



Boat Dealer License Applicant's Guide

WHO MUST BE LICENSED Natural Resources Article, §8-710, Annotated Code of Maryland requires a Maryland boat dealer's license if you are engaged in the business of buying, selling, or exchanging vessels in Maryland. COMAR 08.04.01.01(B)(11) defines "dealer" as *any person who is in the business of buying, selling, or exchanging new and/or used vessels, either outright or on conditional sale, bailment, lease, chattel mortgage, or otherwise, and has an established place of business for sale, trade, and display of vessels*. Statute further clarifies "dealer" to include a *yacht broker, and a business commonly known as a lien and recovery company*.

APPLYING for A BOAT DEALER LICENSE

An application (DNR Form B-141) must be filed with the DNR Service Center serving the county in which the business will be located.

An application made in the name of a corporation must be signed by three officers. Evidence of a closed corporation is required when there are less than three officer

A manufacturer or importer must provide their U.S. Coast Guard Manufacturer's Identification Code (MIC) prior to license issuance.

LICENSE FEES

Upon notification of approval of the application, a license fee of \$25 must be paid to the Department. Annual renewal requires the \$25 fee and confirmation that surety remains in force.

SURETY BONDS

Once your boat dealer application has been approved, you must provide evidence of surety before your license will be issued. A \$20,000 surety bond is required for the first license year. Surety in subsequent years is determined by a review of sales for the twelve months prior to issuance of the license renewal application, based on the following schedule:

<u>Bond</u>	<u>Sales</u>
\$5,000	\$500K or less
\$10,000	>\$500K but < \$1M
\$20,000	>\$1M but < \$3M
\$50,000	> \$3M but < \$5M
\$100,000	> \$5M but < \$10M
\$150,000	> \$10M but < \$15M
\$200,000	\$15M and greater

LICENSE PERIOD

Boat dealer licenses are issued on a calendar year basis, and are valid from the date of issuance or renewal through December 31 of each year. Proof of current surety bond will be required for renewal.

DEALER OBLIGATIONS Dealership must maintain for 3 years a record of any vessel the dealer purchased, sold, exchanged, or received for sale or exchange; collection and remittance of tax & fees; and issuance of temporary registration decals.

EXCISE TAX & FEES

Natural Resources Article, §8-716.1, Annotated Code of Maryland, requires that a licensed dealer collect vessel excise tax and fees, and forward them to the Department along with the appropriate paperwork within 30 days of the date of sale as defined in COMAR 08.04.01.01. Failure to do so will result in a 10% penalty and 1.5% interest per month.

LAWS, REGULATIONS and PROCEDURES

A licensed dealer is required to understand and comply with all laws, regulations and procedures relating to the titling and registration of boats.

Annotated Code of Maryland
can be found at:
www.michie.com/maryland/
Maryland Code
Natural Resources Article
Title 8 Waters
Subtitle 7 State Boat Act

COMAR can be found at:
<http://www.dsd.state.md.us/comar/>

LICENSING & REGISTRATION SERVICE CENTERS

Open Monday-Friday

by Appointment Only

8:30 a.m. to 4:30 p.m.

ANNAPOLIS SERVICE CENTER

*Baltimore City, Anne Arundel, Howard,
Montgomery & Prince George's counties*
160 Harry S Truman Pkwy
P.O. Box 1869
Annapolis, MD 21404
410-260-3220
MD toll free: 1-866-344-8889

CENTRAL REGIONAL SERVICE CENTER

*Baltimore, Carroll,
Cecil & Harford counties*
501 West MacPhail Rd. #2
Bel Air, MD 21014
410-836-4550
MD toll free: 1-866-623-3187

EASTERN REGIONAL SERVICE CENTER

*Dorchester, Somerset,
Wicomico & Worcester counties*
251 Tilghman Rd Rm #2
Salisbury, MD 21804
410-713-3840
MD toll free: 1-866-812-1678

EAST CENTRAL REGIONAL SERVICE CENTER

*Caroline, Cecil, Kent,
Queen Anne's & Talbot counties*
120 Broadway Ave, Ste. 5
Centreville, MD 21617
410-819-4100
MD toll free: 1-866-439-1708

WESTERN REGIONAL SERVICE CENTER

*Allegany, Frederick, Garrett &
Washington counties*
1601-A Bowmans Farm Rd.
Frederick, MD 21701
240-236-9950
MD toll free: 1-866-679-0906

SOUTHERN REGIONAL SERVICE CENTER

*Anne Arundel, Calvert, Charles,
Prince George's & St. Mary's counties*
14175 Solomons Island Rd. S
P. O. Box 1309
Solomons, MD 20688
410-535-3382
MD toll free: 1-866-688-3823