchise number,				
20	county in which the lease or franchise is located, and the name of the transferee or sub-lessee. The transferee or sub-				
21	lessee of a shell	fish lease shall provide to the Division the required Shellfish Lease Management Plan and proof of			
22	completion of training requirements in accordance with Rule .0202 of this Section.				
23	(b)(d) If the new	w owner obtains a The smallest portion of an existing shellfish bottom lease or franchise, it shall not			
24	contain less that	n-franchise to be transferred or subleased shall be one-half acre-acre.and the required notification to			
25	the Division sha	Il be accompanied by a survey prepared in accordance with the standards in 15A NCAC 03O .0203(d).			
26	(c) Within six 1	nonths after transfer of ownership, the new owner shall complete shellfish cultivation lease training			
27	as specified in 1	5A NCAC 03O .0202(d).			
28	(e) A shellfish l	ease or franchise shall not be transferred or subleased to a nonresident of North Carolina in accordance			
29	with G.S. 113-2	02, G.S. 113-202.1, G.S. 113-202.2, and G.S. 113-206.			
30	(d)(f) Water co	lumn leases are not transferrable except when the Secretary approves such transfer <u>A shellfish water</u>			
31	column lease sh	all only be transferred in accordance with G.S. 113-202.1(f) and G.S. 113-202.2(f).			
32	(e) In the event	the transferee involved in a lease is a nonresident, the Secretary must initiate termination proceedings.			
33					
34	History Note:	Authority G.S. 113-134; 113-182; 113-201; 113-202; 113-202.1; 113-202.2; 113-205; <u>113-206;</u>			
35		<i>143B-289.52;</i>			
36		Eff. January 1, 1991;			
37		Amended Eff. April 1, 2011; March 1, 1994; September 1, 1991;			

Readopted Eff. May 1, 2022.

- 1 15A NCAC 03O .0210 is proposed for readoption with substantive changes as follows:
- 2

3 15A NCAC 03O .0210 <u>STANDARDS AND REQUIREMENTS FOR SHELLFISH</u> FRANCHISES

- 4 (a) The resolution of claims filed under G.S. 113-205 is governed by standards in Departmental Rules 15A NCAC
- 5 1G.0200 and .0300. Following receipt of notification that a claim has a valid chain of title, the owner shall provide
- 6 to the Division within 90 days a survey prepared in accordance with the standards in 15A NCAC 03O .0203(d). Failure
- 7 to provide the required survey within the time period specified will result in denial of the claim.
- 8 (b)(a) Acceptable management plans, Shellfish Management Plans, prepared in accordance with the standards in 15A
- 9 NCAC 03O .0202(b), Rule .0202 of this Section, shall be provided to the Division of Marine Fisheries within 30 days
- 10 following formal recognition of a valid chain of title and at ten-year intervals thereafter.
- 11 (c)(b) The survey and management plan Shellfish Management Plan requirements in Paragraphs (a) and (b) Paragraph
- 12 (a) of this Rule, Rule and all other requirements and conditions of this Section affecting management of franchises,
- 13 <u>franchises</u> shall apply to all valid shellfish franchises recognized prior to September 1, 1989. franchises.
- 14 (d)(c) Commercial production requirements for franchises shall be identical to that required for shellfish bottom leases
- 15 in 15A NCAC 03O .0201(c) accordance with Rules .0201 and .0207 of this Section averaged over the most recent
- 16 three-year period after January 1 following the second anniversary of the dates of recognition of claims as valid
- 17 shellfish franchises and continuing throughout the term of management plans Shellfish Management Plans required
- 18 in Paragraph (b) (a) of this Rule. Annual reporting of commercial production shall be submitted upon receipt of forms
- 19 provided by the Division for that purpose.
- 20

22

- 21 History Note: Authority G.S. 113-134; 113-182; 113-201; 113-202; 113-205; 113-206; 143B-289.52;
 - Eff. January 1, 1991;
- 23 Amended Eff. October 1, 2008; September 1, 1991;
- 24 <u>Readopted Eff. May 1, 2022.</u>

1 15A NCAC 03O .0211 is proposed for readoption <u>with substantive changes</u> as follows:

2						
3	15A NCAC 030	0.0211 PROTECTION OF PRIVATE SHELLFISH INTEREST FISHING GEAR				
4		REQUIREMENTS FOR SHELLFISH LEASES AND FRANCHISES				
5	(a) It is shall be unlawful to use any trawl net, long haul seine, swipe net, dredge, or mechanical method for elams or					
6	oysters shellfish on any shellfish lease or franchise except: unless it has been duly authorized by the Fisheries Director					
7	as provided in 15A NCAC 3K .0206 and .0303.					
8	<u>(1)</u>	for a holder of a Permit to Use Mechanical Methods for Shellfish on Shellfish Leases or Franchises;				
9		<u>or</u>				
10	<u>(2)</u>	for the purpose of placing and retrieving cages, bags, or other aquaculture gear within any shellfish				
11		lease or franchise.				
12	(b) Permits to U	se Mechanical Methods for Shellfish on Shellfish Leases or Franchises shall be issued by the Division				
13	of Marine Fisher	ties in compliance with 15A NCAC 03O .0500.				
14						
15	History Note:	Authority G.S. 113-134; 113-182; 113-201; <u>113-206; 143B-289.52;</u>				
16		Eff. October 1, 1992;				
17		Amended Eff. August 1, 1998;				
18		<u>Readopted Eff. (Pending legislative review pursuant to S.L. 2019-198).</u>				