

House Engrossed

~~made in Arizona special plates~~
(now: watercraft; proof of insurance)

State of Arizona
House of Representatives
Fifty-seventh Legislature
First Regular Session
2025

HOUSE BILL 2100

AN ACT

AMENDING SECTION 5-326, ARIZONA REVISED STATUTES; RELATING TO WATERCRAFT.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 5-326, Arizona Revised Statutes, is amended to
3 read:

4 5-326. Nonresidents; registration; payment of fees; exemption

5 A. A nonresident owner of a watercraft who establishes this state
6 as the state of principal operation shall register and number that
7 watercraft pursuant to this article and pay an additional boating safety
8 infrastructure fee assessed pursuant to section 5-327 before placing that
9 watercraft on the waterways of this state.

10 B. A member of the armed forces of the United States who is on
11 active duty and stationed in this state for a period of at least thirty
12 days immediately before applying for watercraft registration is exempt
13 from this section.

14 C. The **NONRESIDENT** owner shall carry and display proof of payment
15 of the fee required by this section in a manner prescribed by the
16 commission while the watercraft is underway, moored or anchored on the
17 waterways of this state.

18 **D. A NONRESIDENT OWNER SHALL PROVIDE PROOF OF INSURANCE IN THIS**
19 **STATE.**

20 **E. REGARDLESS OF WHETHER A NONRESIDENT OWNER OF A WATERCRAFT**
21 **ESTABLISHES THIS STATE AS THE STATE OF PRINCIPAL OPERATION OF A**
22 **WATERCRAFT, IF THE NONRESIDENT OWNER INTENDS TO ENTER INTO RENTAL**
23 **AGREEMENTS WITH A THIRD PARTY FOR THE RENTAL OF A WATERCRAFT IN THIS**
24 **STATE, THE NONRESIDENT OWNER SHALL DO BOTH OF THE FOLLOWING:**

25 1. REGISTER AND NUMBER THE WATERCRAFT THAT THE NONRESIDENT OWNER
26 INTENDS TO RENT TO A THIRD PARTY PURSUANT TO THIS ARTICLE.

27 2. MAINTAIN AND PROVIDE PROOF OF INSURANCE FOR THE WATERCRAFT THAT
28 IS THE SUBJECT OF THE THIRD-PARTY RENTAL THAT IS VALID FOR THE DURATION
29 OF THE WATERCRAFT RENTAL.

30 ~~D.~~ F. Subsection A of this section does not apply to
31 nonrecreational or commercial motorized watercraft.