ESTIMATED TIME

2 HOURS

MEMORANDUM

TO:

Council, SSC, and AP

FROM:

Chris Oliver

Executive Director

DATE:

September 29, 2003

SUBJECT:

Staff Tasking

(a) Receive report from IFQ Implementation and Cost Recovery Committee, and review IFQ proposals received.

(b) Review tasking and provide direction to staff, and discuss direction to Committees.

IFO Committee and IFO Proposals

The Halibut IFQ Implementation and Cost Recovery Committee is scheduled to meet on Sunday, October 5, 2003. The Committee will review new proposals to amend the commercial halibut IFQ program and review the suite of 1999 proposed amendments that the Council adopted for analysis in 2000 (Item D-3(a)(1). Nineteen new proposals are included in (Item D-3(a)(2)). The committee report will be provided during the meeting.

Staff Tasking

A summary of the status of Council projects and a three-meeting outlook is attached as Item D-3(b). Many of the staff have been busy preparing data and discussion papers for the GOA rationalization project (Jane, Mark, Nicole, Elaine, David, Cathy, and Diana S). Jon is back from military duty, and has been working on the IR/IU analysis. Bill has been working with the Steller Sea Lion Mitigation Committee, and will likely work on any analyses that flow from the committee process. Diana Stram and Diana Evans will be updating the scallop and groundfish FNPs, updating species profiles, and revising the programmatic groundfish SEIS. Darrell will continue to work with contractors on the IR/IU analyses, and assist with other analysis. I have been spending a substantial amount of my time organizing the national fisheries conference. My immediate task is to prepare the Alaska regional presentation and paper for the proceedings. Some of the other staff will also be involved as rapporteurs, and will assist the moderators with preparation of the panel summaries. David has taken on the task of proceedings editor, so he will be working on publishing the conference proceedings after the meeting.

Committees

A membership list for existing committees is attached as <u>Item D-3(c)</u>. The Council may want to take this opportunity to review the list of committees, determine which ones are still necessary, modify membership,

or revise tasking for each committee if required. In particular, I wish to draw the Council's attention to issues relating to several committees.

In 2001, the Council established a <u>Halibut Charter IFQ Implementation Committee</u> to assist the Council with development of proposed regulations. Appointments for membership of this committee have yet to be made. We may wish to hold off on this committee until we submit the analysis for Secretarial review, which is anticipated later this year. Attached as <u>Item D-3(d)</u> are letters expressing interest for appointment to the Charter IFQ Committee.

The GOA Community QS Purchase Committee has been appointed, but will need some guidance from the Council regarding the task of this committee. I would suggest that an immediate objective of this committee would be to review the proposed rule, which we anticipate will be published in mid-October. They could then meet in early November, and provide comments during the 30-day public comment period. After the rule is in place, and communities are actually participating and buying QS, the committee could play a role in reviewing and proposing changes to the program.

A <u>Northern Fur Seal Committee</u> has been appointed, but will also need some guidance as to the objectives and tasking for this committee. Possible tasking may include reviewing the Draft EIS on subsistence harvest regulations, and working with the Pribilof Islands Collaborative stakeholder group on their proposals to modify fishery regulations. The committee plans to meet sometime after the Council meeting, but no date has set.

In 1999 the Council adopted:

Initiate an analysis of the following alternatives for the IFQ halibut fisheries in Areas 3B, 4A and 4B:

Alternative 1: Status Quo

Alternative 2: Block program:

Option 1: Increase number of blocks from 2 to 4 Option 2: Unblock all quota shares >20,000 lb

Option 3: Allow quota shares >20,000 lb to be divided into smaller blocks

Alternative 3: Quota share categories:

Option 1: Allow D category quota shares to be fished as C category shares

Option 2: Allow D category shares to be fished as C or B category quota shares

Option 3: Combine B, C, and D category quota shares

Option 4: Combine C and D category quota shares

Alternative 4: Sunset hired skipper provisions of initial recipients in all areas.

IFQ IMPLEMENTATION TEAM MEETING OCTOBER 10, 1999

The IFQ Implementation Team convened at approximately 1 pm on Sunday, October 10, 1999. Committee members in attendance were Jeff Stephan, chairman, Arne Fuglvog, John Woodruff, Dennis Hicks, Don Iverson, Jack Knutsen, John Bruce, Norman Cohen. Drew Scalzi did not attend. Staff in attendance were: Jane DiCosimo, Steve Meyer, Phil Smith, Jim Hale, John Kingeter, Heather Gilroy. Thirteen members of the public attended.

Phil Smith provided an administrative update on the IFQ program. Jim Hale reported on the status of the omnibus amendment package for IFQ changes, Amendments 54/54 (hired skipper) with anticipation for implementation for the 2000 IFQ season. Jane DiCosimo provided a breif summary of the IFQ weighmaster subcommittee findings. Steve Meyer presented two reports on IFQ enforcement and continued cases of serious violations. A USCG enforcement report was also distributed to committee members.

The main purpose of the meeting was for the committee to review ten IFQ proposals submitted in the 1999 biennial call for IFQ proposals. Committee recommendations on which proposals should be approved for analysis will be reported to the Council at its December meeting. A summary sheet is attached to the minutes.

Westward area

The committee combined its review of proposals 1, 2, 3, 4, and 7 because they address similar problems in the IFQ fisheries in westward areas (Areas 3B, 4A, and 4B). The Team identified the following problem statement for westward IFQ fisheries:

Five years into the halibut and sablefish IFQ program, a reexamination of the needs of the block program because it appears that it does not protect small boat fishermen in Western Alaska for halibut as originally intended.

The committee recommended that the Council, as its highest priority for IFQ changes, initiate an analysis of the following alternatives for the IFQ halibut fisheries in Areas 3B, 4A, and 4B that were proposed under #1, 2, 3, 4, and 7. The committee noted there may be some merit in combining B and C category QS with A category QS for sablefish only, they did not recommend this for analysis.

Alternative 1: Status quo.

Alternative 2: Block program:

Option 1: Increase number of blocks from 2 to 4 Option 2: Unblock all quota shares >20,000 lb

Option 3: Allow quota shares >20,000 lb to be divided into smaller blocks

Alternative 3: Quota share categories:

Option 1. Allow D category quota shares to be fished as C category shares.

Option 2: Allow D category shares to be fished as C or B category quota shares

Option 3: Combine B, C, and D category quota shares
Option 4: Combine C and D category quota shares

The issues to be addressed in the analysis include:

- the limit of two quota share blocks has created economic hindrances to catching the entire subarea quotas
- travel to/from fishing grounds resulting in subarea quotas not being reached
- transferring quota shares has resulted in economic hindrances because blocks are now so big due to increases in quotas that cost is too high for resale
- · fish down has rendered resale of D class shares boats untenable and safety issue

#5 Part 1 leasing/hired skippers

The committee recognized the merit of addressing fairness issues, and recommended that leasing restrictions are fundamental to the IFQ program and recommended no change to expanding leasing/hired skipper allowances.

#5 Part 2 and #6 medical transfers

The committee noted that while the issue of medical emergency transfers was worthy for Council review, injured QS holders had could transfer their QS to others who could fish them. The committee ranked these proposals as #2 in priority.

#8 overage on vessel cap

The committee supported this proposal to allow an overage on the vessel cap as #3 ranking.

#9 adjust annual cycle

The committee modified proposal #9 to recommend that the Council adjust its biennial IFQ amendment cycle so that IFQ final action occurs in December when IFQ fishermen can attend the Council meeting. The dates for the Council call for IFQ proposals and initial review also would be adjusted as appropriate. This is a policy change by the Council and requires no staff analysis.

#10 community-based non-profit entity as QS holder

A motion to recommend a proposal to allow a community-based non-profit entity to hold quota share failed on a tie vote (4:4). The committee was split on whether to involve the Council in the design of a program to provide access to GOA communities as a QS holding entity or to not create another category of QS holder that would compete with fishermen who are currently eligible to be QS holders.

The overall ranking of proposals grouped into analytical packages by the committee was:

<u>Proposals</u>	Rank
1-4 &7	#1
5&6	#2
8	#3
9	#4

The meeting adjourned at 5:45 pm.

No. Proposal	Proposer	Species	Area	Amendment	Comments	Rank
1 inc. # blocks to 3 or 4 in Areas 3B and 4	Mack	halibut	both	regulatory	Block program	
2 unblock portion of blocked halibut quota > 20,000 lb	Whitmire	halibut	both		Block program '	
3 inc. # blocks + eliminate B & C Class in Areas 4B,C,D & BS & AI	Dierking	both	both		Block program/vessel class	1
4 inc. # blocks to 4 in Area 4 or increase sweep-up to 10,000 lb per block	Schrader	halibut	BSAI		Block program/sweep-up	
5 allow hired skippers for medical emergencies	Schrader	halibut	BSAI		transfer provisions	
6 emergency medical transfer for B-D Class QS	PVOA	both	both		transfer provisions	
7 fish up D Class shares on C Class vessels in Areas 3B and 4A	Wagner	halibut	both	regulatory	Vessel class	
8 allow vessel cap overage of 10% of remaining poundage before last trip	Lundsten	both	both		Vessel cap overage	
9 change IFQ meeting cycle	Lundsten	both	both		administration	
10 allow community-based non-profit regs. to acquire QS	GCCC	both	both		Ownership criteria	

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		Summa	ary of 20	003 IFQ proposal review		
No. Pr	o. Proposer Species Area			Description	Action	Rank
			2C	allow 30% of C and D shares to be fished without an owner on board		
				allow vessels to clear in Bellingham or Seattle/implemented under Plan Amendments 72/64	NA	
3 Mi		both		medical transfers	similar to #12	
		both	all	compensation program for loss of private capital investment	Congress	
			4C	allow purchase of halibut quota shares by Saint Paul and Saint George		
			all	second generation participants get first generation privileges after 10 years and 20,000 lb	similar to #13	
		both	all	tax on IFQs to cover observers	NA?	
		both	Southeast	allow unblocked B class or catcher vessel QS blocks >= 5,000 lb to be fished on smaller vessels		
			GOA	allow pots for sablefish in the Gulf of Alaska		
		both	all	allow fish up of C and D class shares on B class bessels		
	ouncil staff	both	all	never used QS would be forfeited and redistributed to QS pool		
			2C, 3A	raise sweep-up levels		
			2C, 3A	increase limit to 3 blocks		
			all	do not allow non-boat owners to hire skippers		
15 P\		both	all	short term emergency medical transfer of B, C, or D shares	similar to #3	
			all	boat owners who actively fish would be granted first generation rights	similar to #6	
		sablefish	BS, AI	check-in/check-out procedure for fishing BSAI sablefish or VMS for enforcement purposes	enforcement	
		both	all	eliminate requirement to fish all B, C or D shares before A shares or non-IFQ fish from state waters	enforcement	
19 AL		sablefish	all	change the product recovery rate for bled sablefish from the current 0.98 to 1		

10/12/01

IPHC Regulations Proposal Submission Form Petushing Proposal Title: 2CED CLEANUP Year Proposed For: 2002 Submission Information (Please print or type) Name: JAMES H. Whitethorn Attiliation: 2CC HALIBUT FISHERMAN Address: 710 Rambkest, Box 94 City: Vetersoura State/Prov: AK. Postal/ZIP Code: 99833 393 4 Fax: -772 -9205 Email: 1. What is the definition and objective of the proposal? I would Like To SEE 30% of 2C &D IFQs allowed To be fished without the Permit holder ABOGRD The Bogt. 2. Impacts: Describe who you think this proposed change might affect (include fishers, processors, agencies, and the public). 22. Who might benefit from the proposed change? ALL FISHERMAN & Fisherwomen would benefit because AT The end of the senson the whether & Augibility of Fisher Close To our Town is a problem. So some Fisherman are leaving foundage on the table. 2b. Who might suffer hardships or be worse off? 3. Are there other solutions to the problem described above? If so, why were they rejected? I do, Not SEE & problem, It seems to be working

Please attach any other supporting materials. All items submitted prior to October 31, 2001 will be considered at the IPHC Annual Meeting. Remember to include contact information and signature.

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dreed approved

IPHC Regulation Proposal Submission Form

Proposal Title: Vessel Clearance

Year Proposed for: 2002

Submission Information

Name: ScaFresh

Affiliation: Wards Cove Packing Co.

Address: P.O.Box 5030

City: Seattle State: WA Zip Code: 98105

Telephone: 206-726-3793 Fax: 206-726-3789 Email: martyb@wardscove.com

Signiture: Amil Immed

1. What is the definition and object of the proposal?

To allow fishing vessels to clear in either Scattic or Bellingham.

Impacts: Describe who you think this proposed change might affect (include fishers, processors, angencies and the public).

2a. Who might benefit from the proposed change?

- Seattle based processors/buyers who do not have processing facilities in Bellingham.
- Seattle based custom processors/cold storage that are currently loosing out on business to Bellingham processors.
- Seattle based longline fleet.
- 2b. Who might suffer hardship or be worse off?
- Bellingham processors who currently have an economic advantage over Seattle based processors.
- NMFS may have a problem covering a wider area.
- 3. Are there other solutions to the problem described above? If so, why were they rejected?

None.

April Miller P.O. Box 1184 Petersburg, Alaska 99833 Phone: 907-772-3410

Fax: 907-772-4877

6/24/02

North Pacific Fishery Management Council 605 West 4th Avenue Anchorage, Alaska 99501

Phone: 907-271-2809 Fax: 907-271-2817



To Chairman David Benton and the Council:

Problem: NO MEDICAL REALEASE REGULATIONS FOR 2C HALIBUT AND SE SABLEFISH:

Our predicament:

1) My son Jason broke his leg April 25th 2002. He had surgery and was told not to put any weight on his foot for 2 months and was told not to go fishing for the season.

2) I called NMFS Ram division to find out about a medical waiver so that his father could keep fishing Jason's IFQ's. I was told sorry, there was no regulation to cover this. I kept trying to speak to someone who would understand our situation.

3) My understanding of what we could do was so out of reason that I felt I had to write to the board and seek help.

4) In our situation, we would have to sell Jason's IFQ's to his father or someone else, you see there is a large outstanding loan against the IFQ's at the state, which means we would have to go through the whole loan process which takes month's to accomplish, you go to the bottom of the pile on the loan officer's desk. Plus if and when that is done the season could be over by the time all the paperwork is done. Not to mention that if we could have got that done, we would be fishing during the worst weather of the year.

5) What we did do, was wait until we felt Jason could lay in a bunk without to much pain. Then we had to put him in a wheel chair, wheel him down the dock, Had the crew carry him aboard and help him to the bunk where I hoped he would stay for the duration of the trip or else if he injured his leg and ankle again he would have to have surgery again.

6) I begged all the people that I was referred to along the line to help, but their answer came down to there is, "no regulation in place."

7) While I was talking to different people I was told of other horror stories involving having to deal with this problem. A lady with cancer was so sick on her chemo that she couldn't fish her IFQ's, Her husband qualified, so he fished his and then switched

IFQ's with her and was able to fish hers, they were lucky. A fellow had to go out with a broken back in the fall last year, he was caught in the same situation we were. Can't imagine having to roll around in a bunk with a broken back. Another man was diagnosed with a terminal illness and was told he would have to sell his IFQ's and get A shares, His wife was trying to find a buyer while her husband is dying.

8) Finally, I thought of what would happen to me if my husband could not fish his 2C IFQ's because of a Heart attack or something else. I don't qualify as an IFQ holder,

etc. it just goes on and on with different scenarios.

9) A Medical Release like the CFEC has in place should be adopted for all IFQ areas. All that is needed is a medical release form signed by a Doctor and sent to the proper authorities and a form to fish the IFQ's on board.

In conclusion, I would like to see an emergency clearance for people who are sick or hurt so that they don't have to go through what we did, no one needs that added stress when they are faced with illness. I was told that the board was worried someone would take advantage of this in 2C. The people in 2C are no different that the people in 3A in fact a lot of us are in both. Whatever some imaginary person is going to do to take advantage of 2C is beyond me. We are a hard working family who wants to make a living and meet our responsibilities. In every other job a doctor's release seems to be sufficient. Even Linda Behnken told me how difficult it was for her being pregnant, sick and then taking a baby fishing with her. I understand she is a big advocate for not having a medical release. This is what I said to her, how would you like to be scrambling around at the end of the fishing season trying to find someone to take over a large loan, fast, or bring an invalid on board to try and keep your IFQ's. Because if you don't fish them you lose them, but you still have to pay for the loan. What happens if my husband is ill, my son's can't fish them for us because of, "no regulations?" She advised me to write each member of the board and tell them my story. Please see the dilemma that we all face and change it.

Sincerely.

April Miller

Norman Stadem
Louis (Larry) Stadem
dba

Stadem Brothers, Partnership
Alaska Ocean Fisheries, Inc.
1826 E. 26th Ave.
Anchorage, Alaska 99508

(907) 272-0908

October 5, 2002

David Benton, Chairman North Pacific Fishery Management Council 605 West 4th Avenue, Suite 306 Anchorage, Alaska 99501

Dear Chairman Benton:

Purpose

The issue that we bring to the attention of the North Pacific Fishery Management Council (Council) is the role that the halibut and sablefish Individual Fishing Quota (IFQ) scheme has had in creating two classes of private capital. Capital in this sense refers to fishing boats, gear and the equipment used to participate in the two fisheries. Prior to the IFQ scheme there was one class of capital. Following the IFQ, two classes of capital emerged. There is the protected class and the disenfranchised class. These two classes became apparent over time as one of the unanticipated consequences of the scheme evolved. The market for long-line fishing boats, without associated quota shares, that could no longer participate in the fisheries collapsed and owners were left to service debt and maintain them with no source of revenue. They could not be sold but the mortgage and other expenses did not go away.

Protected and Disenfranchised Classes of Capital

Those who received sufficient quota shares to support a viable commercial fishing operation are the protected class. Those who received no initial free quota share or insufficient shares to support a viable operation are the disenfranchised class. Fishermen who received initial quota shares and could cost average purchase of additional shares, set the price for quota shares. Those who had to pay full price for quota shares could not compete. The price of shares was too high relative to the revenue generated from the resultant quota to make a profitable operation. The market for long-line fishing boats with no associated quota share, especially wood hulls, collapsed. People were stuck with boats that they could not fish, nor could they sell. Both value in use and value in exchange (market value) were extinguished.

Just Compensation

Long-line boats that had both value in use and value in exchange prior to the IFQ scheme lost both. This amounted to a defacto taking of capital assets by the federal

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government. One of the important rights that owners of private capital enjoy is the right to receive just compensation when government takes private property or capital for any reason. Under the eminent domain doctrine, any time the government takes private property, including private capital, for public purposes it must pay just compensation to the harmed party. The federal government used its coercive power to enhance the welfare of a beneficiary group (QS recipients) with an offsetting welfare reduction to a loser group. Under theoretically ideal conditions, the beneficiary group should have used part of their increased welfare to compensate the losers for their loss.

A Compensation Fund

Since that was not done, the Council must address this long ignored issue now. In order to accomplish this, the Council needs to establish and fund a program to provide just compensation to those fishermen and their families who did not receive adequate initial halibut and sablefish quota shares (QS). This would be a morally just solution. Remember, these families suffered serious financial harm, and terrible emotional stress from the imposition of the IFQ scheme. I refer to this as the poverty effect of the scheme, the antithesis of the wealth effect discussed below. Precedent for this prescriptive remedy is the \$90-million paid to the American Fishing Company, a Norwegian owned company, when it was required to remove several legally questionable factory ships from the bottom fishery.

Limited Economic Opportunities

Alternative economic opportunities in most small coastal towns are limited and recovery from an economic setback, such as the loss of fishing privileges, is difficult if not impossible. As we have learned, it is all but impossible for someone without free initial QS to purchase new shares since recipients of free QS set price. These recipients are able to cost average additional shares with the free ones. A person with no or few initial free QS (especially one who has to borrow to purchase shares) cannot hope to do much more than service debt – nothing is left from the gross stock to pay crew, purchase food, fuel, insurance, bait, ice, and gear to operate with.

Double Penalty

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In summary, the imposition of the IFQ scheme effectively penalized those fishermen who did not receive adequate initial quota shares sufficient to economically sustain their operation in two ways.

Expropriated Privileges

First, it expropriated the privilege to participate in the fisheries, which effectively eliminated many fishery-dependent families from the fisheries – i.e., put them out of a job. Attorneys tell us that participation in an open access commercial fishery is a "privilege" and not a "right." Furthermore, that privilege can be expropriated by the government at will, which can then reallocate the expropriated privilege to others. Those whose privilege is extinguished have no effective legal recourse since the full force of the federal government is brought to bear against any challenge to the IFQ scheme. In fact, the legal force of the federal government defends those to whom the millions of dollars of windfall privilege were given against those from whom privilege was expropriated and who are essentially rendered legally helpless.

> Two Classes of Capital

Second, it effectively created two classes of investment capital when previously there was a single class. It created a protected class with new wealth and with exclusive access to the fisheries, protected by federal courts. It created a disenfranchised class which consisted of those who had bought boats but received no initial QS or only a token, uneconomic amount of initial QS, and with no federal protection. Granted, they have the option to sell their insignificant quota shares. However, since they lost customary access to the fisheries they are then left with a redundant long-line fishing boat - a catch 22 situation. Owners of redundant boats suffered collapse of market price of their fishery-related private capital equipment. The market price for long-line boats without associated QS collapsed since they became redundant in the new environment. The QS scheme redefined control. No longer is the boat owner in control. The QS owner has made boat ownership secondary to QS ownership. In fact, owners of QS can now lease their shares or team up to render crew as well as boats without substantial QS redundant. This financial loss of investment capital, poverty effect, was an unanticipated consequence of the scheme and had not been debated or considered prior to implementation. Therefore, it must be dealt with now. In creating the IFQ scheme, the federal government failed to make provisions to provide just compensation to those whose capital equipment was to become valueless.

Moral and Ethical Obligation

Not only does the Council have a legal, constitutionally mandated responsibility to provide just compensation, it has a more compelling moral and ethical responsibility to make whole those families whose lives were financially and emotionally harmed. For various reasons, these fishermen were not able to meet the very narrowly defined conditions to qualify for sufficient initial quota shares under the scheme. The Fishing Vessel Owners Association, a fraternal long-line boat owners association with vested interest in keeping the qualifying criteria very narrow, authored the scheme. The IFQ scheme has at least one major constitutional failing; it failed to provide equal protection for capital investment by all participants in the fisheries.

Narrow Qualifying Criterion

The qualifying criterion and the determinant of the quantity of initial quota shares was based on a single, narrow criterion – five-year average of harvest record between 1985 and 1990. A comprehensive definition of the Magnuson Act "past participation" to qualify for initial quota shares should also have included **capital investment** as well as **harvest record**. Harvest record is simply the "score" of participation and does not fully reflect past participation in the fisheries. (Compare this to the score of a professional ball game. The score does not fully reflect past capital investment and participation in the game.) To base the qualification for initial quota shares simply on a single measure of a "score" of participation did not sufficiently reflect past participation and this was an oversight by the Council. That narrow definition effectively disenfranchised investors of their property rights without just compensation.

Intentionally Ruthless

Given the fact that Individual Fishing Quota scheme for halibut and sablefish fisheries was the first experiment in "rationalization" of established, on-going and dynamic fisheries in federally controlled waters, the federal government has an obligation to provide just compensation to those intentionally or inadvertently harmed by the scheme. The scheme was intentionally designed to be ruthless in cutting fishermen from the fisheries. But that does not mean it has to be unfair as well. Recall that several proposals had been rejected or tabled by the Council because of unfairness issues.

It seems imperative that a nation espousing the highest regard for human rights and rule of law should make a point to follow the lead of other civilized nations that compensated the loss of private capital when they "rationalized" their fisheries. Norway and Iceland are among those nations.

Letters From Others

Enclosed are letters from several fishing families who have suffered financial and emotional hardships similar to what we have experienced. Please treat these in a confidential manner. I have the originals on file.

Sincerely yours,

Norman Stadem,

Economist, Commercial Fisherman

Enclosures: Copy of letters from:

Tom Bristor Gary Egerton Michael Ferguson Willard Ferris John Finley

Christopher Johnson

Paul Johnson Doug Parish Mike Rugo Randy Walton

Copy:

Chris Oliver, Executive Director, NPFMC
Honorable Ted Stevens, U. S. Senator
Honorable Frank Murkowski, U. S. Senator
Honorable Don Young, U. S. Congressman
Honorable Tony Knowles, Governor, Alaska

Honorable Fran Ulmer, Lieutenant Governor, Alaska

Norman Stadem Louis (Larry) Stadem dba

Stadem Brothers, Partnership Alaska Ocean Fisheries, Inc.

1826 E. 26th Ave. Anchorage, Alaska 99508

(907) 272-0908

October 27, 2002



David Benton, Chairman North Pacific Fishery Management Council 605 West 4th Avenue, Suite 306 Anchorage, Alaska 99501

Dear Chairman Benton:

Please include the enclosed letters from the fishing families of Dan Higgins and Judy Ken along with the support letters included in our previous letter of October 5, 2002.

Thank you.

Sincerely yours,

Norman Stadem

Economist, Commercial Fisherman

Enclosures: Copy of letters from:

Dan Higgins Judy Ken

Copy: Chris Oliver, Executive Director, NPFMC

Honorable Ted Stevens, U. S. Senator Honorable Frank Murkowski, U.S. Senator Honorable Don Young, U.S. Congressman Honorable Tony Knowles, Governor, Alaska

Honorable Fran Ulmer, Lieutenant Governor, Alaska

Norm Stadem 1826 E. 26th Avenue Anchorage, AK 99508

Dear Norm,

We read with interest the article in Alaska Fishermen's Journal regarding your efforts to seek compensation for disenfranchised halibut fishermen. My wife and I began commercially fishing for halibut in S.E. Alaska in 1991. We regularly participated in the fishery until the implementation of the IFQ program. We did not receive IFQ's. We invested many thousands of dollars in gear, training, safety and navigation equipment, and vessel modifications specifically to participate in this fishery. Once the IFQ program began, there was no market for our longline gear. To make up for our income loss in halibut we purchased a salmon troll permit and trolling gear. We currently are trollers although we have never been able to equal the income we earned in the halibut fishery. The equipment we purchased and modifications we made to our boat to longline for halibut were not necessary for trolling. Our investment in federally mandated safety equipment for our 5-6 member halibut crew exceeds the requirements for our 2 person salmon trolling crew.

During our halibut fishing years we were aware of the efforts of the Council and government to limit participation in the fishery. The environmental documents supporting the IFQ plan contained extensive economic analyses that specifically considered the impact of the program under the assumption that "current" participants would receive IFQ's. As I'm sure you are aware, given the number of years it took to approve the program, the actual fishermen at the time of implementation were not the ones to receive the IFQ's. Instead IFQ's were given to fishermen active during the preceding decade regardless of their involvement in the industry at the time of IFQ allocation. The economic impact of this action was not addressed in their analyses.

I support your efforts to get compensation for our investments in this fishery and would appreciate receiving more details on your efforts. At the appropriate time, we can furnish a summary of our investments, if required.

We are just completing our fishing season here in S.E. and will be heading south during the next month. I can best be reached via mail at the following winter address or via e-mail.

Sincerely,

Dan Higgins 307 Vista del Valle Mill Valley, CA 94941

Cbrown096@aol.com

Norman Stadem
Louis (Larry) Stadem
dba
Stadem Brothers, Partnership
Alaska Ocean Fisheries, Inc.
1826 E. 26th Ave.
Anchorage, Alaska 99508

Norman Stadem taken out of order on 12/9-8:12A

(907) 272-0908

Re.: December 9, 2002, Agenda Item D-2, Staff Tasking, Norman Stadem's letter of October 5, 2002, (our letter) to Council Chairman Benton.

Mr. Chairman, Ladies and Gentlemen of the North Pacific Fishery Management Council, thank you for this opportunity to request Council's support to the proposal outlined in Stadem's letter of October 5, 2002, to Chairman Benton.

For the record, my name is Larry Stadem, I live, in Palmer, Alaska. I am a life-long Alaskan, born in Bristol Bay, Alaska, and have been a fisherman most of my life.

For the record Norman Stadem, also a life-long Bristol Bay Alaskan, lives in Anchorage, Alaska, is not able to attend this Council hearing on Staff Tasking (Agenda Item D-2) since he is required by his employer, US Department of Agriculture, Natural Resources Conservation Service, to attend a state-wide staff meeting. He regrets not being able to speak directly with you to request Council Staff's technical assistance in resolving this extremely important humanitarian hardship.

In our letter, we attempt to bring to the attention of the Council, in considerable detail, a very important, perhaps unknown, negative consequence of the halibut and sablefish IFQ scheme. Many fishing families suffered very serious financial and emotional hardships as the result of loss of **private investment capital**. In many cases this destroyed a large part of the retirement hopes of families — especially those in rural communities.

Re.: December 9, 2002, Agenda Item D-2, Staff Tasking, Norman Stadem's letter of October 5, 2002, (our letter) to Council Chairman Benton.

Please note that our letter to Chairman Benton is not an appeal for compensation for lost fishing privileges. That is, we are not requesting allocation of Quota Shares in compensation for this lost private capital value.

Our goal is to develop a program that will provide compensation for loss of private capital investment, not loss of fishing privilege.

We are requesting an opportunity to work with Council Staff to explore options and develop a plausible compensation program. It is not our intention that the Council provide the funding for such a program. For example, perhaps an amendment could be included in the reauthorization of the Magnuson-Stevens Act to address the issue. The 2002 Farm Bill, which provides several billions of dollars to provide relief to distressed farmers, provides a potential model.

Council support and Staff assistance is important for our ultimate success in preparing a proposal to bring closure to this very complex and difficult humanitarian problem. Therefore, we are requesting that the Council grant us an opportunity to work with Council Staff for guidance and technical assistance to develop a program proposal.

Council support of our proposal is very much appreciated. We thank you for this opportunity to defend our argument. Subj: IFQ"S

Date: 6/27/2002 3:30:17 PM Alaskan Daylight Time

From: writejudy@hotmail.com (j ken)

To: normstadem@aol.com

Dear Norm: I read your letter to editor in the June issue of Alaska Fishermen's Journal. I tried to e-mail you last month, but it did not go through. So this will be just a quick test mssg to see if I have better luck this time. Please e-mail me back and let me know if you recieve this. Like so many others we too were devestated by the IFQ system. Standing by, Judy

Join the world's largest e-mail service with MSN Hotmail. Click Here

------ Headers ------

Return-Path:

Received: from rly-ye05.mx.aol.com (rly-ye05.mail.aol.com [172.18.151.202]) by air-ye01.mail.aol.com (v86_r1.15) with ESMTP id MAILINYE11-0627193017; Thu, 27 Jun 2002 19:30:17 -0400

Received: from hotmail.com (f42.law14.hotmail.com [64.4.21.42]) by rly-ye05.mx.aol.com (v86_r1.15) with ESMTP id MAILRELAYINYE510-0627193004; Thu, 27 Jun 2002 19:30:04 -0400 Received: from mail pickup service by hotmail.com with Microsoft SMTPSVC:

Thu, 27 Jun 2002 16:30:03 -0700

Received: from 68.6.51.25 by lw14fd.law14.hotmail.msn.com with HTTP;

Thu, 27 Jun 2002 23:29:56 GMT X-Originating-IP: [68.6.51.25]

From: "j ken"

To: normstadem@aoi.com

Subject IFQ"S

Date: Thu, 27 Jun 2002 16:29:56 -0700

Mime-Version: 1.0 Content-Type: text/html

Message-ID:

X-OriginalArrivalTime: 27 Jun 2002 23:30:03.0679 (UTC) FILETIME=[903B2AF0:01C21E32]



CENTRAL BERING SEA FISHERMEN'S ASSOCIATION

Post Office Box 288 A St. Paul Island, Alosko 99660 A Phone (907) 546-2597 A Fax (907) 546-2450



November 18, 2002

Chris Oliver, Executive Director North Pacific Fishery Management Council 605 West 4th, Suite 306 Anchorage, AK 99501

N.P.F.M.C

Dear Mr. Oliver:

For the past several years, the Central Bering Sea Fishermen's Association (CBSFA) has been working to stabilize the local economy of St. Paul Island by attempting to expand our local halibut fishery. With the exception of the 2002 season due to slow fishing, our local fleet has landed entirely all of the CBSFA CDQ halibut allocations since the program began in 1995. CBSFA has also increased the local IFQ ownership (and landings) through loans to our fishermen to purchase halibut IFQ quota shares.

However, it is not easy for many of our local fishermen to secure large loans to purchase significant amounts of IFQ quota shares. Also, the IFQ Program has quota share block and vessel category regulations that restrict the amounts of quota shares available in Area 4C to our local fishermen.

We have watched with great interest as the Council developed and approved the Gulf of Alaska IFQ Purchase Program. We are in support of the basic principles of the GOA program and now ask that the Council consider a similar program specifically for the communities of St. Paul and St. George. CBSFA is submitting a proposal requesting that the NPFMC (Council) allow Area 4C Halibut IFQ Quota Share Purchase by our communities to expand halibut fishing jobs, landings and local processing in our communities to work towards developing sustainable economies.

I have attached the CBSFA proposal and ask that you add it to the Council's current list of proposals to be added to the Councils agenda and that it be included under staff tasking on the agenda at the December 2002 meeting for consideration. Thank you.

Sincerely,

Phillip Lestenkof, President



CENTRAL BERING SEA FISHERMEN'S ASSOCIATION

Post Office Box 288 A St. Paul Island, Alaska 99660 A Phone (907) 546-2597 A Fax (907) 546-2450

November 18, 2002

CBSFA Proposal for Purchase of Area 4C Halibut IFQ Quota Shares by Communities

CBSFA proposes that the North Pacific Fishery Management Council (Council) allow the Pribilof Island communities of St. Paul and St. George to purchase and hold Area 4C halibut IFQ quota shares for use by community residents as defined by the following elements and options.

Element 1. Eligible Communities

The Pribilof Islands communities of St. Paul and St George.

Element 2. Ownership Entity

The CDQ Group representing the eligible community.

Element 3. Halibut Regulatory Area

Area 4C

Element 4. Purchase and Sale Restrictions

- 1. Exempt Quota Shares Block and Ownership Cap Restrictions
 - a. Allow CDQ Group to purchase blocked and unblocked quota shares.
 - b. Exempt CDQ Group from the quota shares ownership block and cap restrictions.
 - c. Quota shares block restrictions are retained if the CDQ Group sells quota shares.
- 2. Exempt Vessel Category Restrictions
 - a. Quota shares purchased and held by CDQ Group under this program will be exempt from vessel category restrictions.
 - b. Vessel category restrictions are retained if the CDQ Group sells the quota shares.
- 3. Sale Restrictions

CDQ organizations may only sell their quota shares for one of the following reasons:

- Financial hardship to be determined by the CDQ group board of directors.
- b. Transfer quota shares to residents of eligible community.

Element 5. Performance Standards

CDQ Group participating in the program must adhere to the following performance standards:

- 1. Use of quota shares purchased under this program shall be limited to residents of the eligible CDQ community.
- 2. Quota shares acquired under this program must be landed in Area 4C community.
- 3. CDQ Groups must manage the use of quota shares in compliance with the program guidelines to be developed by the Council.
- 4. Insure that quota shares are equitably distributed to community residents.

Element 6. Program Oversight

The Council will develop program oversight.

Element 7. Program Review

The Council will review the program after 5 years of implementation.

FROM : PACIFIC OCEAN FISHERIES, INC.

FAX NO.: 206+546+9001

Jul. 29 2003 11:01AM HALIBUT AND SABLERISH IFU TRUMANI

AMENDMENT PROPOSAL

North Pacific Fishery Management Council Fax: (907) 271-2817

Name of Proposer. John O. Crowley

Address:

1828 Northwest 204th Street

Shoreline, Washington 98177-2252

Date: 7-16-2003

Telephone:

(206) 542-2017

Brief Statement of Proposal:

Any individual who is second generation and has owned a minimum of 20,000 pounds of halibut or sablefish and has fished that quote for a minimum of ten (10) years would automatically become a first (1st) generaation owner.

Objectives of Proposal (What is the problem?): To enhance the flexibility of second generation IF.Q. holders.

Need and Justification for Council Action (Why can't the problem be resolved through other channels?): The LF.Q. system has built in constraints on ownership designed to prohibit individuals other than fishermen gaining ownership in the LF.Q. fishery. This amendment would address and benefit those with a long history in the halibut and sablefish fishery.

Foreseeable Impacts of Proposal (Who wins, who loses?): All second generation LF.Q. holders could ultimitely benefit from this amendment.

Are there Alternative Solutions? If so, what are they and why do you consider your proposal the best way of solving the problem? None analyzed.

Supportive Data and Other Information (What data are available and where can they be found?): National Marine Fisheries, RAM Division.

. D. Crowley

North Pacific Fishery Management Council, June 2003

HALIBUT AND SABLEFISH IFO PROGRAM AMENDMENT PROPOSAL North Pacific Fishery Management Council Fax: (997) 271-2817

Name of Proposer: GARY MULLIGAN

Date: 8-10-03

Address: PO BOX 8082

PORT ALEXANDER, AK 99836

Telephone: 907-568-2237 OR 907 738 2237 CELL

Brief Statement of Propusal: TAX BASED ON IFR POUNDS HOLDER OF THOSE POUNDS TO COVER OBSERVERS,

Objectives of Proposal (What is the problem?); A SMALLER AND SMALLER SECTOR DE THE FLEET IS CURRENTLY HAVING TO SHOLDER THE BURDEN OF PAYING FOR OBSERVERS. AS THE OBSERVED DATA SERVES IN THE REGULATION OF THE WHOLE FLEET EACH USER SHOULD CONTRIBUTE BASED Need and Justification for Council Action (Why can't the problem be resolved through other channels?).

WHAT COULD BE LESS FAIR THAN THE CURRENT POLICY? !!! IT IS THE RESPONSIBILITY OF THE COUNCIL TO ADDRESS THIS PROBLEM, IT IS LONG OVERDED

Foreseeable Impacts of Proposal (Who wins, who loses?):

EVERY ONE IS TREATED FAIRLY BY BEING REQUIRED TO CONTRIBUTE TOWARD A COMMON COST TO THE FISHERY BASE ON WHAT EACH RECEIVES FROM THE FISHERY (IFC SALES).

Are there Alternative Solutions? If so, what are they and why do you consider your proposal the best way

of solving the problem? MY PROPOSAL IS PRECISE AND FAIR.

NO ONE PAYS MORE THAN A PERCENTAGE OF THE VALUE OF THE IFR THEY OWN TO PAY FOR

OBSERVER COVERAGE

Supportive Datz and Other Information (What data are available and where can they be found?):

Jan hull

North Pacific Fishery Menagement Council, June 2003

Jul. 24 2001 07:53AM F2

SENT BY: NPFMC:

907 271 2817 ;

JUN-27-03 4:15PM:

PA(= 2:2

HALIBUT AND SABLEFISH IPQ PROGRAM AMENDMENT PROPOSAL North Pacific Fishery Management Council Fax: (907) 271-2817

Name of Proposer: GARY MULLIGAN

Date: 8-10-03

Address: PO BOX 8082

PORT ALEXANDER, AK. 97836

Telephone: 907-568-2237 , EELL 907-738-2237

Brief Statement of Proposal: ALLOWLE FISH DOWN OF HALIBUT

+ BLACK COD IFQ INN SOUTHFAST ALAOKA AS 15

ALLOWED ELSEWHERE IN THE STATE.

Objectives of Proposal (What is the problem?): THIS PROPOSAL WOULD ALLOW THE ABILITY TO FISH DOWN LARGER BOAT IFQ? ON SMALLER VESSELS NON EXCLUSIVE, SOUTHEAST USERS BEING TREATED EQUAL TO IFQ HOLOGES, AND THEREST OF THE STATE Need and Justification for Council Action (Why can't the problem be resolved through other channels?):

ALL ADVICE HAS BEEN PRO TOWARD COUNCIL ACTION

Foreseeable Impacts of Proposal (Who wins, who loses'):

SOUTHEAST IFQ HOLDERS ARE TREATED MORE FAIRLY

NO ONE LOSES,

An there Assistance Solutions? It'so, what are they and why do you consider your proposal the best way of solving the problem? NONE THAT WOULD ADDRESS THE PROBLEM AS WELL AS COUNCIL ACTION AS WELL AS EQUAL TOWARD TOWARD STATUS FOR SOUTHEAST IFQ HOLDERS

Supportive Data and Other Information (What data are available and where can they be found?).

Signature: Jary Mulliza

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16-61-8 AH! maesol

Dan David Butch fuhr down 1F8? for sablety the latter down 1F8? for sablety the latter down as it is in other down as it is in other down of the state. My proposed is that hunk has been as the state of the such the such that has some of the same of the proposed. It the source of the same said to such the such that the source of the less we seemed the less that the source of the less we seemed the less that the source of the less we have the less we have the less we have the less we have the less that the less we have the less w

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AUG - I ZOOZ

N.P.F.M.C

HALIBUT AND SABLEFISH IFQ PROGRAM AMENDMENT PROPOSAL

North Pacific Fishery Management Council Fax: (907) 271-2817

Name of Proposer. Fred Hankins

Date: August 20, 2003

Address: 90346 Logan Rd.

Astoria, OR 97103

Telephone: (503) 325 - 9334

Brief Statement of Proposal: To allow pots of as legal gear for Sublefish fishing in the GOA.

Objectives of Proposal (What is the problem?): Sperm Whale depredation, sea bird by artch, rockfish and other groundfish bycartch can all be reduced by using ports. The problem is that they are not legal at present.

Need and Justification for Council Action (Why can't the problem be resolved through other channels?): Pots are Currently not lead glar for Sablefish in the GOA. The NPFMC would have to amend the GOA Groundfish FMP to allow them as legal grav.

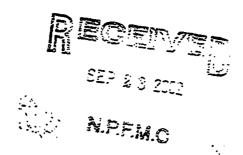
Foreseeable Impacts of Proposal (Who wins, who loses?): The longline fleet can win by the option of using 19ts, Smaller boats mad be disadvantaged things they can corry fewer pots. Gear conflicts and grounds preemption are potential problems, but regulations can mitigate these IMpacts. Some boats mad be select each ped to mitigate them others. Are there alternative Solutions? If so, what are they and why dedyou consider your proposal the best way others. of solving the problem? Currently poth are allowed in every area of the efficient and effective way to coetch Sabletish we virtually efficient and effective way to coetch Sabletish we virtually not left and should be legalized.

supportive Data and Other Information (What data are available and where can they be found?): Pots are legel on the west coast of U.S. British Columbia, S.E. Alaska and B5/AI. There is alot of information by there to look at the issues with the gean, costs, by eath etc.....

Signature: Feb. Makkins

Sept. 20, 2002

NMFS Council Members Chairman Dave Benton 605 W. 4th Ave. Anchorage, AK 99501



Dear Council Members

The Councils recent action that allows communities (CD) to purchase QS, for which the vessel class designations to not apply has compounded previous action when the Council allowed the fishing down regulation. We would like to recommend to Council to consider adding an analysis allowing "fish up" on vessel class B from class C. We would like to recommend that Council add this analysis to the suit of proposed IFQ changes recommend for analysis.

We are a B class vessel, B class vessels are the only class fishing vessel that is locked into one class of quota. We have a harder time finding shares to buy. The new proposed regulation for the communities to purchase QS has the versatility to fish all vessel classes from one vessel. We only want a fair playing field. We have crewmen wanting to come aboard our vessel to fish their quota but we are unable to hire them as they have class C quota. The B class shares are harder to find to purchase and they are most costly, because a B, C, or D class vessel can fish them. The B class vessel can only fish B quota. The C class vessel can fish B & C quota class The D class can fish B, C or D class quota. As a B class vessel owner we are appealing to you to let the B class vessel owner have the versatility that the other class vessels have and now the communities (CD) have. We are the most down trodden Class of vessel for all of the regulation imposed to date regarding Fish Down and not Up. Please consider the "Fish Up" from C to B class. This new action for the communities (CD) only compounds this for us.

We do not have legal representation, but would ask the Council to understand we are a viable part of this industry. We are not highly educated, but are grounded in our livelihood of commercial fishing; please consider this in your recent actions.

Thank you,

Thomas D. Branshaw

Denise J. Branshaw

PO Box 571

Cordova, Alaska 99574

907-424-7344

F. V. Northern Mariner

northernmariner@hotmail.com



SPECIAL NOTICE

To All Holders of Catcher Vessel Individual Fishing Quota (IFQ)



"FISH-DOWN" AMENDMENT FINALIZED Notice Revised March 31, 1997

Please be advised that the regulations for IFQ fishing [50 CFR, Part 679] have changed. Effective immediately, and with the exception noted below, persons who hold IFQ in catcher vessel categories "B" or "C" may harvest their IFQ halibut or sablefish on vessels with a length overall that is equal to, or less than, the maximum length overall (LOA) permitted under the prior regulations. The following table displays this change.

Catcher Vessel IFO Category	To Harvest (Species)	May Now be Fished on a Vessel of the Following Maximum LOA
"B" "C" "D"	Halibut Halibut Halibut	B, C, or D category vessel (No LOA limit) C or D category vessel (60 feet LOA limit) D category vessel only (35 feet LOA limit)
"B"	Sablefish Sablefish	B or C category vessel (No LOA limit) C category only (60 feet LOA limit)

EXCEPTIONEROR AREA 2C HALBETT AND AREA SE SABREFISH THE Under the new rules; certain "B" category IFQ may NOT be fished down Tiple exception is the Area 2C halibut fishery and the Area SE "Obeside" (Pasting 1908) W Fonguade) sabjetish fishery in those fisheries Vessels are gory BIPHO denver from unblocked QS or blocks of catener vessels strativeld 5.000 pounds or more of 1996 IFO (i.e. blocks of QS that are equal to obesteater than 34220 halibut QS units and equal to or greater than 34270 sabjetish QS mits and equal to or greater than 34270 sabjetish QS mits and equal to or greater than 34270 sabjetish QS mits through be "fished down." Such IFO must be fished on the vessel category for which tell as been issued.

Questions about these changes may be directed to the Alaska Region, National Marine Fisheries Service (NMFS), Restricted Access Management (RAM) Division. The Division can be reached at the address and telephone/facsimile numbers set out below.

Restricted Access Management (RAM) Division • P.O. Box 21668 • Juneau, AK 99802-1668
Tel: 800-304-4846 • Fax: 907-586-7354• Internet: http://www.fakr.noaa.gov

Dock Street Brokers

Sablefish IFQ Listings

SAE	JEES	Ę.			
updated	8/18/03				
Area	Class	B/U	Pounds	Ask	Comments
SE	A	U	5,000	\$14.00	soldlisted 6/03
"	В	В	5,000	\$9.00	2 blocks in this range
	В	U	50,000	\$12.50	bring offers
	В.	U	11,000	\$11.50	bring offers, aggressive seller
	С	В	3,500	\$9.50	listed 1/03bring offers
	С	В	1,500	\$8.00	offer pendingfished 2003
WY	B/C	U/B			sellers wanted, several buyers looking
CG	В	U	30,000	\$11.50	fished 2003 / will trade for 3A
All ber	C.,	U	25,000	\$11.25	listed 9/02
	С	В	4,000	\$8.00	listed 2/03
	C	В	3,000	\$8.00	
WG	В	U	15,000	trade	unfished 2003, will trade for CG, C or B class
	В	В	8,000	trade	unfished 2003, will trade for fished CG
	В	В	5,000	offers	
	С	В	3,000	\$6.50	bring offers
AI	A	Ū	call	\$5.50	listed 5/03
	A	В	11,000	lease	available for lease for 2003
	В	U	55,000	\$3.00	
	В	U	100,000	\$2.90	listed 4/15/03
	В	U	30,000	\$3.00	
	В	В	3,000	\$2.50	
	С	U	55,000	offers	
BS	A	В	7,000	\$5.25	soldoffer pending; listed 2/03
	В	U	60,000	\$4.00	sold
	В	В	7,500	try \$2.00	offer pending
	С	В	12,000	offers	

Dock Street Brokers

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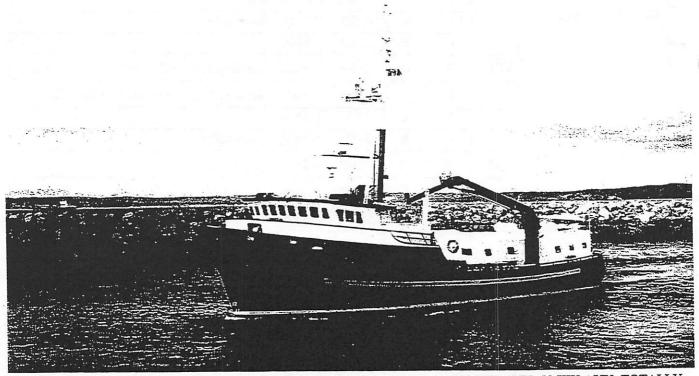
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THE PERMIT MASTER

SABLEFISH

2003 SABLEFISH QUOTA SHARE POOL AND TAC

AREA	2003 QUOTA SHARE POOL	2003 TAC	RATIO
SE	66,119,746	7,848,376	8.4246
WY	53,267,935	4,466,520	11.9260
CG	111,668,048	11,358,099	9.8316
WG	36,029,105	4,532,658	7.9488
BS	18,768,845	2.557,336	7.3392
AI	31,932,492	4,100,556	7.7874



- 93' X 25.6' LONGLINE C/P, CRABBER, NEW DEUTZ 1000HP MAIN, 2 - 200 KW AUX, 50 KW AUX, TOTALLY SET UP FOR LONGLINE PROCESSING & FREEZING, CONTINUOUS MAINTENANCE WITH MANY RECENT UPGRADES. REDUNDANT SYSTEMS AND ELECTRONICS. PROVEN PRODUCER WITH EXCELLENT HISTORY. ASKING S1.5 MIL. CLASS "A" QUOTA SHARE AVAILABLE WITH VESSEL. MORE PHOTOS.

LISTINGS ARE ALL IN YEAR *2003* POUNDS.

NOTES: "E" CLASS IS SE "B" CLASS THAT CANNOT BE FISHED DOWN.

PRICES IN BLACK ARE CURRENT \$\$.

PRICES IN RED ARE NEW LISTINGS OR CHANGE IN PRICE IN THE PAST WEEK.

PRICES CAN CHANGE QUICKLY, SO IF YOU SEE SOMETHING OF INTEREST, MAKE AN OFFER!!!

SOUTHEAST

ROUND POUNDS	AREA	VESSEL CLASS	BLK/ UNBLK	FISHED	ASKING PRICE	OFFER	NOTES
7,000	SE	E	В		\$10	N/A	9-26-01 STILL AVAILABLE.
7,000	SE	E	U	•	\$11	N/A	9-26-01 STILL AVAILABLE.
19,000	SE	В	U	F	\$11.25	N/A	4-9-03 NEW LISTING.
27,000	SE	E	U	•	\$10.50	N/A	3-4-03 NEW PRICE. 12-20-01 NEW LISTING.
6,000	SE	С	В	F	\$10.50	N/A	6-5-03 FISHED. 5-6-03 NEW LISTING. SELL OR TRADE FOR 2C HALIBUT.

WEST YAKUTAT

ROUNDS POUNDS	AREA	VESSEL CLASS	BLK/ UNBLK	FISHED	ASKING PRICE	OFFER	NOTES
50	WY	С	В		\$8	N/A	12-5-01 NEW LISTING.
8,000	WY	С	U		WANTED	\$11.50	12-11-02 NEW OFFER.

CENTRAL GULF

ROUND POUNDS	AREA	VESSEL CLASS	BLK/ UNBLK	FISHED	ASKING PRICE	OFFER	NOTES
315	CG	В	В		\$7	N/A	7-4-03 NEW LISTING.
3,000	CG	С	В	•	\$8	N/A	11-7-02 NEW LISTING.
11,000	CG	С	U	•	\$11	N/A	2-5-03 NEW LISTING.

WESTERN GULF

ROUND POUNDS	AREA	VESSEL CLASS	BLK/ UNBLK	FISHED	ASKING PRICE	OFFER	NOTES
9.	WG	В	В	•	\$5	N/A	7-4-03 NEW LISTING.
2,500	WG	В	В	•	\$6	N/A	8-15-01 NEW LISTING.
5,000	WG	В	В	-	\$6	N/A	11-4-99 NEW LISTING.
1,000	WG	С	В	-	\$5.50	N/A	12-24-01 NEW LISTING.
11,000	WG	C	В	F	\$8	N/A	7-31-03 NEW LISTING.

BERING SEA

ROUND POUNDS	AREA	VESSEL CLASS	BLK/ UNBLK	FISHED	ASKING PRICE	OFFER	NOTES
15,000	BS	С	В	F	\$3	N/A	7-31-03 NEW LISTING.

ALEUTIAN ISLANDS

ROUND POUNDS	AREA	VESSEL CLASS	BLK/ UNBLK	FISHED	ASKING PRICE	OFFER	NOTES
13,500	AI	В	В	_	\$2.50	N/A	4-21-03 NEW LISTING.
40,000	AI	В	U	-	\$3.50	N/A	7-2-03 NEW PRICE. 5-20-03 NEW LISTING.
2,000	AI	С	В	-	\$1.50	N/A	4-2-03 NEW LISTING.
55,000	AI	С	U	- :	\$2.50	N/A	3-6-02 NEW LISTING.

RETURN TO:

MAIN VESSELS LLP PERMITS IFQ
ABOUT PERMIT MASTER BROKERS LISTING INFO FINANCING LINKS

?QUESTIONS?

e-mail....vessels@permitmaster.com or call 1-888-588-1001

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HALIBUT

NOTES: "E" CLASS IS 2C "B" CLASS THAT CANNOT BE FISHED DOWN.

PRICES IN BLACK ARE CURRENT \$\$.

PRICES IN RED ARE NEW LISTINGS OR CHANGE IN PRICE IN THE PAST WEEK.

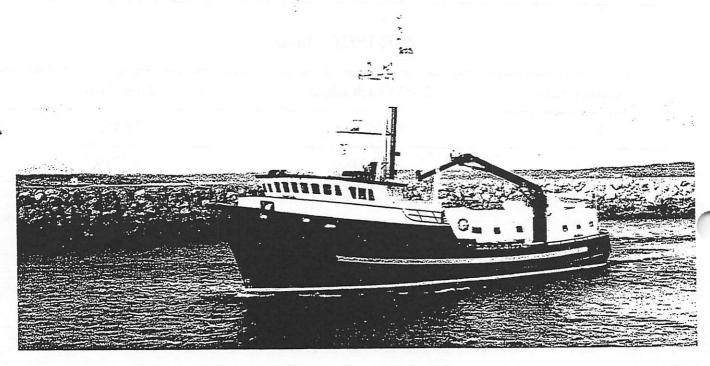
PRICES CAN CHANGE QUICKLY, SO IF YOU SEE SOMETHING OF INTEREST, MAKE AN OFFER!!!

2003 IPHC Quota

Regulatory Area	2003 Catch Limit	2003 Ratio
2C	8,500,000	7.0159
3A	22,630,000	8.1719
3B	17,130,00	3.1642
4A	4,970,000	2.9350
4B	3,344,000	2.7765
4C	1,015,000	3.9570
4D	1,421,000	3.4893

For further info check the IPHC site @ http://www.iphc.washington.edu/halcom/default.htm

Alot of buyers and sellers in the market are only moving sideways(selling to buy something else). Most a reluctant to sell until they have something to buy, so they don't get stuck while the market is moving. It's important that your broker maintain an up to date database so that you know the second half of y deal is really there, before you make a commitment. If you are waiting for a certain size block or price and let us know. If you are waiting for a certain price before you sell, check in for the latest offers.



P1400M - 93' X 25.6' LONGLINE C/P, CRABBER, NEW DEUTZ 1000HP MAIN, 2 - 200 KW AUX, 50 KW AUX, TOT SET UP FOR LONGLINE PROCESSING & FREEZING, CONTINUOUS MAINTENANCE WITH MANY RECEN UPGRADES. REDUNDANT SYSTEMS AND ELECTRONICS. PROVEN PRODUCER WITH EXCELLENT HISTOMASKING \$1.5 MIL. CLASS "A" QUOTA SHARE AVAILABLE WITH VESSEL. MORE PHOTOS.

LISTINGS ARE ALL IN 2003 POUNDS.

IFQ WANTED IN ALL SIZES AND AREAS. CALL FOR LATEST OFFERS.

2C

DRESSED POUNDS	AREA	VESSEL CLASS	BLK/ UNBLK	FISHED	ASKING PRICE	OFFER	NOTES
120	2C	В	U	•	\$15	N/A	7-4-03 NEW LISTING. CAN BE FISHED DOWN.
10,000	2C	С	U	•	WANTED	\$11	2-17-03 WANTED. STANDING OFFER.
25,000	2C	С	U	F	\$15	S14	8-15-03 NEW OFFER. 7-17-03 NEW LISTING.
2,500	2C	D	В	•	\$8.50	N/A	4-10-03 NEW PRICE. ONLY FOR SALE IF REPLACEMENT IS AVAILABLE.
3,000 +	2C	D	В	-	WANTED	\$8	3-16-03 NEW OFFER.

3A

DRESSED POUNDS	AREA	VESSEL CLASS	BLK/ UNBLK	FISHED	ASKING PRICE	OFFER	NOTES
3,500	3A	С	В	F	\$12	N/A	7-1-03 NEW LISTING.
13,000	3A	С	В	F	\$14	\$11	7-31-03 NEW OFFER. 7-29-03 NEW LISTING.
25,000	3A	С	U	F	\$14.50	N/A	8-5-03 NEW PRICE. 7-25-03 NEW LISTING.
5,000	3A	D	В	F	\$11	N/A	8-16-03 NEW LISTING.

3B

DRESSED POUNDS	AREA	VESSEL CLASS	BLK/ UNBLK	FISHED	ASKING PRICE	OFFER	NOTES
50,000	3B	В	В		\$13	\$11.75	8-15-03 NEW OFFER. 7-2-03 NEW LISTING.
220	3B	C	Ū	•	\$8	N/A	9-14-02 FISHED. 12-5-01 NEW LISTING.

4A

DRESSED POUNDS	AREA	VESSEL CLASS	BLK/ UNBLK	FISHED	ASKING PRICE	OFFER	NOTES
14,000	4A	В	В		\$8.50	N/A	7-11-03 NEEDS BIGGER BLOCK TO TRADE UP.
15,000	4A	В	U	F	\$10	N/A	7-14-03 3,000 LBS LEFT TO CATCH. 7-2-03 NEW LISTING.
6,500	4A	С	В	• '	\$8	N/A	9-27-01 NEW LISTING.
27,000	4A	С	В	F	\$8.25	N/A	11-30-01 NEW LISTING.

DRESSED POUNDS	AREA	VESSEL CLASS	BLK/ UNBLK	FISHED	ASKING PRICE	OFFER	NOTES
: 22,000	4B	В	В		\$5.50	\$5.00	7-9-03 NEW PRICE. 6-30-03 NEW OFFER. 6-20-03 NEW LISTING. 6-19-03 NEW PRICE. 6-9-03 NEW PRICE. NEW OFFER. 5-23-03 NEW OFFER. 5-20-03 NEW LISTING.
31,000	4B	В	В	-	\$7	N/A	6-20-03 NEW PRICE.
31,500	4B	В	U	-	\$8	N/A	6-20-03 NEW PRICE.
80,000	4B	В	υ	-	\$6.50	\$5	6-20-03 NEW PRICE. NEEDS CGBU REPLACEMENT. 4-1-03 NEW OFFER FOR PART. 1-10-03 NEW LISTING
3,000	4B	С	В	- 	\$3	\$3	2-28-03 NEW OFFER. 9-14-02 NEW LISTING.

4C

[DRESSED POUNDS	AREA	VESSEL CLASS	BLK/ UNBLK	FISHED	ASKING PRICE	OFFER	NOTES
	ANY	4C	ANY			WANTED	\$4	8-2-03 STANDING OFFER.
4	3,000	4C	В	В	•	\$6.25	N/A	7-2-03 NEW PRICE. 5-20-03 NEW LISTING.
	15,000	4C	D	В	-	\$7	N/A	7-26-00 NEW LISTING.
	6,000	4C	D	Ū	-	\$7	N/A	7-26-00 NEW LISTING.

4D

•	SSED	AREA	VESSEL CLASS	BLK/ UNBLK	FISHED	ASKING PRICE	OFFER	NOTES
30-4	10,000	4D	B/C	В	•	WANTED	\$5	11-27-02 NEW OFFER. WILL TAKE 2 BLOCKS.

RETURN TO:

MAIN <u>VESSELS</u> <u>LLP</u> <u>PERMITS</u> <u>IFO</u>

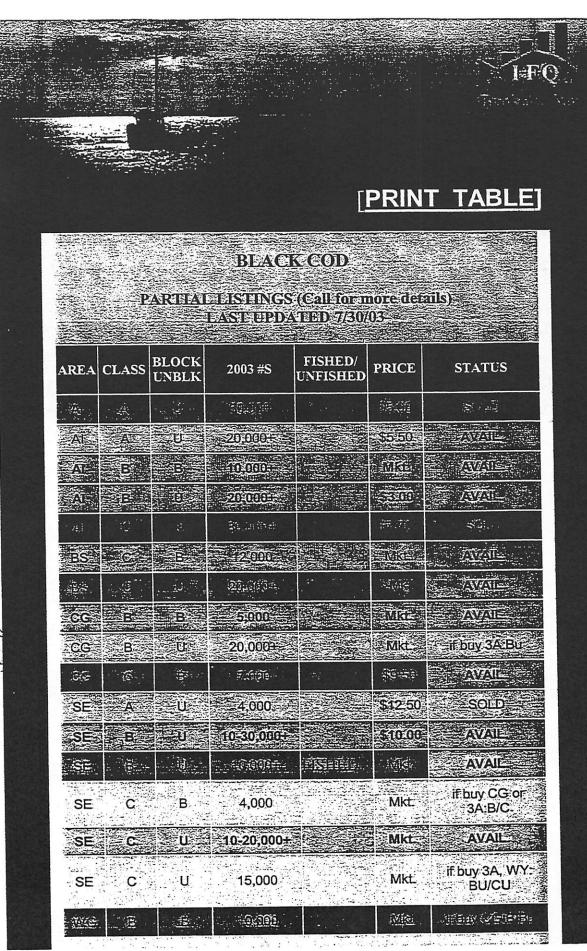
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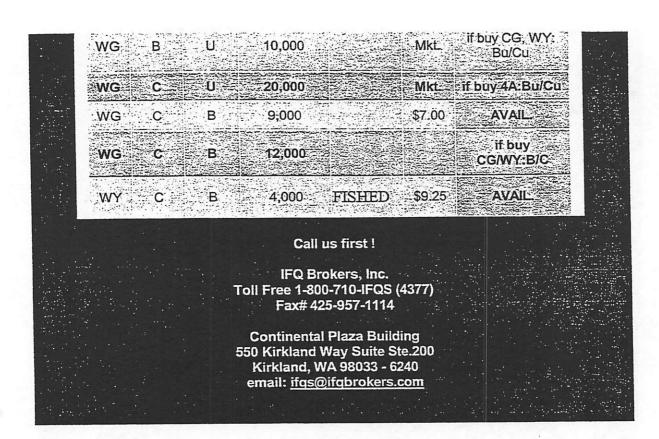
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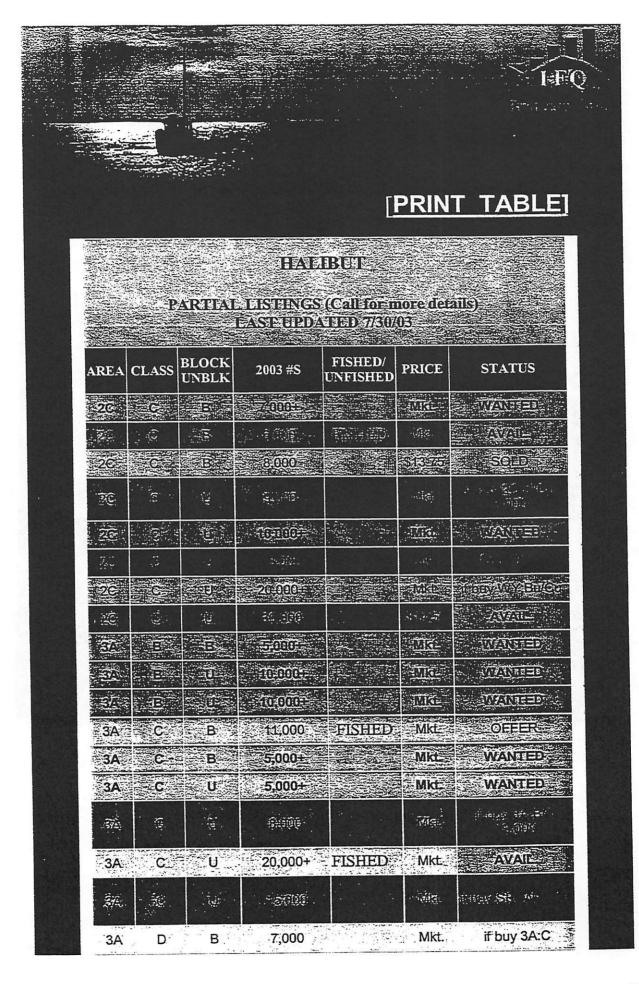
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8/19/2003 7:46 AM

3A	.D.	101	20 000		Mar _e	THOUS TANKE WORLD
3B -	C	В	15,000		Mkt.	if buy 3A:B/C
4A	В	В	20,000		Mkt.	if buy large 4A
49.3	Bet	, UL	20=50,000		\$10.00	AVAIL.
4B	Α	Ů.	10,000+		Mkt.	AVAIL.
10	<u>(2</u> €	180	10,000		Wat	AVAIL
4B	В	В	15,000		\$5.60	SOLD
4B	В	В	25,000+		\$6.00	AVAIL
4B	В	U	40,000	FISHED	Mkt.	AVAIL
4B	В	ับ	70,000		\$7.00	SOLD
E.	8	. 8	4.000		35.60	Solid.
4C	В	. B	7,000		Mkt.	AVAIL
40	B	- īB≤	4(0,400)0		-Mac	SINDRY STANDING
4C	В	В	10,000+		Mkt	AVAIL.
@ -	1 0 -	: 32.	74900		=(1)(0)	AVAIL
4C	c	Ū	40,000		Mkt.	AVAIL
4D.	C	В	6,000		Mkt	AVAIL
			Call	us first !		
			Toll Free 1-80	okers, Inc. 0-710-IFQS (25-957-1114		
			550 Kirkland V	Plaza Build Way Suite St /A 98033 - 62)ifqbrokers.c	e.200 240	

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Boats

Permits

Alaska Boats & Permits IFOs

UPDATED Aug 15, 2003

A DE A	CLASS	DA1	POUNDS	PRICE	COMMENTS
AREA	CLASS	B/U		15.00	07-31-03 New listing (FISHED)
2C	C	В	3400		05-21-03 Offer of 11.00 (FISHED)
2C	C	В	4700	Make offer	05-21-03 Offer of 11.00 (FISHED)
3A	c	В	3000	13.00	08-12-03 SOLD @ 12.00 (UNFISHED)
3A	C	В	3200	13.00	08-12-03 SOLD @ 12.00 (UNFISHED)
3A	C:	В	3400	12.00	07-31-03 New listing (FISHED)
3A	С	В	6500	11.00	07-10-03:SOLD @:10.00 (FISHED)
3A.	C	В	13,000	14.00	08-11-03 SOLD @ 13.00 (FISHED)
3A	С	Ū	25,000	14.50	08-14-03 New listing (FISHED)
3A	.D	В	850	10.00	07-30-03 Offer of 9.50 (UNFISHED)
3A	D	В	900	11.50	07-31-03 SOLD @ 9.50 (UNFISHED)
3A	- D	В	1100	10.00	08-04-03 SOLD @ 9.50 (UNFISHED)
3A	Ð	В	1600	10.00	08-14-03 New listing (UNFISHED)
3A	D.	В	2400	10.00	07-31-03 SOLD @ 9.50 (UNFISHED)
3A	D	В	2400	11.00	08-05-03 SOLD @ 9:75 (UNFISHED)
3A	D.	В	2800	8.00	07-17-03.SOLD @ 8:00 (FISHED).
3B	В	В	50,000	12.25	07-28-03.Offer of 11.25 (UNFISHED)
3B	С	В	6600	10.00	08-12-03 Offer of 9.75 (UNFISHED) Would trade for
3B	C	В	7000	Make Offer	07-17-03 New listing (UNFISHED) Would trade for C
3B.	С	В	14,000	11.00	.08-12-03 New listing (FISHED)
3B	Ð	В	13,000	Make offer	06-27-03 New listing (FISHED)
3B	D	В	84	\$500	05-08-02 New listing
4A	В	В	7800	8.00	08-12-03 New listing (FISHED)
4A	В	U	20,000	11.50	07-10-03 Pounds update (UNFISHED)
	<u> </u>	İ			
4A	С	В	3400	7.25	08-06-03 New listing (UNFISHED)
4A	С	В	46,000	10.00	08-12-03 New listing (FISHED)
4A	D	В	3000	Offers	02-12-02 Listed
4A	Q	В	3300	6.00	08-09-02 New listing
4A	D	В	10,000	7.00	03-18-02 Price updated
4A	D.	В	11,000	Make offer	04-14-03 New listing—would trade for 3A, 3B
4A	D	В	12,000	7,25	08-12-03 New listing (FISHED)
4B	Α	В	1300		02-01-02 Listed
4B	В	В	31,000		06-16-03 Price increase (UNFISHED)
4B	В	U	31,500	8.00	06-16-03 Price increase (UNFISHED)

		<u> </u>		<u> </u>	
4B	C.	В	7500	6.00	07-10-03 (FISHED)
4B	С	В	14,000	5.25	04-25-03 (FISHED)
:			·		
4B	D	В	4,000	3.50	01-21-03 Would trade for gillnet permit
4B	D	В	5,000	3.50	01-21-03 Would trade for gillnet permit
					·
4C	D	В	15,500	7.00	01-08-03 Offer of 4.50
4C	D	U	6000	7.00	07-20-02 Listed
			·		
BLACK C	OD				
AREA	CLASS	B/U	POUNDS	PRICE.	COMMENTS
Al	В	В	5500	Make offer	07-24-03 New listing (UNFISHED)
Al	С	U	35,000	Make offer	02-05-032003 TAC pounds
				•	
BS	В	В	17,000	Make offer	07-24-03 New listing (UNFISHED)
BS	С	В	20,000	3.00	02-05-03 Pounds and Price Update
:					
CG	В	В	90	Make offer	02-05-03-2003 TAC pounds
CG	В	U	10,000+	11.50	07-15-03 (FISHED) Would trade for 3A, 3B, 4A
CG	С	U	10,000+	11.00	08-07-03 Offer of 11:00 (FISHED)
SE	С	В.	1700	9.00	05-19-03 Offer of 8.25
				·	
WG	В	Ü	20,000	10.00	08-12-03 New listing (FISHED)
AREA	CLASS	B/U	POUNDS	PRICE	COMMENTS

Call (800) 992-4960 or (907) 235-4966 for more details.

Return to Alaska Boats & Permits <u>HOME</u>

Alaskan Quota & Permits BLACKCOD QUOTA

NOVEMBER 30, 2002

AREA	ceASS	2007 TAC CBS	B/8B	ASKING \$	COMBENIS
SE	E	10,500 #	UB	TRADE	TRADE TO CG "B" OR "C"
SE	E	3,500 #	В	\$ 9.00	TRADE SE "A"
SE	В	3,000 #	В	\$ 9.50	FISH-DOWNABLE
SE	В	2,500 #	В	\$ 9.00	<u>-</u>
SE	В	3,400 #	В	\$ 9.50	FISH-DOWNABLE
SE	C.	10,500 #	UB	OFFERS	OFFERS?
SE	С	11,000 #	UB	-	SELL/TRADE 2C or 3A "A" CLASS
SE	С	30,000 #	UB	OFFERS	OFFERS?
SE	С	74 #	В	\$ 9.00	UNFISHED
SE	С	92 #	В	\$ 9.00	UNFISHED
SE	С	205 #	В	\$ 9.00	UNFISHED
SE	С	2,000 #	В	\$ 8.50	-
SE	С	3,500 #	В	\$ 9.00	-
SE	С	3,500 #	В	\$ 9.00	TRADE FOR 2C UB
SE	С	6,000 #	В	\$ 9.50	-
SE	С	7,500 #	В	\$10.00	<u>-</u>
1	•	•			TOP of PAGE MAKE an OFFER

ا إذ.	AREA	CLASS	2002 TAC LBS	B/UB	ASKING \$	COMMENTS
١,	w	В	4,500 #	UB	TRADE	TRADE for SE "C" UNBLOCKED
	WY	В	9,000 #	UB	TRADE	TRADE for SE "C" UNBLOCKED
,	WY	С	15,000 #	UB	\$12.50	TRADE for 3A UNBLOCKED
	WY	С	2,500 #	В	\$ 8.50	-
						TOP of PAGE MAKE an OFFER

See A Lee Co

	AREA	CLASS.	2002 TAC LBS	B/UB	ASKING \$	COMMENTS
	CG	В	13,500 #	ŲB	TRADE	TRADE for 3A "B" UB
	CG	В	30,000 #	UB	TRADE	TRADE for 3A "B" UB
	CG	В	2,200 #	UB	\$ 9.00	-
	CG	С	35,000 #	UB	\$10.50	TRADE for 3A UNBLOCKED
	CG	С	25,000 #	UB	TRADE	TRADE for 3A UNBLOCKED
•	CG	С	15,000 #	UB	\$ 9.50	-
		•	-	•		TOP of PAGE MAKE an OFFER

AREA	CLASS	2002 TAC LBS	B/UB	ASKING \$	COMMENTS	
BS	С	4,000#	В	-	OFFERS?	
					TOP of PAGE MAKE an OFFER	

AREA	CLASS	2002 TÀC LBS	B/UB	ASKING \$	COMMENTS
WG	C ·	3,500 #	В	-	OFFERS?
WG	С	4,000 #	В	-	OFFERS?
	-				TOP of PAGE MAKE an OFFER

AREA	CLASS	2002 TAC LBS	B/UB	•	COMMENTS
AI	В	10,000 #·	В	-	OFFERS
AI ···	В	10,000 #	В	-	OFFERS
AI	В	11,500 #	В	-	OFFERS
	•	•		•	TOP of PAGE MAKE an OFFER

4A		· ·		···
Vessel Class	<u>Pounds</u>	<u>Status</u>	<u>Price</u>	<u>Comments</u>
С	7,300	Blocked	Market	Updated Listing 1/13/03
В	8,200	Blocked	Offers	New Listing 3/14/03
В	9,900	Blocked	Market	New Listing 1/31/03
В	14,500	Blocked	\$8.00	Updated Listing 1/13/03
В	19,000	Blocked	Market	New Listing 1/31/03
Α	14,500	Unblocked	\$9.00	Listed 8/7/02 Seller wants equal cash value of Unblocked Catcher Shares

back to top

48						
Vessel Class	Pounds	<u>Status</u>	Price	Comments		
В	30,800	Blocked	\$5.50	Updated Listing 12/12/02		
В	31,500	Unblocked	\$5.50	Updated Listing 12/12/02		
В	93,600	Unblocked	\$5.50	Updated Listing 10/1/02		

back to top

4C				mana a sa
Vessei Class	Pounds	<u>Status</u>	Price	Comments
С	2,000	Blocked	Offers	Listed 11/7/02
С	2,500	Blocked	Offers	Listed 11/7/02
В	11,200	Blocked	\$5.25 / Nego	Listed 10/16/02
В	31,000	Unblocked	\$5.75 / Nego	Listed 10/16/02

4D				
Vessel Class	Pounds	<u>Status</u>	Price	Comments
В	14,800	Blocked	\$5.75	Updated Listing 11/6/02



LAST UPDATED: 04/06/03

IFQs

					<
	SEL ASS	AREA	QUOTA SHARES	2003 ITQ #'S	ASKING PRICE
(Z .	H-3A	(UNBLOCKED)	25,000	\$13#
(C .	H-3A	(BLOCKED)	4,600+	\$8#(NOT SELLING NOW)
(Ċ	H-3A	(BLOCKED)	3,700+	\$8#(NOT SELLING NOW)
(C	H-3A	(BLOCKED)	2,700+	\$8#(NOT SELLING NOW)
(С	H-3A	(BLOCKED)	1,700+	\$7.50# (NOT SELLING NOW)
	С	H-3A	(BLOCKED)	800÷	\$9# (WILL SELL NOW!!)
	D	H-3A	(BLOCKED)(WILL TRADE FOR 3A/C PLUS CASH TO 20,000#'s)	7,200+	OFFERS
	D	H-3A	(BLOCKED)(MUST FIND 15,000+ OF C CLASS TO SELL THIS PROPERTY!)	3,500+	\$7#
	D	H-3A		1,100+	\$7#
	D .	H-3A	(BLOCKED)	400+	\$7#
	D	H-3A		30	\$7#
Į.	C	H-3B	(BLOCKED)	600+	OFFERS
	C	H-3B	(BLOCKED)(MUST FIND 3A/C TO SELL THIS 3B PROPERTY)	17,300+	\$8#
	C	H-3B	B (BLOCKED)	13,900+	\$8.50#(NOT SELLING NOW)
	С	H-3E	3 (BLOCKED)	13,900+	\$8.50#(NOT SELLING NOW)
	С	H-3E	(BLOCKED)	10,300+	\$8#
	C	H-3E	B (BLOCKED)	4,600+	\$8#
	В	H-3E	B (BLOCKED)	20,000÷	\$8.50#
	C	H-4A	A (BLOCKED)	9,100+	\$7.50#

2003 SWEEP-UP POUNDS ALLOWED PER BLOCK BY HALIBUT AREA 2C= 2,850

3A= 3,417 3B= 14,043 4A= 7,863

4B= 5,434

4C= 7,909 4D= 7,611

2003 SWEEP-UP POUNDS ALLOWED PER BLOCK/SABLEFISH

SE= 3,949 WG= 6,090 WY= 3,638 AI= 12,740 CG= 4,684 BS= 12,437

C	H-4A (BLOCKED)	8,100+	\$7#
C.	H-4A (BLOCKED)	6,900+	\$7#
C .	H-4A (BLOCKED)	6,000+	\$7.50#
B	H-4A (BLOCKED)	5,300+	\$7.25#,OBO (MOTIVATED SELLER!!)GOOD FOR SWEEP-UP!!
D	H-4A (BLOCKED)	11,000+	\$7#
D	H-4A (BLOCKED)	7,000+	\$7#
В	H-4B (UNBLOCKED)	32,000	\$8# 0B0
В	H-4B (UNBLOCKED)	62,000	\$8# 0B0
В	H-4B (UNBLOCKED)	79,000	\$7# 0B0
В	H-4B (BLOCKED)	15,000+	\$5#
C	H-4B (BLOCKED)	21,000	\$6.50#
C	H-4B (BLOCKED)	6,500	\$6.50#
C	H-4C (BLOCKED)	8,300	\$8#
C	H-4C (BLOCKED)	5,900+	\$8#
C	H-4D (BLOCKED)	21,201	\$8#
С	H-4D (BLOCKED)	6,500+	\$8#
В	H-4D (BLOCKED)(2 BLOCKS)	25,000+	\$8.50#
В	S-CG (UNBLOCKED)	13,200+	\$11.50# OBO!!
В	S-CG (BLOCKED)	7,600+	\$8.75#
В	S-CG (BLOCKED)	4,700+	\$8.75#
В	S-CG (BLOCKED)	4,600+	\$8.75#
В	S-CG (BLOCKED)	76	\$8#
C	S-CG_(UNBLOCKED)	30,600+	\$9.50#OBO
C	S-CG (BLOCKED)	1,320+(CF-67#S) OFFERS
С	S-CG (BLOCKED)	1,020+	\$7.50#
$\mathbf{C}_{\mathbb{R}}$	S-WG (BLOCKED)	5,500+	\$6#
В	S-BS	680	OFFERS
В	S-AI	3,600+	OFFERS
С	S-SE (BLOCKED)	11,000+	OFFERS
C	S-SE (UNBLOCKED)	12,600+	\$12#

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QUOTA SHARES/IFQ'S

Sablefish (Blackcod) - Inventory as of August 18

Unsure of accuracy of some of these listings

Comments: Approved TAC's for 2003

<u>AREA</u>	2002 TAC	2003 TAC	% CHANGE
SE	3,210	3,560	+ 10.9
WY	1,940	2,320	+ 19.6
CG 18.6	5,430	6,440	+
WG 14.7	2,240	2,570	+
AI	2,550	3,100	+ 21.7
BS	1,930	2,900	+ 50.2

Area	Vessel Class	Pounds	Blk/ Unblk	Seller Asking	Notes
BUYERS AVAILABLE FOR SE, WY, CG					_
SE	В	10,000	UNblk	OFFERS	
WY	С	3,490	Blk	\$8.50	Needs replacement
WY	С	3,990	Blk	\$8.50	Needs replacement
WY	С	1,530	Blk	OFFER	As of 1-28-2003

1		1				
	4A	С	2,600 or less	Blk	WANTED Offering \$5	Client looking for Sweep-up.
	4B	В	14,250	Blk	\$5.50 Firm	AS OF 6-9-03 Must be sold with block below
•	4B	С	4,080	Blk	\$5.50 Firm	JUST IN 6-9-03 Must be sold with block above

Blackcod for Sale

SE | WY | CG | WG | AI | BS

Pounds based on 2003 TAC

SE						
<u>Vessel</u> <u>Pounds</u>		Status	Price	Comments	E-mail Broker	
С	1,700	Blocked	\$9.00	Listed 3/7/02	<u>Make</u> <u>Offer</u>	
С	C 3,900 Blocked		\$9.00	Listed 3/7/02	<u>Make</u> <u>Offer</u>	
С			locked \$9.00 New Listing 2/1		Make Offer	
C			\$9.25	New Listing 2/18/03	Make Offer	
C	5,400	Blocked	\$9.25	New Listings 2/18/03	Make Offer	
С	10,900	Unblocked	\$11.00	New Listing 1/27/03	Make Offer	
С	14,700	Unblocked	\$11.00	New Listing 1/13/03 - Seller wants to buy 3B - won't sell until he finds replacement.	Make Offer	
В	19,300	Unblocked	\$11.25	\$11.25/# with Buyer Paying the Commission	<u>Make</u> <u>Offer</u>	

If you are interested in listing quota, or making an offer - please email Erin at her **NEW** email address: erine@gsiboat.com

W Y Vessel Class	Pounds	<u>Status</u>	<u>Price</u>	Comments	E-Mail Broker	
В	4,250	Blocked	\$9.25	Listed 11/18/02	<u>Make</u> Offer	
В	B 5,100		\$9.25	\$9.25/# with Buyer Paying the Commission	<u>Make</u> Offer	

If you are interested in listing quota, or making an offer - please email Erin at her NEW email address: erine@gsiboat.com

back to top

CG	-					
Vessel Class	Pounds	ds Status		Comments	E-Mail Broker	
С	4,000	Blocked	\$9.00	New Listing 2/18/03	<u>Make</u> Offer	
В 	2,600	Unblocked	\$10.50	Updated Listing 12/30/02	Mak Offe	
В	5,800	Blocked	\$9.75	Updated Listing 12/30/02	Mak Offe	
В	13,300	Unblocked	\$10.50	\$10.50/# with Buyer Paying the Commission.	Mak Offe	

If you are interested in listing quota, or making an offer - please email Erin at her NEW email address: erine@gsiboat.com

Halibut for Sale

<u>2C | 3A | 3B | 4A | 4B | 4C | 4D</u>

Pounds based on 2003 TAC

/essel Class	<u>Pounds</u>	<u>Status</u>	<u>Price</u>	Comments	
D	2,000	Blocked	\$7.50	Updated 1/13/03	
C	1,300	Blocked	\$8.00	New Listing 1/24/03	
C	1,900	Blocked	\$8.00	New Listing 1/24/03	
C 4,600		Blocked	Market	New Listings 1/29/03 Seller will sell one or both, BUT wants	
С	C 6,000		Market	about 20,000# of 2C-C-B as replacement.	
В	5,000	Blocked	Make Offer	Serious Seller - Looking fo any reasonable offer. (Can Not Fish Down.)	
В	6,500	Blocked	Make Offer	Serious Seller - Looking fo any reasonable offer. (Can Not Fish Down.)	

3A				
Vessel Class Pounds		Status	Price	Comments
D	3,400	Blocked	\$6.75	Listed 12/11/02
С	1,300	Blocked	\$7.00	Listed 10/22/02
С	1,650	Blocked	\$7.25	Listed 11/18/02
С	2,200	Blocked	\$7.25	Updated Listing 1/16/03
С	2,900	Blocked	\$7.50	Listed 11/18/02
С	3,200	Blocked	\$7.50	Updated Listing 1/9/03
С	3,300	Blocked	\$7.50	Updated Listing 1/2/03
С	3,400	Blocked	\$7.50	Updated Listing 1/2/03
С	3,450	Blocked	\$7.50	Listed 11/18/02
C 8,000		Blocked	\$8.25	Listed 1/13/03 Seller wants to sell and buy a larger Blocked piece. Will only sell when replacement is found.

back to top

3B				
Vessel Class	Pounds	Status	Price	Comments
D	1,600	Blocked	\$6.25	Updated Listing 2/18/03

WG		••			
Vessel Class	Pounds	Status	Price	Comments	E-Mail Broker
С	C 11,300		\$7.00	Listed 1/24/03	<u>Make</u> <u>Offer</u>
С	13,300	Blocked	\$7.00	Listed 1/24/03	<u>Make</u> <u>Offer</u>
В	2,300	Blocked	\$6.00	Listed 7/28/02	<u>Make</u> <u>Offer</u>
В	9,000	Blocked	\$7.00	Not Officially listed - Seller will Sell, if Buyer pays commission.	<u>Make</u> <u>Offer</u>
В	13,400	Blocked	\$7.00	Listed 12/16/02	<u>Make</u> <u>Offer</u>

If you are interested in listing quota, or making an offer - please email Erin at her **NEW** email address: erine@gsiboat.com

back to top

AI

No Listings Currently Available.

If you are interested in listing quota, or making an offer - please email Erin at her **NEW** email address: erine@gsiboat.com

back to top

BS

No Listings Currently Available.

If you are interested in listing quota, or making an offer - please email Erin at her **NEW** email address: erine@gsiboat.com

QUOTA SHARES/IFQ's

Halibut - Inventory as of August 18

NOTE: <u>IPHC 2002 Decisions below: (Note new recommendations in "note" below)</u>

Comments:

<u>AREA</u>	2003 TAC	<u>CHANGE</u>
2A	1.31	Same
2B	11.75	Same
2C	8.50	Same
3A	22.63	Same
3B	17.13	Same
4A	4.97	Same
4B	4.18	Same
4CDE	4.45	Same
TOTAL TAC)	74.92	NO CHANGE (same as 2002

The next issue to watch: The NPFMC has passed a resolution to institue an Eastern Gulf/SE program for smaller communities to purchase and lease out IFQ to residents. We are now waiting for the process to work it's way through all the hoops.

NOTE: THE BELOW INVENTORY IS NOT ACCURATE BUT IS IN PROCESS OF BEING RECONFIRMED, DELETED OR CHANGED. WE DEFINITELY HAVE BUYERS FOR 2C C AND D CLASS, BOTH LARGE AND SMALL PORTIONS AS WELL AS 3A C LARGER BLOCKS AND ALL UNBLOCKED PORTIONS.

Area	Vessel Class	Pounds	Blk/ Unblk	Seller Asking	NEED HALIBUT IN ALL AREAS AND CLASSES	
		1	!			Ì

						,
	2C	С	9,000	Blk	\$13	This IFQ is fished for 2003 - Just in as of 8-18
	2C	С	6,000	Blk	\$13	This IFQ is fished for 2003 - Just in as of 8-18
	2C	С	3,180	Blk	OFFER*	Need to line up a block 3,000 lbs. larger
,	2C	С	2,070	Blk	OFFER*	Need to secure a block 3,000 lbs larger
	2C	С	1,200	Blk	\$10	Unfished (May have a 3,000 lb. 2C C "Fished" Block for \$10.50 comming in).
	3A	С	Larger	UNBlk	Market	NEED BLOCKED and UNBLOCKED 3A C or B
	3A	С	3,330	Blk	OFFER	2 EA. Wants 2C C bfore committing to sale.
•	3B	C	49,000	Blk	TRADE	Wants CG or WY blackcod.
	4A	B .	5,400	Blk	OFFER	_;

Augs 1, 2003

Thomas D. Branshaw Denise J. Branshaw RECEIVED

AUG 2 5 2003

N.P.F.M.C

P.O. Box 571 Cordova, Alaska, 99574

Please add this as an addendum to my original proposal from Sept. 20, 2002 C Class quota allowable to be fished up to B Class vessels for Central Gulf, West Yakutat, and 3A.

B Class quota has become extinct due to the ability of B, C, and D vessel classes to be able to fish these shares. B class vessel owners such as myself cannot even acquire any available B class share due to the fact that almost the entire fleet has the option of purchasing shares from B quota and myself as a B class vessel owner only have the option to purchase B quota.

The problems only gets worse as the Council implements new players or operatives to enter the game such as the (CD) community development groups in this area to be allowed to purchase, own and lease shares. They of course see the versatility of the B class shares once again and will be purchasing these shares to whatever degree the Council allows. As time progresses the availability of B class shares for B class vessel owners gets scare and scare. One of the reasons also is because at the implementation of the program so many of the C and D class share were blocked quota and once a C or D class vessel owner has been blocked up then their only option is to find unblocked share and they are able to find unblocked share to add to their other unblocked share is B class shares. Once each share holder becomes blocked up in B class they only have one option left and that is to find unblocked quota in B class share which they are competing for with other B share holders as well as C and D share holders.

Alternative solutions would be to allow quota, to be able to fish from only the vessel class for which it was originally issued. B class vessel can only fish B quota, C class vessel can only fish C quota, D class vessels can only fish D quota.

My alternative solution which I feel is just a small crumb at this point, is to allow C class quota to be able to be fished on B Class vessels in WY, CG and 3A. This would allow B class vessel owners to purchase C class shares if the possibility of some unblocked coming available for those of us that were already blocked up. But mainly to take the pressure off of the highly attractive and overly priced versatility of B class shares. The main option here is for crewmembers of C class shares to be able to come aboard a B class vessel with C class share and be able to fish. This gives the B class vessel owner the option to have more quotas without having to compete in the extinct B class quota for crewmembers and B class vessel owners alike.

Supportive data is attached. Please see the enclosed broker web pages 25 to 30 pages from every broker I could find out there. Since my first attempt at a proposal in Sept. of 2002 I have been hounding the brokers for shares, and frankly they are tired of hearing from me. They do not have anything available for me to purchase at any price and this has been on going for a full year. If the council would please query the data from fished shares and compare the escalation of B class shares being fished on C and D class vessels this would only validate my complaint. This data query even though I really do not know what it may be, I would venture to bet it has superseded even my guess as to the amount of B class shares being fishing on C and D class vessels. Please consider my request and not continue to down trodden one vessel class to extinction, meaning the B class vessel. Is this why the trend is for vessel to get smaller, to cut the vessel in two and shorten, to not only get under the 60' class for no observer coverage but to also fish C and B class share?

Signature

Denise & Branshaw

August 20, 2003

To: Council

Please find my original proposal from Sept. 2002 and the addendum from August 2003.

I would ask the council to query the data needed for supporting documents prior to the meeting in Oct. Supportive documents from the brokers are included but would like to have the data needed regarding the B shares being fished on other classes of vessels. Thank you for supplying this data requests to be added to our addendum. Thank you.

Expanse of broker is the

Thomas D. Branshaw Denise J. Branshaw PO Box 571 Cordova, Alaska 99574

you

August 26, 2003

NMFS Council Members Chairman Dave Benton 605 W. 4th Ave. Anchorage, AK 99501

Dear Council Member



Please accept the enclosed data as our second addendum to our first addendum dated Aug 21, 2003 for our proposal submitted Sept. 20, 2002. We did reference this data in our first addendum on Aug. 21, 2003 and were able to get the requested information from Restricted Access Management NMFS Alaska Region just yesterday.

The numbers from this data request are even staggering to us. The loss of available B class vessel quota being purchased and fished on other that B class is hard for us to see being taken out of the B class availability.

The first couple of year was very large jumps as you can see. The figures for 2003 are only to date (Aug 25, at 1:00 p.m. 2003) It looks like the B class has lost over 25% In Central Gulf and 3 A and over 20% in West Yakutat by year-end 2003.

AT this rate we may even become ectentic. Please consider allowing Class C quota to be fished on B vessels. The historic data that NMFS used to implement the quota system shows that the B class vessel is who was out there fishing offshore and now they are loosing the percent of quota to the other vessel class sizes. Again we wish to ask the council to look and these figures and implement the option for B class vessel owners and crew to fish C class quota shares on B class vessels.

Thank you.

Thomas D. Branshaw

THOMAS D. DIAMSUAV

PO Box 571

Cordova, Alaska 99574

9074247344

northernmariner@hotmail.com

8/25/03 NMFS/ARK/RAM/Gharrett Dat_branshaw_82503.xls

Table 3.

Annual IFQ Landings of Area WY Category "B" Sablefish by Year and Vessel Size Category

Round Wt. Pounds	1995	1996	1997	1998	1999	2000	2001	2002	2003
Total WY Pound Allocation	8,586,917	6,366,885	5,048,534	4,795,005	4,023,395	4,230,627	3,944,029	3,708,137	4,466,520
Total WY Landings	8,010,748	6,096,858	4,952,667	4,672,007	3,942,953	4,234,389	3,875,658	3,702,653	3,620,947
Total WY, Cat. B Pounds Landed	4,931,529	3,456,581	3,024,956	2,844,289	2,384,429	2,602,519	2,351,963	2,260,459	2,305,401
WY Cat. B landed on Size B vessels	4,931,529	3,456,581	2,721,990	2,412,286	2,018,253	2,155,457	1,969,180	1,826,777	2,019,462
Percent of all Landed B	100%	100%	90%	85%	85%	83%	84%	81%	88%
WY Cat. B landed on Size C vessels	0	0	302,966	432,003	366,176	447,062	382,783	433,682	285,939
Percent of all Landed B	0%	0%	10%	15%	15%	17%	16%	19%	12%

Notes: Data totals may differ slightly from published totals for WY

Fish down provisions became effective mid-September 1996; data may include some category violations

Data for 2003 are as of 1 p.m. on 8/25/03

Size B vessel = greater than 60' LOA

Size C vessel = less than 61' LOA

All sablefish pounds are round weight

8/25/03 NMFS/ARK/RAM/Gharrett Dat_branshaw_82503.xls

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Table 2.

Annual IFQ Landings of Area CG Category "B" Sablefish by Year and Vessel Size Category

Round Wt. Pounds	1995	1996]	1997	1998	1999	2000	2001	2002	2003
Rould Wt. Poullus									
- 4 100 D 1 All All	45 467 649	12,169,392	11,305,189	11,146,458	9,858,971	10,105,886	9,541,509	9,576,782	11,358,099
Total CG Pound Allocation	15,167,648			10,843,967	9,762,324			9,571,133	10,228,462
Total CG Landings	14,072,590	11,818,813	10,961,702	10,043,807	0,702,024	10,007,1002	<u> </u>		
					4 000 000	4 000 400	4,411,214	4,577,232	4,939,923
Total CG, Cat. B Pounds Landed	6,994,227	5,527,746	5,369,618	5,208,345	4,608,988	4,830,193	4,411,214	4,011,202	4,000,020
							- 400 400	0.455.564	3,658,332
CG Cat. B landed on Size B vessels	6,944,117	5,527,746	4,875,033	4,518,822	3,850,806	3,955,586		3,155,561	
Percent of all Landed B	99%	100%	91%	87%	84%	82%	78%	69%	74%
Felcent of an Edited D									· · · · · · · · · · · · · · · · · · ·
	50 440	0	494,585	689,523	758,182	874,607	972,015	1,421,671	1,281,591
CG Cat. B landed on Size C vessels	50,110		9%	13%	16%	18%	22%	31%	26%
Percent of all Landed B	1%	0%	370	7070	1070				

Notes: Data totals may differ slightly from published totals for CG

Fish down provisions became effective mid-September 1996; data may include some category violations
Data for 2003 are as of 1 p.m. on 8/25/03
Size B vessel = greater than 60' LOA Size C vessel = less than 61' LOA All sablefish pounds are round weight

8/25/03 NMFS/ARK/RAM/Gharrett Dat_branshaw_82503.xls

Table 1.

Effects of "Fish Down" Provisions Annual IFQ Landings of Area 3A Category "B" Hallbut by Year and Vessel Size Category

	1995	1996	1997	1998	1999	2000	2001	2002	2003
Net Wt. Pounds	1880	1880							
			05 000 000	26,000,000	24,670,000	18,310,000	21,890,000	22,630,000	22,630,000
Total 3A Pound Allocation	20,000,000	20,000,000	25,000,000					22,560,168	
Total 3A Landings	17,978,081	19,365,600	24,276,533	24,606,322	24,310,879	16,000,000	21,011,401	22,000,100	1110001000
	0.070.677	7,330,772	9,115,909	9,329,251	9,171,866	6,773,669	7,990,775	8,449,971	6,896,613
Total 3A, Cat. B Pounds Landed	6,872,577	7,330,772	9,110,000	0,020,201	9111.1122				·
Ole Description	6,781,122	6,691,057	7,745,245	7,648,787	7,218,410	5,146,108	6,067,731	6,251,209	5,167,246
3A Cat. B landed on Size B vessels		91%	85%	82%	79%	76%	76%	74%	75%
Percent of all Landed B	99%	9170	- 0070						
20 2 1 D I walled an Olya C year ole	91,224	606,768	1,258,370	1,558,107	1,849,767	1,426,205	1,752,143		1,610,900
3A Cat. B landed on Size C vessels Percent of all Landed B	1%	8%	14%	17%	20%	21%	22%	24%	23%
, ortalle of the marriage					400 000	204 256	170,901	161,460	118,467
3A Cat. B landed on Size D vessels	231	32,947		122,357	103,689		2%	2%	2%
Percent of all Landed B	0%	0%	1%	1%	1%	3%	270	270]	<u> </u>

Notes: Data totals may differ slightly from published totals for CG

Fish down provisions became effective mid-September 1996; data may include some category violations

Data for 2003 are as of 1 p.m. on 8/25/03 Size B vessel = greater than 60' LOA

Size C vessel = greater than 35' and less than 61' LOA

Size D vessel = less than 36' LOA

All halibut pounds are net weight (head off, gutted)

8/25/00

1

AMENDMENT PROPOSAL North Pacific Fishery Management Council

"

Fax: (907) 271-2817

Name of Proposer: Jane DiCosimo, Council staff

Date: 8/27/03

Address: North Pacific Fishery Management Council

605 W. Fourth Avenue, Suite 306

Anchorage, Alaska 99501

Telephone: 907 271-2809

Brief Statement of Proposal: "Use it or lose it." Inactive QS permits would be forfeited (with no compensation). Notice would be given to all whose permits would be forfeited. Relinquished QS would be eliminated from the program and result in redistribution to the QS pool. The concept mirrors that whereby voter registration rolls are "purged" periodically to remove those who don't exercise their right to vote.

Objectives of Proposal (What is the problem?):

A significant number of people who hold QS/IFQ have never fished.

Approximately 900 halibut and 200 sablefish QS holders have never made a landing.

Approximately 750 halibut and 140 sablefish initial issuees of QS have never made a landing.

Approximately 2,500 out of 4,400 QS holders are billed for IFQ cost recovery fees (indicating activity).

(These figures may be overestimates due to multiple permit holdings.)

Need and Justification for Council Action (Why can't the problem be resolved through other channels?):

Magnuson-Stevens Act National Standard 1 – Conservation and management measures shall prevent overfishing while achieving, on a continuing basis, the optimum yield from each fishery.

Foreseeable Impacts of Proposal (Who wins, who loses?):

Inactive QS holders win by not receiving unwanted paperwork annually. Active QS holders win by having their IFQs increase proportionate to the amount of QS voluntarily relinquished. The nation benefits by a reduction in unnecessary paperwork and achievement of optimal yield (full utilization) of the halibut and sablefish resource.

Are there Alternative Solutions? If so, what are they and why do you consider your proposal the best way of solving the problem?

A regulatory change could be made to allow permit holders to voluntarily relinquish his/her QS, but few may voluntarily opt to file the paperwork to relinquish small holdings. A QS (permit) holder also may voluntarily sell his/her QS or fish the associated IFQ, neither one of which is apparently happening. NMFS/RAM updates several files of QS holders and transfer-eligible persons daily to facilitate transfers and for general public information. All include descriptions of the QS held (e.g., species, area, category, block type, fish down flag, CDQ compensation QS flag), number of QS units held, and include business mailing addresses of QS holders. In each file, a person is listed as many times as necessary; each block is listed on a separate row but all "identical" unblocked QS held by a person is summed and displayed in a single row. Each list is formatted in .csv format which is an ascii text file meant to be used with Excel or other spreadsheets. These lists are available at:

http://www.fakr.noaa.gov/ram/ifqdata.htm

- 1. "master list" of all QS holders. Current Quota Share Holders with QS Units: .csv or .zip (by species, area, vessel category, fish down flag, blocks, and CDQ compensation flag);
- 2. subset of (1) that lists Current Holders of QS Blocks Under Sweep-up Limit Size: .csv or .zip (by species, area, vessel category, and fish down flag);
- 3. subset of (1): Current Holders of CDQ Compensation QS: .csv or .zip (by species, area, vessel category, and fish down flag. QS is all unblocked.);
- 4. subset of (1): Current Holders of Category "A" (freezer) QS: .csv or .zip (by species, area, fish down flag, blocks, and CDQ compensation flag); and
- 5. list of Persons Eligible to Receive QS by Transfer: .csv or .zip (by name)

Supportive Data and Other Information (What data are available and where can they be found?): See attached Tables 1 and 2

Signature:

Table 1. Number (#) of Persons who Currently Hold QS and Have Never had Landings on any IPQ Permits Held (by species):

IFQ Species	# current QS holders with no landings on any permits for the species	# current QS holders who were initial issuees with no landings on any permits for the species		
Halibut	889	754		
Sablefish	193	142		

Note to table: data are not additive; a current QS holder is counted separately for each species for which they ever held an IFQ permit and had no landings.

8/27/2003 10:04 AM

Table 2. Number (#) of Persons who Currently Hold QS and Have Never had Landings on any IFQ Permits Held (by species and area):

IFQ Species/Area	# current QS holders with no landings on any permits for the species/area	# current QS holders who were initial issuees with no landings on any permits for the species/area
Halibut 2C	386	353
3A	634	598
3B	243	225
4A	181	169
4B .	51	38
4C	20	17
4D	19	16
4E	107	103
Sablefish AI	37	26
BS	51	40
CG	116	98
SE	105	97
WG	74	66
WY	79	69

Notes to table:

1 of 2

data are not additive; a current QS holder is counted separately for each species/area combination for which they ever held an IFQ permit and had no landings.

halibut area 4E: that there has never been any IFQ issued for area 4E; all of the available IFQ TAC is reserved for the CDQ program.

• :



Halibut and Sablefish IFQ Program: Amendment Proposal: NPFMC

8/27/03

Proposer: Gerry Merrigan, 2-C halibut QS holder, Box 1065 Petersburg AK 99833, 907-772-4835

Proposal: Raise the sweep-up amount for 2-C and 3-A halibut to 5,000 pounds (using 2003 pounds). For 2-C this would be 35,080 QS units and for 3-A 40,860 QS units. Present sweep-up amounts for 2003 are 2,850 pounds in 2-C (19,992 QS units) and 3,416 pounds in 3-A (27,912 QS units). This proposal is for halibut, however many of the same considerations could also apply to sablefish.

Present (2003) sweep-up amounts in other areas for halibut are as follows: 3B=13,967 pounds, 4A=7,818 pounds, 4B=5,434 pounds, 4C=7,690 pounds, and 4D=7,475 pounds.

Objective of Proposal: 1.) Allow for a sweep-up amount in 2-C and 3-A that is comparable to amounts in other regulatory areas. 2.) Allow sweep-up to an amount that is economically practical without causing excessive consolidation. 3.) Allow for incremental growth of small blocked QS holders (with blocks less <5,000 pounds) in 2-C and 3-A without causing divestiture (and possible loss) of existing holdings. 4.) Allows for limited incremental growth and flexibility for small blocked QS holders comparable to growth opportunity for unblocked QS holders.

Many QS holders would like to increase their participation in the halibut fishery in their area by acquiring more QS to achieve growth in their business. QS holders of unblocked quota can do this by incrementally buying more unblocked QS (if available). Blocked QS holders must sell a block in order to buy a block. This makes it difficult to have incremental growth. QS holders of small blocks would like the opportunity for some growth within their means and without going into excessive debt. It should not be mandatory for every QS holder to take out a loan the size of Bolivia.

QS holders of blocked quota must sell a block in order to buy a larger block. It is very difficult to arrange the two transactions to occur simultaneously. Selling a block without having another block already lined up can put an active participant in the fishery at risk of being at a reduced level of participation (minus a block) until an other block is found. Additionally there can be costly price differences between the time of sale of the old block and purchase of the new block. If this time period between sale and purchase extends too long, then capital gains tax is also triggered. Selling a block to buy a block is often an obstacle to growth of active participants in the fishery.

This proposal would allow small block QS share holders the flexibility and opportunity to acquire additional QS (if there are willing sellers) up to 5,000 pounds without having to sell a block to do so. Currently in 2-C there are 1534 QS holders of which 803 have less than 3,000 pounds and 468 have 3,001-10,000 pounds. In 3-A there are 2047 QS holders of which 981 have less than 3,000 pounds and 489 have 3,001-10,000 pounds. In 2-C and 3-A there are proportionately smaller blocks than in other regulatory areas. 84% of all the holdings under 3,000 pounds in all areas are in 2-C and 3-A.

The amount of sweep-up transactions (all areas and both species) peaked in 1997. The number of sweep-up transactions in 2001 was 20% of the number of transactions in 1997 (-80%).

Need for Council Action: Sweep-up amounts are set in regulation, 50 CFR 679.41 (3) (i) and (ii) therefore requiring Council action.

Foreseeable Impacts: In 2-C and 3-A, the proposal would facilitate growth of blocked QS holders with <5,000 pound blocks. The proposal should have no effect on blocked QS holders with blocks >5,000 pounds and should have no effect on QS holders with unblocked QS. There maybe a possible increase in the price of sweep-up amounts (good for the sellers, bad for the buyers). If the number of sweep-up transactions increases, there will be additional consolidation that may result in fewer very small blocks being available. However, there is nothing in this proposal that makes anybody sell their small block if they don't want to.

Alternatives: Allow ownership of three blocks. This would address all blocked QS holders. This proposal is directed toward smaller block holders (<5,000 pounds). If three blocks is to be analyzed for any area, it should be analyzed for all areas.

Supportive Data: 2002 IFQ Report to the Fleet. 2003 Quota Share Pool (attached).

Gerry Merrigan



2003 QUOTA SHARE POOLS (QSPS) AND TOTAL ALLOW CATCHES (TACS) FOR IFQ

2003 HAL	ABUT AND SABLE	FISH QSPs and I	FO TACS	
Species & Area	2003 Quota Share Pool (units)	2003 IFQ TAC (pounds)	Ratio (QS:IFQ)	© 5 2003 Swarr #;
Halibut 2C	59,635,055	8,500,000	7.0159	19,992-2849-5
3A	184,930,966	22,630,000	8.1719	1
3B	54,203,176	17,130,000	3.1642	49,193-13,966.6
4A	14,587,099	4,970,000	2.9350	22-447-7,818.4
4B	9,284,774	3,344,000	2.7765	15,087 - 5,433.8
4C	4,016,352	1,015,000	3.9570	1 '
4D	4,958,250	1,421,000	3.4893	26,082 7 474,85
4E	139,999	0	0	22,032
All Areas	331,755,671	59,010,000		
Sablefish AI	31,932,492	4,100,556	7.7874	33,270 _ 4,272,2
BS	18,768,845	2,557,336	7.3392	
cg	111,668,048	11,358,099	9.8316	43,340 _ 5,912.1 46,055 - A,684.4
SE	66,119,746	7,848,376	8.4246	48, 410 - 5,746 3
wG	36,029,105	4,532,658	7.9488	99,210 - 12,481.1
WY	53,267,935	4,466,520	11.9260	91,275 - 7053.5
All Areas	317,786,171	34,863,545		,,,

Notes:

- The "ratio" displays the number of units of QS that yield one pound of 2003 IFQ.
- QS Pools include small amounts of QS in "Reserve" (QS that is yet to be issued) and QS that is "Restricted" (QS that has been issued, but which does not yield IFQ to its holder).
- IFQ TACs do not include pounds that have been set aside for the CDQ program.
- Halibut weights are displayed in net pounds, sablefish weights in round pounds.
- Areas are shown in alphabetic order.

Verified: February 4, 2003

Philip J. Smith, Program Administrator Restricted Access Management Alaska Region, NMFS



Halibut and Sablefish IFQ Program: Amendment Proposal: NPFMC 8/28/03

Proposer: Gerry Merrigan, 2-C halibut QS holder, Box 1065, Petersburg AK 99833, 907-772-4835

Proposal: Allow ownership of three blocks in 2-C and 3-A (as is being considered for 3-B and 4-ABCD).

Objective: Allows for blocked QS holders to acquire another block without having to sell a block.

Need: The current block program is in regulation. There is need for an analysis and a policy decision to determine what is the appropriate or acceptable level of consolidation. New market demands on the commercial longline IFQ program are pending (community purchase, charter boat IFQ). These demands may make it more difficult for longliners to acquire QS in terms of availability and cost. While the Council has taken action to facilitate community ownership, it has not taken recent action to facilitate fishermen owning QS (i.e. the original intent of the program).

Impacts: This will allow current participants who are blocked to acquire additional QS without having to sell an existing block. This will also cause increased consolidation of ownership of QS.

Alternatives: Raise sweep-up amounts (see other proposal). Allow QS holders of unblocked QS to hold two blocks (in addition to unblocked QS).

Gerry Merrigan

HALIBUT AND SABLEFISH IFQ PROGRAM AMENDMENT PROPOSAL

North Pacific Fishery Management Council Fax: (907) 271-2817

Name of Proposer: Deep Sea Fishermen's Union of the Pacific Date: August 29, 2003

Address: 5215 Ballard Avenue N.W.

Seattle, Washington 98107

Telephone: (206) 783-2922

Brief Statement of Proposal: The DSFU proposes the strengthening the current hired skipper provisions to disallow non-boat owners from "Fishing" their quota.

Objectives of Proposal (What is the problem?): The DSFU believes it is not in the best interest of the fishery or working fishermen to allow IFQ holders to "Fish" their quota without being a legitimate vessel owner. The Union would like to end the practice of owning IFQ, not owning a boat and hiring crew and leasing the quota to be fished by someone else.

Need and Justification for Council Action (Why can't the problem be resolved through other channels?): To date, even the attempts already initiated by the Council have been unsuccessful in deterring initial quota holders from circumventing the intent of the regulations and "Fishing" their quota after either selling their boat or otherwise not having a fishing vessel or employing a crew. The original and continuing intent was for IFQ holders to be practicing fishermen. There was a compromise made for initial quota recipients to allow them to have hired skippers on their boats. The intent of this compromise was to make allowances for those long-term fishermen during the first phase of the rationalization process. It was clearly the Council's intent to only allow boat owners to have hired skippers during the duration of the initial quota recipients' tenure. The intent included the expectation that the initial recipient would continue to own his/her boat(s) and keep crew employed. The 20% ownership loophole has been exploited to allow some of these initial quota recipients to divest themselves of their boat(s), put working fishermen out of work and continue to "Fish" their quota. The Council must find a way to end this practice. One suggested methodology would be to use Federal Tax Return/Depreciation Schedule to identify true owner as opposed to the 20% rule currently in effect.

Foresceable Impacts of Proposal (Who wins, who loses?): The working fishermen "Win" in that the IFQ holder has a boat and employs a crew to fish his/her quota. The fishery "Wins" in that individuals who are truly invested in the health, safety and future of the fishery are actively involved in the fishery. There actually would be no "Losers" in that anyone who has quota and chooses not to own a boat and hire a crew would have to sell his/her quota. The price of quota is very strong and any divestiture would provide the seller with a significant financial gain.

Are there Alternative Solutions? If so, what are they and why do you consider your proposal the best way of solving the problem? The Council could simply mandate that their can be no

hired skippers and that anyone with quota must be on the boat. This would be the easiest and most enforceable alternative. However, DSFU believes it would unfairly punish those owners who have invested time, energy and capitol into the fishery. They own a boat, support four to six crewmembers and have a true stake in the fishery. Finding a way to disallow non-boat owners from circumventing the intent of the Council and the fishery participants is, in our opinion, the fairest way to deal with the issue.

Supportive Data and Other Information (What data are available and where can they be found?): National Marine Fisheries Service, RAM Division: (Phil Smith, Tracy Buck and Jessica Gharrett), Phil Smith's Report on the hired skippers in the IFQ program.

Signature:

North Pacific Fishery Management Council, June 2003

8

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Petersburg Vessel Owners Association

PO Box 232 Petersburg, Alaska 99833 Fax: (907) 772-4495

Phone: (907) 772-9323

E-mail: pvoa@alaska.net

August 31, 2003

FISHERY MANAGEMENT PLAN AMENDMENT PROPOSAL FOR NPFMC

SUBMITTED BY: Petersburg Vessel Owners Association, PO Box 232, Petersburg, Alaska 99833. Phone: (907) 772-9323 Fax: (907) 772-4495

PROPOSAL SUMMARY: Short-term emergency medical transfer of quota shares assigned to vessel categories B, C, or D in cases of personal injury or extreme personal emergency.

OBJECTIVES OF PROPOSAL: At present there are no emergency transfer provisions for the IFQ program, other than the provision that allows a trip to be completed if an emergency takes place on the vessel. In the case of a medical emergency that prevents a quota share holder from fishing, there are no options available to those restricted from using hired skippers.

In the event of a short term injury or illness that would prevent the QS holder from fishing one season, yet would not preclude participation in future years, it is reasonable to allow for the short term transfer of quota shares. This will allow quota share holders to retain ownership of their quota and realize some revenue when they are unable to fish.

Many participants in the IFQ program have purchased quota share and have loan payments that must be made yearly. In addition, their quota share cannot be permanently transferred because it is held as collateral securing their loan. Even if they were able to transfer quota permanently, they would be subject to applicable taxes and might be unable to find comparable quota share to purchase when they had recovered. Recently, this situation has occurred several times within our fleet. Examples are listed below.

Example: A quota share holder plans to fish aboard a relative's vessel. Prior to fishing, he suffers a compound fracture of the leg and ankle requiring surgery, pins, traction, and months of intensive physical therapy. The individual's quota share is collateral on a loan, and he needs the income from fishing the shares to make the loan payments. Although he is physically unable to fish this year, he will be sufficiently rehabilitated by next season and would like to continue to fish his quota share. Under the current system, the individual had no options. He ended up boarding the vessel on a stretcher and remained strapped to his bunk during the trip. If this proposal were adopted, he could have petitioned NMFS/RAM to allow a temporary transfer of the quota share.

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Example: A quota share holder is diagnosed with cancer and needs to undergo chemotherapy and radiation treatment. However, the outlook is positive for recovery and she expects to be able to fish the next year. She needs the income from harvesting her quota share to pay medical bills, but isn't physically able to be present when the fish is harvested. Under the current system, she would have no choice but to leave the quota unharvested or to sell it permanently. If this proposal were approved, she could petition NMFS/RAM to allow a temporary transfer of the quota share.

NEED AND JUSTIFICATION FOR COUNCIL ACTION: PVOA believes that the authority to provide for emergency transfer already exists in the FMP for the BSAI (14.4.7.1.4(5)) and the GOA (4.4.1.1.4(5)):

"The Secretary may, by regulation, designate exceptions to [the transfer provisions] to be employed in cases of personal injury or extreme personal emergency which allows the transfer of [IFQ resulting from QS assigned to vessel categories B, C, or D] for limited periods of time."

PVOA submitted a request to NMFS on this subject in December of 1998 (attached). In a January 1999 response (also attached), PVOA was informed by NMFS that it was highly improbable that NMFS would revisit the issue absent Council action. It was recommended by NMFS that a proposal be submitted and that the issue be resolved through the Council process.

FORESEEABLE IMPACTS OF PROPOSAL: This change would be beneficial to anyone who encounters a medical emergency that prevents them from fishing their quota share. It is possible that this provision could be manipulated by quota share owners who do not wish to participate in the harvest of their quota. However, a sufficiently limited program can be developed that would not allow for long-term transfers. This should address concerns about serial transfers and abuse of the system. Without change in the present system, there is a risk of placing lifelong fishermen at financial risk when there is a genuine need for a medical transfer for a limited time period.

ALTERNATIVE SOLUTIONS CONSIDERED: Allowing leasing of quota shares would solve this problem, but would fundamentally change the nature of the IFQ program. To preserve the owner-operated nature of the program, we prefer the medical transfer option.

SUPPORTING DATA: 1.) NMFS and NPFMC discussion of this issue in 1995. 2.) State of Alaska CFEC medical transfer policy.

SUBMITTED BY: Cora Crome, Director, on behalf of PVOA

Controve

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Petersburg Vessel Owners Association

P.O. Box 232
Petersburg, Alaska 99833
Phone (907) 772-9323 Fax (907) 772-4495

December 28, 1998

Mr. Phil Smith, Administrator NMFS/RAM P.O. Box 21668 Juneau, Alaska 99802

Re: Transfer of IFQ for Emergency Medical Reasons

Dear Phil,

The Individual Fishing Quota (IFQ) Program restricts the transfer of category B. C. or D quota shares (QS) and resulting IFQ to prevent excessive constitution in St. 5 and to ensure that the QS continues to be held by and surface that Tistermen.

However professional fishers in an injuries or express personal injuries or express personal expression that soled present them from fishing their QS in an PS sessal unless there was provision for a transfer for limited persons of the.

Such a Provision of the consistent with the dataset of the Council (NPPMC) for the Landerson as evidenced by 1.1.1.460 of the Fisherics Management Fish (FMP) for the master well as 4.1.1.(5) of the last the constant which states.

The screen way, by orgulation designate exceptions to the transfer of 120 as the improved in a series of present the transfer of 120 as the improved time.

while there selsts uptions for medical energy to or QS holders who may be the to use hired skippens, there are not such options available to those restricted from using there as process with as non-initial descence QS or QS held in 15 miles the Secretary designates an exception.

PVOA recognizes that the medical transfer provisions under the State of Alaska's Commercial Calling Entire Commission, have been prone to abuse. However, Public 30 remains that remaine medical problems do exist and these problems and a prevent a QS holder from fishing their IPQ is a season.

IFQ may be transferred it an injury occurs during a trip but that transfer only applies for the direction of the same trip. But in the case of a personal injury, condition or emergency that would prevent the QS holder from fishing during the eight month season,

can a QS holder petition the Secretary to allow transfer of IPQ? If so, how is this done?

If there is not a set procedure for medical transfer, could such a procedure be developed? PVOA would work with NMFS/RAM to develop transfer guidelines while attempting to avoid loopholes from the CFEC experience.

Thank you for consideration in this matter.

Gerry Merrigan

Director, PVQA

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UNITED STATES DEPARTMENT OF COMMERCE National Oceanic and Atmospheric Administration

National Marine Fisheries Service P.O. Box 21668 Juneau, Alaska 99802-1668

January 14, 1999

Gerry Merrigan Executive Director Petersburg Vessel Owners Association P.O. Box 232 Petersburg, AK 99833

Dear Gerry,

Happy New Year! -- and thanks for your December 28, 1998, letter to Phil Smith, wherein you posit these penultimate questions:

... in the case of a personal injury, condition or emergency that would prevent the QS holder from fishing during the eight month season,

- can a QS holder petition the Secretary to allow transfer of the IFQ? If so, how is this done?
- If there is not a set procedure for medical transfer, could such a procedure be developed?

The short answer is that, other than the existing provision that allows a trip to be completed if an emergency takes the IFQ holder off the vessel, there are no emergency transfer provisions for the IFQ program. With respect to the question of whether such provisions could be developed, I quote below from a letter that Phil Smith sent to Council member Linda Behnken last October:

You may recall that, during 1995, the Council recommended an amendment to the regulations that would allow a person to apply for an emergency transfer of his/her IFQ permit under certain circumstances. Those circumstances included a medical condition or some other unforseen event that prevented the permit holder from fishing. As worded, the recommendation was almost identical to the Emergency Transfer provisions that govern the use of limited entry permits issued by the State of Alaska's Commercial Fisheries Entry Commission. In pertinent part, the provision would have read as follows:



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... the Regional Director may approve the Application for Transfer of a person's IFQ if it can be demonstrated that the person is presently unable to participate actively in the IFQ fisheries because of illness, disability, or other unavoidable hardship of a temporary, unexpected, and unforseen nature ...

Upon review, the agency opted to withdraw the proposed amendment. Considerable concern was expressed that NMFS was simply ill-equipped to make the type of judgments contemplated by the Council, and that adoption of the measure could result in essentially unregulated "leasing" of catcher vessel IFQs, a situation that both the Council and the agency have been careful to guard against. Further, it was noted that the duration of the IFQ season (8 full months) allows (in most cases) ample opportunity for IFQ holders to transfer their shares if they find themselves unable to participate. The duration of the IFQ season is, of course, quite different from the situation in the state salmon and herring fisheries, in which a sudden onset of illness or disability could result in an entire season being lost to a permit holder.

In consideration of the agency's decision with respect to the proposed 1995 measure, it is highly improbable that, absent Council action, NMFS would be willing to revisit the issue.

Therefore, I would recommend that the Council process be employed if you wish to pursue an amendment that would make any exceptions to the anti-leasing provisions in the regulations. As you know, the Council's IFQ amendment cycle is upon us (a "Call for Proposals" will be issued this summer), and that would be the appropriate time to formally present the idea to the Council and its Committees. Of course, NMFS would cooperate fully with the Council in trying to devise a satisfactory solution to the problem you identified.

Again, thank you for your interest. Please let us know if we can provide additional information.

Sincerely.

Steven Pennoyer

Administrator, Alaska Region

HALIBUT AND SABLEFISH IFQ PROGRAM AMENDMENT PROPOSAL NORTH PACIFIC MANAGEMENT COUNCIL FAX 907-271-2817

Name of Proposer: Buck Laukitis

Address: 33 Stonewall Place, False Pass, AK 99583

Telephone: 907-548-2210; 235-1001

Date Aug 31, 2003

Brief Statement of Proposal: Currently there are four eligible "classes" of IFQ holders: initial recipients, eligible crew members, CDQ holders, and the new Amendment 66 communities. A fifth group consisting of boat owners who actively fish should be included. This new group of IFQ holders would be afforded the same opportunities to use their IFQs as initial recipients.

Objectives of Proposal (What is the problem?):

The problem is that many second generation IFQ holders are classified as crew members under the program, but we are captains and owners of boats currently fishing. There were five or six years between the last qualifying year and implementation of the IFQ program. Many of us fished halibut during those 'tween years with our own boats but never qualified for one pound of IFQ. Boat owners who hold IFQs have different needs than crew members and shouldn't be classified as such. And all IFQ holders should have the ability to use their IFQs in similar ways. There are issues of succession (passing a portion of the fishing operation to a trusted crew), retirement and disability that put second generation boat owners at a distinct disadvantage when compared to initial recipients and now Amendment 66 lessors.

Need and Justification for Council Action:

One group of IFQ holders should have the same rights to utilize their quota as another. Even disregarding the obvious advantage of gifted IFQs that original recipients had over those of us who bought into the program, the investing playing field is far from even now. If one group has more uses of the permit than another then obviously that group can benefit more from it, and pay more for it.

A new development is blackcod predation by sperm whales and orcas. If a pot fishery is allowed in the GOA should second generation black cod fishermen/boat owners be allowed to lease quota to a longline pot boat, or will he have to invest in an entirely new and costly gear type, just feed the whales, or sell out to a Gulf Coalition community?

Foreseeable Impacts of Proposal:

Prior to implementation of Amendment 66 it was contemplated by many halibut and sablefish holders that the community buy in program in conjunction with the increased level of leasing by initial recipients in westward areas would squeeze second generation participants. Quota would become increasingly scarce and it would be difficult for second generation boat owners to buy in at levels that support a full-fledged longline operation. We asked that the block program be modified; that blocks above 20,000# be reclassified as unblocked; and that westward areas have only two vessel classes — under 60' and over

60°. All of these were proposed with the idea that individual fishermen who are financing their purchases with individual resources should be allowed to get in position before (or concurrently to) having to compete with community entities.

Are there Alternative Solutions?

MBlut X

I've listened to and participated in the debate about whether to sunset the hired skipper provisions (leasing). That would certainly loosen up some quota in the market, but I think there are legitimate hired skipper uses. Also, if you require 100% owner on board with no exceptions for original recipients, but have a wholesale leasing program (by definition) under the community program, what purpose have you served?

The IFQ program was supposed to be about individuals standing at the rail of their own boats. That changed when people figured out that for \$500 they could become 25% "owners" of someone else's boat and after Amendment 66 which will allow 21% of the IFQs in the Gulf to be eventually leased.

The best way to solve the problem is to keep a lid on who qualifies to own and use IFQs, namely fishermen, not accountants. Then give everyone the same uses of the quota. Otherwise it won't be long before you need to drop the word "Individual" from IFQ.

PAGE 1/1

HALIBUT AND SABLEFISH IFO PROGRAM **AMENDMENT PROPOSAL** North Pacific Fishery Management Council

Fax: (907) 271-2817

Name of Proposer: Each LAUKITIS

Date: 4165 31,0003

Address: 33 Stormwill Plane

7018 Pass , AK 99583

907-548-2210

Consider a check in Scheck out proceedure for both Brief Statement of Proposal: Aleutian Island and Bering See black and ben's or sequire VILLS use when fishing theose areas.

Less than half of the AI or BS black and questa is caught each year. The questa has doubled in The second Need and Justification for Council Action (Why can't the problem be resolved through other channels?): There is an increased incentive to a the up to

to harvest AI or BJ black and in The Western built,

Peresceable Impacts of Proposal (Who wins, who loses?): There is a cost involved with vois although many books already have the equipment. A check in fout similar to the IAHC grayism is Simple and Lost of factive.

Are there Alternative Solutions? If so, what are they and why do you consider your proposal the

best way of solving the problem?

VMS or check in / chick out

Supportive Data and Other Information (What data are available and where can they be found?):

Reports of the get fishing nece second - hand, but They are prevalent.

Signature:

MB Kunket

Halibut and Sablefish IFQ Program Amendment Proposal **NPFMC**

Fax: (907) 271-2817

Date: 9/1/03

Name of Proposer: Rhonda A. Hubbard

Address: P.O. Box 3302, Seward, Ak 99664

Telephone: (907) 224-5584 E-mail: Kruzof@ak.net

Brief Stmt of Proposal:

Eliminate Prohibition under 50 CFR, 679.7f15 and its reference to (50 CFR) 679.42k1&2 which requires IFQ holders to fish all their B, C or D vessel Category shares before they can catch any of their A shares or non-IFQ fish from state waters.

Objectives of Proposal (What is the Problem?):

Eliminate an unnecessary prohibition and give those holding A shares, in conjunction w/B C and/or D category shares and in state waters permits, the flexibility to harvest their shares whenever they want, and that it will no longer be mandated that B,C and/or D shares must be harvested first before fishing and processing A shares or non-IFQ fish.

Need and Justification for Council Action:

To my knowledge there is no other way to get the prohibition eliminated

Foreseeable impacts:

The only foreseeable losers are the enforcement agents who would lose the responsibility of having to enforce this unnecessary regulation. The question of who wins, is not the issue as much as it is a question of flexibility. Without this regulation share holders who may hold a variety of shares in the A, B,C, and/or D categories as well as any other non-IFQ fishing permits would be given the flexibility to fish their shares at anytime in any order. As the regulation stands now fishermen, who own A shares in conjunction w/other shares and other non IFQ permits, are required to have those "other shares" fished first before they can fish their A shares and other fish that may correspond w/non IFQ permits.

Alternative Solution: No other alternative solution

Supportive Data and Other Information: See Prohibitions 679.7f15 and 679.42k1&2. Call local enforcement agent, Scott Adams in Seward at 224-5348 regarding past conversations and dialogue supporting the change of this regulation.

: .ON SWOH9 FROM: AISSI J-R FISH Sep. 02 2003 09:33AM P1

March 10, 2003

Dave Benton, Chairman NPFMC 605 W. 4th Ave. Suite 306 Anchorage AK 99501

Dear Dave,

On behalf of the members of the Alaska Longline Fishermen's Association (ALFA) I am requesting the Council initiate a Regulatory Amendment to change the Product Recovery Rate (PRR) for bled sablefish from the current 0.98 to 1.

NMFS began applying the 0.98 PRR for bled sablefish early last year. Fishermen bleed their fish to improve quality. The effect of the 0.98 PRR is that for every 10,000 lbs of bled sablefish delivered, 10,200 lbs. is deducted from that person IFQ. This 2% deduction for blood loss has caused many fishermen to quite bleeding their fish thus reducing quality. (see figure below)

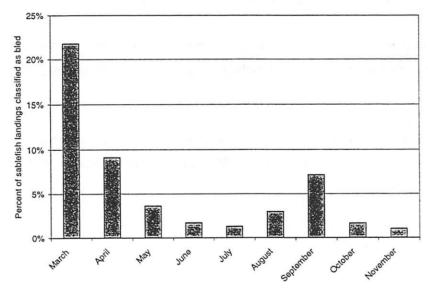


Figure 1.—Percent of sablefish landings classified as bled (product code 03) in the Alaska EEZ during 2002 (NMFS Alaska Regional Office).

ALFA contacted NMFS in May to ascertain what information the 0.98 PRR was based on. We were told that the PRR dates back to the early 1980's and it is uncertain if the amount was every verified for sablefish. It is also unclear what the 0.98 number represents. Fish landed as unbled, round (product code 01) often have some blood loss due to handling practices such as gaffing. The 0.98 PRR for bled fish (product code 03) should reflect the additional amount of blood loss due to actively bleeding the fish. It is unclear if this distinction was ever considered when setting the 0.98 PRR.

In July, ALFA participated in a joint study with NMFS Auke Bay Lab onboard the Survey vessel Alaskan Leader to determine the maximum amount of blood loss in sablefish under ideal conditions. Maximum blood loss was chosen over estimating an appropriate PRR because of the short time available and the difficulty in taking into consideration variables such as soak time.

While the study was able to achieve a maximum of 2 % blood loss using short soak times, netting rather than gaffing the fish to avoid injury, and bleeding them dry rather than in a RSW tank, it noted that these methods are not consistent with normal fishing practices. This in addition to the fact that an appropriate PRR should account for variability in soak times, and the background blood loss due to handling practices (gaffing)led the draft report (in review) to conclude that

- "The current PRR for bled sablefish appears too high because of these factors."
- "The blood loss in bled fish may differ little from unbled fish which lose blood due to being gaffed aboard then removed from the hook with a crucifier."
- "The overall PRR for bled fish for the fleet is difficult to estimate because of the several factors that affect the PRR for a commercial fishing trip and because the blood loss is small and variable."

ALFA's proposal to change the PRR for bled sablefish to 1 is also predicated on the fact that the current PRR of 0.98 is more an exercise in accounting than a measurer necessary to conserve the resource. Blood loss from handling practices is not is not considered in the stock assessment model, during the survey, or in the abundance estimates used for sablefish. The draft report on the bleeding experiment further concludes:

 "Whether or not blood loss is accounted for in catch estimation has minimal effect on abundance estimation in stock assessment models and the recommended quota, and does not serve to prevent overharvest." (emphasis added)

In closing, the current PRR of 0.98 is too high and needs to be changed. It is not necessary for conservation of the resource, and is having a detrimental effect on quality. ALFA respectfully request the Council initiate a regulatory amendment to address this issue.

Sincerely,

Linda Behnken
(Executive Director)

Council Project Summary Updated Sepember 15, 2003

Mandated Actions	Projected Weeks	Council/ NMFS %	Comments
1 Programmatic Groundfish SEIS (revision)	8	20/80	Review comments and revise DEIS (Diana E)
2 FMP Updates (groundfish and scallop)	6	90/10	Concurrent with DPSEIS (Diana S./Diana E.)
3 EFH EIS	4	20/80	Revise for release of Draft on Jan 15, 2004 (David)
4 HAPC Process	10	50/50	Initiate process in October (Cathy)
5 Crab FMP EIS	2	50/50	Initial review following congressional action (Mark, Chris)
6 Pribilof Blue King Crab Rebuilding	2	30/70	Final review in October (Diana S./ADF&G)

Council Priorities *Bold =Highest priority

	Council Priorities "Bold =Highest priority					
7	GOA Rationalization*	?	90/10	Major project (Jane,Mark,Nicole, Bill, Elaine, Diana S, Diana E,contractors)		
8	IR/IU flatfish adjustments	0	80/20	Partial approval of Am 75 delays implementation indefinitely		
9	IR/IU flatfish trailing amendments*	6	50/50	Review analyses in October (Chris/Contract/Jon)		
11	Al Pollock	2	20/80	Review discussion paper in October (Bill)		
12	SR/RE retention*	2.5	20/80	Not started. (Jane/NMFS)		
13	Halibut Charter IFQ/GHL	3	100/0	Revise analysis for SOC submission. (Jane/Darrell)		
14	Other Species (non-target, CDQ aspects, sharks/skates)	8	60/40	Further analysis required (Jane/NMFS). Advisory committee established.		
	Observer Program (long-term)	10	50/50	Preliminary review in December (Nicole/Chris)		
	BSAI Pacific cod conservation and management	1	20/80	Plan Teams to review and report in December (Jane)		
	BSAI rockfish conservation and management	1	10/90	Plan Teams to review and report in December (Jane/Diana S)		

Other Projects Previously Tasked

18	Repeal of VIP	1	10/90	Discussion paper in October (NMFS/Jane)
19	GOA Salmon Bycatch Caps	8	80/20	Discussion paper for October (David/Diana S./Cathy)
20	TAC Setting Process	2	10/90	Final Action in October (Jane/NMFS)
21	Opilio VIP	2	50/50	Not started
22	Catch/bycatch disclosure (vessel level)	2	70/30	Discussion paper - Postponed
23	Scoping paper on fee/loan program for IFQ Charter (NMFS?)	1	10/90	Pending SOC review of program (NMFS)
24	Independent Legal Review	2	100/0	Clarification pending (Chris).
25	Groundfish overfishing definitions	1	10/90	MSST status still under review.

Potential New Projects or Lower Priority Projects

26	AFA s/b caps to quotas and trawl LLP recency	10	80/20	Pending further Council direction and staff availability
27	IFQ amendments (1999)	4	90/10	Pending Staff availability
28	Charter IFQ Community Set-Aside analysis	4	90/10	Pending Council direction (Nicole)
29	Industry proposal for pollock bycatch	?	90/10	Pending proposal and Council Direction
30	Other SSL Trailing Amendments	?	50/50	Incorporated into Mitigation Committee discussion (Bill)
31	NAS Steller sea lion report	?	50/50	Discussed by Mitigation Committee (Bill)
32	Response to F ₄₀ Independent Review	?	90/10	Progress report in October
33	CDQ eligible communities	4	50/50	Discuss in October (Nicole)
34	Community QS Purchase and Implementation	?	80/20	Committee appointed; awaiting Council direction (Nicole)
35	CDQ review process	?	50/50	Pending Council direction (Nicole)

DRAFT NPFMC THREE-MEETING OUTLOOK					
October 6, 2003	December 8, 2003	February 2, 2004			
Anchorage (Sheraton Hotel)	Anchorage	Anchorage			
CDQ Amendments: Discussion	NPFMC/BOF Joint Protocol Committee to meet	CDQ Amendments: Action as necessary			
IFQ Implementation Committee Report: Action as necessary					
Halibut Subsistence: Discuss and action as necessary. Final action on Ninlichik eligibility.					
Repeal VIP: Discuss and action as necessary	Crab EIS: Initial Review (T)	Crab EIS: Action as necessary			
Pribilof Blue King Crab Rebuilding: Final Action					
GOA Rationalization: Action as necessary	GOA Rationalization: <i>Preliminary review (T)</i>	GOA Rationalization: <i>Initial Review (T)</i>			
EFH: Preliminary Review of EIS					
HAPC: Report and action as necessary	HAPC: Report and action as necessary	HAPC: Report and action as necessary			
SSL Mitigation Committee: Report and action as necessary		'			
Repeal of VIP: Discuss and action as necessary					
BSAI Crab SAFE: <i>Review</i>	DPSEIS: Progress report	DPSEIS: Review comments on Draft			
Groundfish Specifications: <i>Initial Action</i> (& separate GOA skates from 'other species') <i>Final Action</i>	Groundfish Specifications: <i>Final Action</i> (& separate GOA skates from 'other species')				
Al pollock fishery: <i>Discussion</i>					
Flatfish IRIU Trailing Amendment (A): Refine Alternatives & Receive Committee Report		Flatfish IRIU Trailing Amendment (A): Initial Review (T)			
	Observer Program: Preliminary Review (T)	Observer Program: Initial Review (T)			
Non-Target Species Management: Committee Report	Non-Target Species Management: Discussion	Non-Target Species: Action as necessary			
TAC-setting Process: Final Action		1			
F40 Recommendations: Progress report		Scallop SAFE and FMP: Review			
TAC - Total Allowable Catch BSAI - Bering Sea and Aleutian Islands IFQ - Individual Fishing Quota AFA - American Fisheries Act HAPC - Habitat Areas of Particular Concern LLP - License Limitation Program PSC - Prohibited Species Catch	MSA - Magnuson Stevens Act GOA - Gulf of Alaska SSL - Steller Sea Lion GHL - Guideline Harvest Level SEIS - Supplemental Environmental Impact Statement CDQ - Community Development Quota IRIU - Improved Retention/Improved Utilization	SAFE - Stock assessment and fishery evaluation VMS - Vessel Monitoring System CV - Catcher Vessel CP- Catcher Processor MSST - Minimum Stock Size Threshold FMP - Fishery Management Plan PGSEIS - Programmatic Groundfish SEIS (T) Tentatively scheduled			

Last Updated: October 2, 2003

Community QS Purchase Implementation Team

<u>Appointed 8/14/03</u>	Hazel Nelson, Chair	Matt Kookesh
	Sam Cotten	Gerry Merrigan
Staff: Nicole Kimball	Walt Ebell	Pat Norman
	Duncan Fields	David Soma

Conference Committee (Washington DC, November 2003)

Appointed June 2003	Dennis Austin
	David Benton
Staff: Chris Oliver	John Bundy
	Stephanie Madsen

Council/Board of Fisheries Joint Protocol Committee

Last update: 7/28/03	Dennis Austin Hazel Nelson Art Nelson	Mel Morris Stosh Anderson Ed Dersham
Staff: Jane DiCosimo		

Council Executive Committee

Updated: 7/28/03	Chair: Council Chair
1 -	Dennis Austin
	Jim Balsiger
Staff: Chris Oliver	Kevin Duffy
	Roy Hyder

Crab Interim Action Committee

[Required under BSAI Crab FMP]

[Itogunou undor Born Ordo I vita]				
	Dennis Austin, WDF			
	Jim Balsiger, NMFS			
	Kevin Duffy, ADF&G			

DPSEIS Steering Committee

Appointed 2001	Dennis Austin, Chairman
	Jim Balsiger
	Kevin Duffy
	Chris Oliver

Ecosystem Committee

Last update: 10/25/01	Chair: David Fluharty	Other Staff Support
	Stosh Anderson	
	Dorothy Childers	Steve Davis
Status: Meet as necessary	Tony DeGange	Doug Eggers
	Dan Falvey	·
	George Hunt, Jr.	
Staff: Diana Evans/	Patricia Livingston	
David Witherell	Donna Parker	

Enforcement Committee

Last update: July 2003	Chair: Roy Hyder	Other Staff Support
	Earl Krygier, ADF&G James Cockrell, F&W Protection	As Necessary
Status: Active	Jeff Passer, NMFS-Enforcement	-
	Rich Preston, USCG	1
	Sue Salveson, NMFS-Mgmt.	
	Lisa Lindeman, NOAA - GC	
Staff: Chris Oliver		

Essential Fish Habitat Committee

Appointed: 5/15/01	Chair: Linda Behnken
Last Update: July 2003	Vice Chair: Stosh Anderson
	Gordon Blue
	Ben Enticknap
	Jon Kurland
Status: Active	John Gauvin
	Earl Krygier
	Heather McCarty
Staff: Cathy Coon	Glenn Reed
	Michelle Ridgway
	Scott Smiley

Finance Committee

Last Update: 10/25/01	Chair: Council Chair
	Dennis Austin
	Jim Balsiger
Status: Meet as necessary	Kevin Duffy
	Dave Hanson
	Roy Hyder
Staff: Gail Bendixen/Chris Oliver	Richard Marasco

Fur Seal Committee

Last Update: 7/25/03	Chair: David Benson Evie Whitten
Status: Active	Anthony Merculief Larry Cotter Paul MacGregor
Staff: Bill Wilson	Aquilina Lestinkof Steve Minor

Halibut Charter IFQ Implementation

Status: Pending SOC submittal	

IFQ Implementation Committee

Status: Reconstituted as shown (July 2003). Staff: Jane DiCosimo	Chair: Jeff Stephan Bob Alverson Arne Fuglvog/Cora Crome Dennis Hicks Don Iverson Don Lane	Gerry Merrigan Kris Norosz Paul Peyton David Soma

IRIU Technical Committee

Appointed: 07/12/02	Chair, Dave Hanson	Teressa Kandianis
Status: Pending reconstitution	Michelle Ridgway Susan Robinson John Henderschedt	Matt Doherty Bill Orr Ed Richardson
Staff: Chris Oliver, Jon McCracken Marcus Hartley, Northern Econ. Lauren Smoker, NMFS	Donna Parker Eric Olson Greg Baker Gerry Merrigan	·

Magnuson-Stevens Act Reauthorization Committee

Status: Pending appointment of additional members.	Chair: Council Chair Dennis Austin David Benton Kevin Duffy
Staff: Chris Oliver	Roy Hyder Stephanie Madsen John Bundy

Non-Target/Other Species Committee

Appointed: 7/26/03	Chair: Arne Fuglvog, Chair	
1	Karl Haflinger	1
	Whit Sheard	1
Staff: Jane DiCosimo,	Michelle Ridgway	
Sarah Gaichas, NMFS	Eric Olson	
1	Lori Swanson	
	Dave Wood	
	Thorn Smith	
	Paul Spencer	

Observer Advisory Committee

<u> </u>		
Last update: August 2002	Chair: Joe Kyle	Trevor McCabe
_	Julie Bonney	Bob Mikol
Status: Active	Pete Risse	Kathy Robinson
	Kim Dietrich	Susan Robinson
	[Alt: Gillian Stoker]	Arni Thomson
Staff: Chris Oliver/	John Gauvin	Jerry Bongen
Nicole Kimball	LeeAnne Beres	Tracey Mayhew
	Rocky Caldero	

Pacific Northwest Crab Industry Advisory Committee

Last Update: 3/28/03 3/5/02-Election of Officers	Chair: Gary Painter David Benson Keith Colburn Lance Farr	Garry Loncon Rob Rogers Clyde Sterling Gary Stewart
Staff: Diana Stram	Phil Hanson Larry Hendricks Kevin Kaldestad	Arni Thomson, Secretary [non -voting]

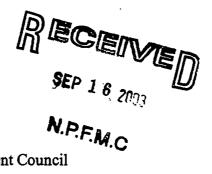
Steller Sea Lion Mitigation Committee

U.S.-Russia International Committee

Status: Pending reconstitution.	Chair: Dennis Austin John Bundy
Staff: Chris Oliver	Kevin Duffy Stephanie Madsen Rich Preston

VMS Committee

Appointed: 06/02 Status: Idle, pending direction	Chair, Earl Krygier Al Burch Guy Holt	Bob Mikol Ed Page Capt. Rich Preston Lori Swanson
Staff: Jane DiCosimo		Lon owanson



Andrew Mezirow PO Box 2794 Seward, AK 99664 9/12/03

North Pacific Fishery Management Council 605 West 4th, Suite 306 Anchorage AK 99501-2252

I am writing to express my interest in serving on the Charter IFQ implementation committee. I have been operating Crackerjack Sportfishing Charters in Seward for 8 years and also am a halibut IFQ share holder and commercial fisherman. I can bring a unique perspective to the committee.

The following are my qualifications:

Alaska Resident and fisherman

President and founder of the Seward Alaska Charterboat Association North Pacific Fishery Management Council -Charter IFQ development panel member Commercial Halibut IFQ share holder and fisherman International Gamefish Association: Regional Representative Board of Directors, National Association of Charterboat Operators National Advisory Board, Recreational Fishing Alliance Bachelor of Science in Fisheries Management Previously - marine biologist and Scientific Diver for the Alaska Sealife Center

Thank you for your consideration

Sincerely

Andy Mezirow

P.O. Box 735 Whittier, Alaska 99693 September 11, 2003

North Pacfic Fishery Management Council 605 West 4th, STE #306 Anchorage, Alaska 99501-2252



Dear folks:

I am interested in serving on the proposed Charter IFQ Implementation Committee. I have owned and operated Prince William Sound Eco-Charters for close to 4 years now, after retiring from the National Weather Service in May, 2003 (35+ years). I am also a member of the Whittier Chamber of Commerce and the Whittier Flotilla of the Coast Guard Auxiliary. In addition, I am a member of the board of directors of the Whittier Museum Association and am involved in other Whittier activities.

Personally, I tend to view the charter business as a water taxi, rather than a commercial fishery. This opinion is shared by over 65% of the active charter operators here in Whittier, none of whom have halibut logs from 1998 and 1999. I do, however, believe that I can put my personal views aside and work toward a fair and equitable solution with regard to the Charter IFQ proposals.

Regards,

David B. Goldstein PWS Eco-Charters



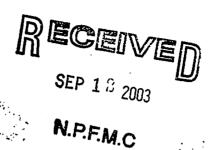
Alaska Coastal Marine

www.alaskacoastalmarine.com P.O. Box 3143 Soldotna, Alaska 99669 (907) 262-4359 fax (907) 262-9753

North Pacific Fishery Management Council 605 West 4th, Suite 306 Anchorage AK 99501-2252

September 10, 2003

Dear Sir or Madam,



I am interested in a seat on the Charter IFQ Implementation Committee. I am the Vice President and one of the owners of Alaska Coastal Marine. We have been in the Halibut fishing charter business in Homer Alaska since 1988. We own and operate four inspected Halibut charter boats and one inspected tour boat. I feel I could effectively and objectively represent the Inspected vessel owners that have been in business for a long time and assist in the fair distribution of charter IFQ's to all qualifying recipients.

In addition we have:

- 1. Completed log books since the inception of the program.
- 2. Client and log sheets dating back to 1988.

I am interested in this seat to insure a fair and equitable distribution of Charter IFQ's and to bring the point of view larger family owned business that intends to remain in the charter fishing industry.

Personal Information:

I am 35 years old. I am a married (wife Carole) father of two (Lacey 8, and Tim 2). I have lived in Alaska from 1981 to 1989 and from 1994 to Present. I Graduated from San Diego State University with a Bachelors Degree in Criminal Justice. I was a Police Officer for the City of San Diego for just under 5 years. I left the Police Department on excellent terms in 1994 to manage Alaska Coastal Marine which had been started by my father in 1988. I currently run all the day to day operations of Alaska Coastal Marine as well as a 75' tour boat, the M/V Discovery. I have a 100 ton Masters License. We own and operate 5 vessels in Homer with 13+ employees.

Please advise me of any documentation you may need as well as keep me informed of the selection process.

Thank you,

Timothy J. Cashman Jr.

Vice President



September 21, 2003

North Pacific Fisheries Management Council 605 West 4th, Suite 306 Anchorage AK 99501-2252



TO WHOM IT MAY CONCERN:

I understand a Charter IFQ Implementation Committee will be formed later this year. I am interested in being on this committee and would appreciate further notification on this matter.

Thank you.

Sincerely,



Kent F. Hall Beverly P. Minn 500 Lincoln Street, #641 Sitka, Alaska 99835 Phone (907) 747-5089

www.sitkasecret.com · info@sitkasecret.com

Pribilof Islands Collaborative - Steering Committee

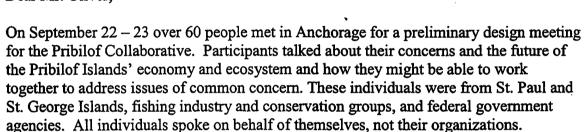
Administered by: World Wildlife Fund, 406 G Street, Suite 303, Anchorage, AK 99501 Tel (907) 279-5504 • Fax (907) 279-5509 • email: wwf@acsalaska.net

October 1, 2003

Mr. Chris Oliver Executive Director North Pacific Fishery Management Council 605 West 4th Avenue, Suite 306 Anchorage, AK 99501

Re: Update on the Pribilof Collaborative

Dear Mr. Oliver,



The purpose of the preliminary design meeting was for representatives of the various stakeholder groups to learn more about other's concerns and about how collaborative processes can be structured, and to create a draft framework and roadmap for the Pribilof Collaborative. Participants discussed the scope of issues the Collaborative might address, the potential structure of the process, potential information needs, and how the Collaborative might interact with both the North Pacific Fisheries Management Council and the NMFS' EIS process for the northern fur seal harvest plan.

Participants also drafted a proposed problem statement, mission statement, and timeline for the process. The proposed timeline is structured around both the NMFS fur seal EIS timeline and the NPFMC meeting schedule. Participants also proposed that stakeholders involved in the Pribilof Collaborative interact with the NPFMC by designating a committee that would actively participate in the Council process and serve as a liaison between the two entities.

At the conclusion of the September 22-23 meeting participants agreed to share the proposed structure developed at the preliminary design meeting with their organizations and communities over the next month. Participants will report back to the steering committee by October 31st with as much of a commitment as possible to participating in the collaborative process. Assuming an adequate level of commitment, participants agreed to meet next in January 2004 to learn more about Pribilof Islands history, current



scientific knowledge of fish, bird and marine mammal populations and interactions, and traditional ecological knowledge of the Pribilof ecosystem.

If you, your staff or any Council member have questions or would like more information regarding the preliminary design meeting or the Pribilof Collaborative, please do not hesitate to contact me or any other member of the steering committee.

Sincerely,

Evie Witten

On behalf of the Pribilof Collaborative Steering Committee

Pribilof Collaborative Steering Committee:

Name	Phone	Fax	Email
Larry Cotter (APICDA)	(907) 586-0161	(907) 586-0165	lcotter@apicda.com
Randy Hagenstein (TNC)	(907) 276-3133 (ext. 119)	(907) 276-2584	rhagenstein@tnc.org
Georgia Kashevarof (St. George Traditional Council)	(907) 859-2205	(907) 859-2242	stgcouncil@starband.net
Aquilina Lestenkof (St. Paul Tribal Ecosystem Program)	(907) 546-2641	(907) 546-2655	aquilina@tdxak.com
Greg McGlashan (St. George Tribal Ecosystem Program)	(907) 859-2205	(907) 859-2242	gregorymcglashan@yahoo.com
Heather McCarty (CBSFA)	(907) 586-4260	(907) 586-4261	rising@ptialaska.net
Joe Sullivan (Mundt MacGregor)	206-624-5950	206-624-5469	jsullivan@mundtmac.com
Evie Witten (World Wildlife Fund)	(907) 279-5504	(907) 279-5509	wwf@acsalaska.net

PUBLIC TESTIMONY SIGN-UP SHEET FOR AGENDA ITEM D 3 (A)

		Staff TOISKING
	NAME (PLEASE PRINT)	AFFILIATION
1	Brent Paine and Joe Sulhua	UCB/ Tatercoop Grou
2/	Joe Sullivan	Mundt Mar/Kodiak
3/	Heather Mc Carty X Tox Saller	
41	John Garney	Nampac Crob Association
500	Danous Childen	AMCC
50	Michaele Ridgeron	Individual.
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NOTE to persons providing oral or written testimony to the Council: Section 307(1)(I) of the Magnuson-Stevens Fishery Conservation and Management Act prohibits any person "to knowingly and willfully submit to a Council," the Secretary, or the Governor of a State false information (including, but not limited to, false information regarding the capacity and extent to which a United State fish processor, on an annual basis, will process a portion of the optimum yield of a fishery that will be harvested by fishing vessels of the United States) regarding any matter that the Council, Secretary, or Governor is considering in the course of carrying out this Act.