COMMISSIONERS:
ROBERT ALVERSON
SEATTLE, WA
NEIL DAVIS
VANCOUVER, BC
PETER DEGREEF
NORTH SAANICH, BC
CHRIS OLIVER
WASHINGTON, DC
PAUL RYALL
VANCOUVER, BC
RICHARD YAMADA
JUNEAU, AK

INTERNATIONAL PACIFIC HALIBUT COMMISSION

ESTABLISHED BY A CONVENTION BETWEEN CANADA

AND THE UNITED STATES OF AMERICA

EXECUTIVE DIRECTOR DAVID T. WILSON

2320 W. COMMODORE WY, STE 30: SEATTLE, WA 98199-1287

> TELEPHONE: (206) 634-1838

FAX: (206) 632-2983

EL2018060 22 October 2018

Mr. Philip Anderson Chairperson, Pacific Fishery Management Council 7700 NE Ambassador Place, Suite 101

Re: Non-treaty directed commercial Pacific halibut fishery in IPHC Regulatory Area 2A

Dear Mr. Anderson

Portland, OR 97220-1384

I would like to express my appreciation of the extended discussion by the PFMC and its subsidiary bodies on options for improvements to the management of the non-treaty directed commercial Pacific halibut fishery in IPHC Regulatory Area 2A.

As we noted in our letters of 15 May 2018 and 6 August 2018, and discussed at the recent PFMC meeting in September 2018, an IPHC Regulatory Proposal for longer fishing periods in this fishery has been submitted for the IPHC's consideration at its upcoming 94th Interim Meeting (IM094) in November 2018 and subsequently at the 95th Annual Meeting (AM095) in January 2019.

Please find attached, the draft regulation proposal for your information and consideration. Note that it includes 5- and 10-day fishing period options, with proposed dates. We are currently conducting a survey of IPHC Regulatory Area 2A license holders as a means to gauge stakeholder views on the subject, and plan to present the results of the survey at your November 2018 meeting.

We would appreciate the PFMC's consideration of this potential change in the course of its regular review of the Pacific halibut fishery and its Catch Sharing Plan during its November meeting this year. Advice from the PFMC would then be considered by the IPHC as it reviews the proposal in detail.

The IPHC continues to appreciate the constructive engagement by the PFMC on this topic, and looks forward to continuing our strong partnership for the sustainable management of the Pacific halibut resource.

Sincerely,

David T. Wilson, Ph.D. Executive Director, IPHC

cc: IPHC Commissioners Chuck Tracy, PFMC Mike Burner, PFMC Robin Ehlke, PFMC

Enclosure





IPHC Pacific Halibut Fishery Regulations:

Commercial Fishing Periods (Sect. 9)

PREPARED BY: IPHC SECRETARIAT (17 OCTOBER 2018)

PURPOSE

To specify fishing periods for the commercial Pacific halibut fisheries.

BACKGROUND

Each year the International Pacific Halibut Commission (IPHC) selects fishing period dates for the commercial Pacific halibut fisheries in each of the IPHC Regulatory Areas. The IPHC's practice is to use the same overall commercial fishing period dates for all IPHC Regulatory Areas. These dates vary from year to year, but in recent years have allowed commercial fishing to begin sometime in March and end sometime in November for all IPHC Regulatory Areas. Additionally restrictive fishing periods are established for IPHC Regulatory Area 2A commercial fishery.

Historically, biological factors relevant to setting the dates included protection of Pacific halibut spawning, which primarily takes place from September through early May (IPHC Sci Rpt 70, p.32), and maintaining correspondence between observed distribution in the summer and actual encounter rates in the fishery relative to spawning and migrating fish. Weather patterns and predicted tides in some fishing areas and business considerations for both fishers and processors have also been historically been factors in the discussions surrounding the setting of fishing period dates.

DISCUSSION

The IPHC Secretariat proposes that the overall commercial fishing period for all IPHC Regulatory Areas be fixed from **15 March to 31 October**. Fixing the season will allow Stakeholders to more effectively develop business plans and will allow the IPHC Secretariat to more effectively monitor and manage the fishery.

For more restrictive period dates in IPHC Regulatory Area 2A, the IPHC Secretariat proposes fishing periods for the non-tribal directed commercial fishery longer than the 10-hour periods used in recent years. Specifically, the IPHC Secretariat proposes either 5-day or 10-day fishing periods. A discussion of the reasons for this proposal, the implications of longer fishing periods, previous discussion of the issue, additional expected inputs to the Commission's decision-making process, and expected outcomes is included in Appendix I.

Supporting analysis of fishing period limits associated with longer fishing periods is provided in <u>Appendix II</u>. A review of IPHC Regulatory Area 2A commercial fishery management is provided in <u>Appendix III</u>. Copies of IPHC letters to the PFMC are included as <u>Appendix IV</u>.

Sectors Affected: Commercial Pacific halibut fisheries in all IPHC Regulatory Areas.

ADDITIONAL DOCUMENTATION / REFERENCES

IPHC Sci Rpt 70. Spawning Locations and Season for Pacific Halibut. St-Pierre. 1984.

APPENDICES

Appendix I: Discussion of proposed fishing periods for the non-tribal directed commercial

fishery in IPHC Regulatory Area 2A

Appendix II: Analysis of fishing period limits

Appendix III: Review of IPHC Regulatory Area 2A commercial fishery management

Appendix IV: IPHC letters to PFMC

SUGGESTED REGULATORY LANGUAGE

9. **Commercial** Fishing Periods

- (1) The fishing periods for each IPHC Regulatory Area apply where the catch limits specified in Section 12 have not been taken.
- (2) Unless the Commission specifies otherwise, commercial fishing for Pacific halibut in all IPHC Regulatory Areas may begin no earlier in the year than 12:00 hours local time on the 15 March.
- (3) All commercial fishing for Pacific halibut in all IPHC Regulatory Areas shall cease for the year at 12:00 hours local time on 31 October.
- (4) The first fishing period in the IPHC Regulatory Area 2A non-tribal directed commercial fishery shall begin at 08:00 hours on the last Saturday in June and terminate at 18:00 hours local time on the fourth day after that date (for five fishing days), unless the Commission specifies otherwise. If the Commission determines that the catch limit specified for IPHC Regulatory Area 2A in Section 12 has not been exceeded, it may announce a second fishing period of up to five days to begin on the second Saturday in July, and, if necessary, a third fishing period of up to five days to begin on the last Saturday in July.

OI

(4) The first fishing period in the IPHC Regulatory Area 2A non-tribal directed commercial fishery shall begin at 08:00 hours on the last Saturday in June and terminate at 18:00 hours local time on the ninth day after that date (for ten fishing days), unless the Commission specifies otherwise. If the Commission determines that the catch limit specified for IPHC Regulatory Area 2A in Section 12 has not been exceeded, it may announce a second fishing period of up to ten days to begin on the last Saturday in July, and, if necessary, a third fishing period of up to ten days to begin on the last Saturday in August.

- (5) Notwithstanding paragraph (7) of section 12, an incidental catch fishery is authorized during the sablefish seasons in Area 2A in accordance with regulations promulgated by NMFS. This fishery will occur between the dates and times listed in paragraphs 2 and 3 of this section.
- (6) Notwithstanding paragraph (2), and paragraph (7) of section 12, an incidental catch fishery is authorized during salmon troll seasons in Area 2A in accordance with regulations promulgated by NMFS. This fishery will occur between the dates and times listed in paragraph 6 and 7 of this section.

12. Commercial Catch Limits

- (1) ...
- (6) If the Commission determines that the catch limit specified for IPHC Regulatory Area 2A in paragraph (1) would be exceeded in an additional directed commercial fishing period as specified in paragraph (2) of section 9...

Appendix I

Discussion of proposed fishing periods for the non-tribal directed commercial fishery in IPHC Regulatory Area 2A

This appendix discusses the reasons for this proposal, the implications of longer fishing periods, previous discussion of this issue, additional expected inputs to the Commission's decision-making process leading up to the 95th Annual Meeting (AM095) in January 2019, and expected outcomes of making this change.

Reasons for longer fishing periods

The IPHC Secretariat sees no compelling reason to retain the current "derby-style" form of the directed commercial Pacific halibut fishery, with its **10-hour fishing periods**, but a number of advantages in shifting to a management system that reduces the concentration of fishing effort and eliminates or reduces the race to fish. Potential advantages include:

- 1. <u>Safety</u>. The current system offers no flexibility as to when fishing takes place, creating pressure to attempt fishing even in poor weather and dangerous conditions. The U.S. Coast Guard has frequently commented at IPHC meetings in support of moving away from the derby-style fishery for this reason. We believe that a system offering more flexible fishing opportunities is inherently safer for everyone on the water, and that this is the primary reason for change.
- 2. Reduced regulatory discards. The current derby system is essentially a race for fish, where fishers have an incentive to set as much gear as possible during the short time available for fishing. When the fishing is good, this leads to more regulatory discards as trip limits are reached than would be the case under a system where the fishers had time to more carefully calibrate their effort to applicable limits. Mortality from these regulatory discards represents an unnecessary loss to the resource.
- 3. Flexibility for fishers and processors. Under the current system, fresh Pacific halibut from Regulatory Area 2A is delivered and comes to market in a tightly defined period of time, limiting the ability of fishers and processors to influence or react to market forces. A management system with more flexibility regarding fishing days would allow fishers and processors more latitude in managing their industry sector.

Other than maintaining access to the resource by the commercial Pacific halibut fishery, the IPHC Secretariat does not recommend a particular management system to replace the current form of the 2A non-tribal, directed commercial Pacific halibut fishery. The IPHC Secretariat supports a reduction in the concentration of fishing effort, and eliminating the race to fish, as a guiding principle for any changes that are made.

Implications of longer fishing periods

The primary implication of longer fishing periods is that lower fishing period limits will be required in order to maintain the fishery within its allocation under the Pacific Fishery Management Council's (PFMC) catch sharing plan (CSP).

Along with announcing open dates for the directed commercial fishery, the IPHC announces what the per-vessel catch limits will be by vessel class in accordance with IPHC Regulations

Section 13 (Fishing Period Limits). IPHC determines the fishing period limits before each fishing period opens, based on the number of vessels in each length class, the average performance of vessels in that length class, and the amount of catch allocated to (or remaining for) the directed commercial fishery for that year. The IPHC vessel length classes range from A to H, with A being the smallest vessels (25 ft and under) and H being the largest (56 ft and over).

Longer fishing periods are expected to allow greater participation of license-holders and greater attainment of individual fishing period limits by participating vessels. Options for 2-, 5-, 7-, 20-, and 30-day fishing periods have been analyzed by the IPHC Secretariat.

In recent years the IPHC has set fishing period limits for the first 10-hour fishing period of the year that range from 9,000 lbs (4.08 t)(net weight¹) for the largest, H-class vessels down to 755 lbs (0.34 mt) for the smallest, A-class vessels. Assuming a similar CSP sector allocation, the IPHC Secretariat estimates that an initial 5-day fishing period would entail a fishing period limit of approximately 6,000 lbs (2.72 t) for H-class vessels, with proportionally lower limits for smaller vessels. An initial 10-day fishing period would likely entail a fishing period limit between 2,000 and 4,000 lbs (0.91 and 1.81 t) for H-class vessels.

Previous discussion of this issue

The IPHC initiated the current discussion of fishing periods in IPHC Regulatory Area 2A with a letter to PMFC in May 2017 (see <u>Appendix IV</u> for the series of IPHC letters to PFMC on this subject). The PFMC and its advisory bodies engaged in a robust discussion of the issue at their June, September, and November 2017 meetings, including a request for more information from IPHC and production of a matrix of management options for the fishery. This discussion and its attendant information and analyses were considered by the Commission at the 2018 Annual Meeting (AM094).

No recommendations for changes were made for the 2018 fishery, but the PFMC and other parties indicated a willingness to continue discussing potential changes to the management of the fishery.

The focus of attention during 2018 has been on the possibility of changing the length of the fishing period and the specific proposal for either a 5-day or 10-day fishing period. This change is within the IPHC's mandate and addresses the IPHC's primary concern with the current 10-hour derby, the safety of participants in the fishery. It can be undertaken by the IPHC on its own, without requiring changes in the aspects of the fishery managed by the PFMC and the state and federal agencies.

The IPHC identified this proposal in two letters to the PFMC (see <u>Appendix IV</u>), and the PFMC discussed it at its September 2018 meeting. It is expected to take up the issue again at its November 2018 meeting, in time to provide any recommendations to the Commission for the 2018 Interim Meeting (IM094).

In response to suggestions by the IPHC Commissioners and the PFMC and its Groundfish Advisory Panel, the Secretariat sought input from its Regulatory Area 2A license holders on the possibility of a longer fishing period. Their views are expected to be important to making any decisions on this subject. A preliminary version of this regulation proposal was provided to all

_

¹ "Net weight" is defined in IPHC Regulations Section 3 as the weight without gills and entrails, head-off, washed, and without ice and slime. All weights in this paper are expressed in terms of "net weight."

license holders from 2016 to 2018, along with a brief survey, the results of which are provided in the following table:

Table of survey questions and responses – to be added prior to IM094

Analysis of survey responses – to be added prior to IM094

Additional expected inputs to the Commission's decision-making process

In addition to the information provided here, the IPHC Secretariat expects that the Commission will receive comments from the PFMC after its November 2018 meeting, as well as additional input and testimony from stakeholders in IPHC Regulatory Area 2A beyond the survey of license holders.

In addition to whether a longer fishing period should be implemented, input regarding fishing period duration and considerations regarding when fishing periods should start, either by date or day of the week, will be particularly helpful in finalizing any change to the regulations.

Expected outcomes

Should the Commission approve longer fishing periods for 2019, the IPHC Secretariat expects that the first year of implementation will provide valuable feedback and potentially lead to further refinements for subsequent years. For instance, we may find that the dates or the duration of the fishing periods require adjustment in order to stay within allocation or to better meet industry needs.

Appendix II

Analysis of Fishing Period Options

ADDITIONAL ANALYSIS OF FISHING PERIODS OPTIONS FOR 2- AND 5-DAYS

In September 2017, the IPHC Secretariat provided the PFMC information at their request on how fishing period limits by vessel size class might change with longer fishing periods (Attachment I). The PFMC requested a range of fishing period options to be analyzed from the 10-hr derby (status quo), to a one week, 20-day, or 30-day fishing period. Following the IPHC Interim Meeting in November 2017, the Commissioners requested that the IPHC Secretariat provide additional options of a 2- and 5-day fishing period.

The IPHC's response to the PFMC request, in Attachment I, provides details on licensing the IPHC Regulatory Area 2A fishery, including the number of licenses issued and fished between 2012 – 2017 (Attachment I, Table 1). It also describes the dates of the fishery (Table 2), as well as fishing period limits by vessel size class and estimated landings in recent years (Table 3). The IPHC issues commercial Pacific halibut licenses by the vessel's size (or length) class, which ranges from A to H, with A being the smallest vessels (25 ft and under) and H being the largest (56 ft and over). The heart of the analysis is in Table 4 which provides sample fishing period limits by vessel size class and estimates of landings under each. The table is based on the 2017 directed commercial fishery allocation and the number of licenses IPHC issued for the fishery in 2017. Note that vessels can choose to be licensed in the directed commercial fishery, or in both the directed commercial and the fishery incidental to sablefish. At the bottom of Table 4 in Appendix II, it shows the estimated landings under three scenarios: (1) if all vessels licensed participated and caught their full vessel limit, (2) if only half the licensed vessels participated and landed their full vessel limit, and (3) if only half the licensed vessels participated and only landed half of their vessel limit (this has been the case, generally speaking, under the 10-hr derby). Table 4 from Appendix II has been updated to include estimated fishing period limits under the 2- and 5-day options and is published in this paper as Table 2.

In <u>Attachment I</u>, the <u>1-week fishery (PFMC Option 1)</u> was expected to have vessel limits for H-class vessels (the largest size class (56+ feet) and used as the reference point when talking about vessel limits) set between 4,000 to 6,000 pounds (1.81 to 2.72 t) (net weight) for the first opening. This was based on using the 2017 allocation of 225,591 pounds (102.33 t) (net weight) and on the number of vessels licensed by size class in 2017. For the <u>20-day fishery (PFMC Option 2)</u>, the IPHC would likely choose fishing period limits based on an H-class limit of 2,000 to 4,000 pounds (0.91 to 1.81 t) (net weight) for the first 20-day fishing period. With a 20-day fishery, as opposed to a 1-week fishery, IPHC would have to be more conservative in setting the vessel limit because with more time to fish, more vessels would likely participate and would more likely catch their vessel limit. For the <u>30-day fishery (PFMC Option 3)</u>, the IPHC would likely choose fishing period limits based on an H-class limit of 2,000 pounds (0.91 t) (net weight) for the first 30-day fishing period. With a 30-day fishery, as opposed to a 1-week or 20-day fishery, IPHC would have to be more conservative in setting the vessel limit because with more time to fish, more vessels would likely participate and would more likely catch their vessel limit.

In summary, based on the 2017 allocation of 225,591 pounds (102.33 t) (net weight) and on the number of vessels licensed by size class, the fishing period limit for H-class vessels in pounds (net weight) of Pacific halibut are estimated to be as follows under a 1-week, 20-day, and 30-day directed commercial fishery with a full breakout by vessel size class in Table 2:

0	1-week	4,000 to 6,000 lbs	(1.81 to 2.72 t)
0	20-day	2,000 to 4,000 lbs	(0.91 to 1.81 t)
0	30-day	2,000 lbs	(0.91 t)

Table 2. Estimated 1-week, 20-day, and 30-day fishing period limits by vessel size class for IPHC Regulatory Area 2A using 2017 allocation and number of licenses.

1-week					20-	30-day					
Vessel Si	ze Class					Vessel Lin	nit (net wt)				
feet	letter	pounds	metric ton	pounds	metric ton	pounds	metric ton	pounds	metric ton	pounds	metric ton
1-25	Α	335	0.15	505	0.23	200	0.09	335	0.23	200	0.09
26-30	В	420	0.19	630	0.29	210	0.10	420	0.29	210	0.10
31-35	С	670	0.30	1,010	0.46	335	0.15	670	0.46	335	0.15
36-40	D	1,850	0.84	2,780	1.26	925	0.42	1,850	1.26	925	0.42
41-45	Е	1,990	0.90	2,990	1.36	995	0.45	1,990	1.36	995	0.45
46-50	F	2,385	1.08	3,575	1.62	1,190	0.54	2,385	1.62	1,190	0.54
51-55	G	2,660	1.21	3,990	1.81	1,330	0.60	2,660	1.81	1,330	0.60
56+	Н	4,000	1.81	6,000	2.72	2,000	0.91	4,000	2.72	2,000	0.91

For a 2- or 5-day fishery, and keeping all other parameters the same (i.e., using 2017 allocation and number of vessels licensed by size class), the fishing period limit for H-class vessels in pounds (net weight) of Pacific halibut are estimated to be as follows with a full breakout by vessel size class in Table 3:

0	2-day	9,000 lbs	(4.08 t)
0	5-day	~6,000 lbs	(2.72 t)

Table 3. Estimated 2-day and 5-day fishing period limits by vessel size class for IPHC Regulatory Area 2A using 2017 allocation and number of licenses.

		2-0	day	5-0	day
Vessel Si	ze Class		Vessel Limit	(net wt)	
feet	letter	pounds	metric ton	pounds	metric ton
1-25	Α	755	0.34	505	0.23
26-30	В	945	0.43	630	0.29
31-35	С	1,510	0.68	1,010	0.46
36-40	D	4,165	1.89	2,780	1.26
41-45	E	4,480	2.03	2,990	1.36
46-50	F	5,365	2.43	3,575	1.62
51-55	G	5,985	2.71	3,990	1.81
56+	Н	9,000	4.08	6,000	2.72

With a 2-day opening of the directed commercial fishery, the IPHC Secretariat would likely choose fishing period limits based on an H-class limit of 9,000 pounds (4.08 t) (net weight), the same amount generally used for the first 10-hr derby. Given that the 10-hr derby has been open for multiple days (2-3 total days) in recent years, a 2-day opening (i.e., 48-hrs) could be expected to have similar to, but slightly increased landings from recent 10-hr derby opening. Similar to the 10-hr derby, not all licensed vessels would be expected to participate in a 2-day opening. However, they could be expected to catch more of their vessel limit than under a 10-hr derby. With the 2-day opening, the IPHC would expect to have only one opening based on an H-class limit of 9,000 pounds (4.08 t) (net weight).

With a <u>5-day opening</u>, the IPHC Secretariat would likely choose fishing period limits based on an H-class limit of approximately 6,000 pounds (2.72 t) (net weight). The 5-day opening is just slightly shorter than the 1-week fishery (PFMC Option 1) and would therefore be expected to have H-class limits on the higher end of the 1-week option range given that there is less time for all licensed vessels to participate.

Detailed breakouts for each vessel size category under all of these options are provided in Table 4 below. Note that these limits are based on the 2017 allocation and number of licenses issued by size class, both of which will change for 2018. The IPHC Secretariat will set fishing period limits for 2018 before the start of the first opening based on the actual number of licenses issued in 2018 and on the 2018 directed commercial fishery allocation.

Table 4. Estimated fishing period limits by vessel size class and estimated landings (lb, net weight) for IPHC Regulatory Area 2A using 2017 allocation and number of licenses.

				(2-da	2-day) (5-day)		·	PFMC Optio	on 2 (20-day)		
2017 allocat	2017 allocation (lb, net weight) 225,591 Status qu			Status quo (1	0-hr derby)	F	PFMC Option	on 1 (1-week) PFMC Option 3 (30-			n 3 (30-day)
Vessel	Class	vessel	2017	9,000 vess	sel limit	6,000 vess	el limit	4,000 ves	sel limit	2,000 vessel limit	
		limit ratio	# Lic		est.		est.		est.		est.
feet	letter	74110		vessel limit	landings	vessel limit	landings	vessel limit	landings	vessel limit	landings
1-25	Α	0.084	15	755	11,325	505	7,575	335	5,025	200	3,000
26-30	В	0.105	11	945	10,395	630	6,930	420	4,620	210	2,310
31-35	С	0.168	19	1,510	28,690	1,010	19,190	670	12,730	335	6,365
36-40	D	0.463	39	4,165	162,435	2,780	108,420	1,850	72,150	925	36,075
41-45	Ε	0.498	43	4,480	192,640	2,990	128,570	1,990	85,570	995	42,785
46-50	F	0.596	36	5,365	193,140	3,575	128,700	2,385	85,860	1,190	42,840
51-55	G	0.665	14	5,985	83,790	3,990	55,860	2,660	37,240	1,330	18,620
56+	Н	1	31	9,000	279,000	6,000	186,000	4,000	124,000	2,000	62,000
			208								
If 100%	If 100% of licenses participate & land 100% of vessel limit			961,415		641,245		427,195		213,995	
If 50% of licenses participate & land 100% of vessel limit			480,708		320,623		213,598		106,998		
If 509	% of license	es participate 8	k land 50%	of vessel limit	240,354		160,311		106,799		53,499

ATTACHMENT

Attachment I: IPHC Fishing Period Analysis for PFMC (Sept. 2017)

Attachment I to Appendix II: IPHC Fishing Period Analysis for PFMC (Sep 2017)



Agenda Item G.1.a IPHC Report 1 September 2017

IPHC Report September 2017

IPHC Regulatory Area 2A Directed Commercial Pacific Halibut Fishery Sample Vessel Fishing Period Limit Options for Longer Fishing Periods

Purpose

This paper provides input from the International Pacific Halibut Commission (IPHC) for the discussion of Pacific halibut fishery management in IPHC Regulatory Area 2A. Specifically, the Pacific Fishery Management Council (PFMC) requested information on how vessel fishing period limits might change with longer fishing periods for Pacific halibut.

Background

The IPHC submitted a letter to the PFMC recommending a move away from derby-style management for the directed commercial Pacific halibut fishery in IPHC's Regulatory Area 2A (Aqenda Item G.1.a, Supplemental IPHC Letter 2, June 2017). The IPHC noted concerns over safety and discards, as well as limitations on fishers and processor flexibility. At the PFMC's June 2017 meeting, the PFMC reviewed the IPHC's letter and heard further input from the PFMC's Groundfish Advisory Subpanel (GAP) regarding possible alternatives to the commercial derby fishery (Aqenda Item G.1.b, Supplemental GAP Report, June 2017). In response, the PFMC informally asked the IPHC to provide examples of vessel fishing period limits for longer fishing periods.

Current Management of the Directed Commercial Fishery

In the management of the Pacific halibut fishery, the IPHC sets the overall catch limit for IPHC Regulatory Area 2A and then endorses the PFMC's Pacific Halibut Catch Sharing Plan, which further allocates the IPHC Regulatory Area 2A catch limit among user groups, including the directed commercial fishery (Agenda Item G.1, Attachment 1, June 2017). The National Marine Fisheries Service (NMFS) then implements the resulting catch limits by user groups in domestic regulations, which may be more restrictive than IPHC regulations. All agencies work closely together to facilitate each step of the annual process.

For the non-Indian directed commercial Pacific halibut fishery in IPHC Regulatory Area 2A, the IPHC is responsible for issuing licenses and setting the fishing periods and individual vessel fishing period limits. The IPHC sets the directed commercial fishery fishing periods and fishing period limits to match the Catch Sharing Plan allocation for this sector.



Licenses

The IPHC issues licenses to participate in Pacific halibut fisheries in IPHC Regulatory Area 2A, as specified in IPHC Regulation Section 4 (Licensing Vessels for Area 2A), including:

- the directed commercial fishery,
- retention of Pacific halibut incidental to the sablefish fishery.
- retention of Pacific halibut incidental to the salmon troll fishery, and
- sport charter fisheries.

These are annual licenses, for which an application must be submitted to the IPHC each year by the specified deadline. There is no set maximum number of licenses allowed, and the number of licenses issued from year to year may vary. If a vessel chooses to participate in the sport charter fishery or to retain Pacific halibut incidental to the salmon troll fishery, it may not participate in any other Pacific halibut fisheries in IPHC Regulatory Area 2A. However, vessels may apply for two separate licenses to participate in both the directed commercial fishery and the Pacific halibut fishery incidental to the sablefish fishery. Not all vessels issued a license for a given year actually participate in the Pacific halibut fishery.

Commercial Pacific halibut licenses specify the vessel's length class, which ranges from A to H, with A being the smallest vessels (25 ft and under) and H being the largest (56 ft and over).

Table 1 provides a summary of commercial Pacific halibut licenses issued by IPHC each year between 2012 and 2017, along with how many vessels actually participated in the Pacific halibut fishery that year. About half of the vessels issued licenses to participate in the directed commercial fishery actually fished. The number of licenses issued for the directed commercial range from a low of 143 in 2013 to a high of 208 in 2017. The greatest number of vessels that actually participated in the directed commercial derby was 97 in 2012.



Table 1. Number of vessels issued an IPHC commercial Pacific halibut license and percent fished in IPHC Regulatory Area 2A between 2012 and 2017 by commercial license type. Data on the 2017 licenses fished are not yet available.

2A LICENSES (2A LICENSES (#s)		2013	2014	2015	2016	2017
Total	Issued	175	143	162	144	169	208
commercial	Fished	97	68	71	77	93	
derby	% fished	55%	48%	44%	53%	55%	
Directed	Issued	156	123	138	129	159	192
commercial	Fished	81	55	54	65	85	
	% fished	52%	45%	39%	50%	53%	
Licensed for both directed	Issued	19	20	24	15	10	16
and incidental	Fished	16	13	17	12	8	
to sablefish	% fished	84%	65%	71%	80%	80%	
Incidental to	Issued	2	6	5	7	8	8
sablefish	Fished	1	6	3	6	6	
	% fished	50%	100%	60%	86%	75%	
Incidental to	Issued	311	333	424	364	310	222
salmon	Fished	104	101	181	151	128	
	% fished	33%	30%	43%	41%	41%	
Total commercial	Issued	488	482	591	515	487	438
Commercial	Fished	202	175	255	234	227	
	% fished	41%	36%	43%	45%	47%	

Fishing Periods

The IPHC sets the fishing period dates as a series of potential 10-hour (0800-1800 hours local time) fishing periods specified in IPHC Regulation Section 8 (Fishing Periods), paragraph (2). In recent years, the potential fishing period dates have been on Wednesdays in late June and early July. The fishing period dates are decided each year through the IPHC's Annual Meeting process. Table 2 shows the potential dates for the commercial fishery between 2012 and 2017, along with the total number of days the fishery was open. From 2012 to 2015, the commercial fishery was open for two 10-hour fishing periods; in 2016 and 2017, there were three.



Table 2. Potential directed commercial Pacific halibut fishing period dates for IPHC Regulatory Area 2A between 2012 and 2017 and total number of days open.

FISHING PERIODS	2012	2013	2014	2015	2016	2017
Total open days	2	2	2	2	3	3
Potential open days (bold	27 Jun	26 Jun	25 Jun	24 Jun	22 Jun	28 Jun
dates were open)	11 Jul	10 Jul	9 Jul	8 Jul	6 Jul	12 Jul
	25 Jul	24 Jul	23 Jul	22 Jul	20 Jul	26 Jul
	8 Aug	7 Aug	6 Aug	5 Aug	3 Aug	9 Aug
	22 Aug	21 Aug	20 Aug	19 Aug	17 Aug	23 Aug
	5 Sep	4 Sep	3 Sep	2 Sep	31 Aug	6 Sep
	19 Sep	18 Sep	17 Sep	16 Sep	14 Sep	20 Sep
					28 Sep	

Vessel Fishing Period Limits

Along with announcing open dates for the directed commercial fishery, the IPHC announces what the per-vessel catch limits will be by vessel class in accordance with IPHC Regulation Section 12 (Fishing Period Limits). IPHC determines the fishing period limits before each 10-hour fishing period opens, based on the number of vessels in each length class, the average performance of vessels in that length class, and the amount of catch allocated to (or remaining for) the directed commercial fishery for that year. The IPHC vessel length classes range from A to H, with A being the smallest vessels (25 ft and under) and H being the longest (56 ft and over). The IPHC first set limits by vessel class size to address the concern that having a single limit would disadvantage larger vessels while smaller vessels would be unaffected. The IPHC adopted the relative vessel size limits at its Annual Meeting in 1988.

In recent years the IPHC has set fishing period limits for the first 10-hour fishing period of the year that range from 9,000 lbs (4.08 mt)(net weight¹) for the H-class vessels down to a limit of 755 lbs (0.34 mt) for the smallest A-class vessels. After each open fishing period, IPHC reviews available fish tickets and contacts processors and state biologists to estimate the Pacific halibut landings by vessel. This landings and participation information is used to determine how much of the directed commercial fishery allocation remains, whether there can be another open fishing period, and what the fishing period limits should be for the next open fishing period.

In addition to the fact that not all vessels with licenses traditionally participate in the open derby fishing periods, most vessels also do not come close to their full vessel limit during a fishing period. On average among all vessel size classes in 2016 and 2017, vessels caught from 20 to 40 percent of the fishing period limit for their vessel size class. In general, only a handful of vessels come close to or achieve their full vessel limit during a fishing period.

¹ "Net weight" is defined in IPHC Regulation 3 as the weight without gills and entrails, head-off, washed, and without ice and slime. All weights in this paper are expressed in terms of "net weight."

Table 3 provides the vessel length overall and the corresponding vessel class, along with the fishing period limits for each open fishing period from 2012 through 2017. Table 3 also provides the estimated landings by open fishing period compared to the overall directed fishery catch limit for that year.

Table 3. Vessel limits by vessel class and estimated landings (lbs., net weight) by open fishing period for IPHC Regulatory Area 2A between 2012 and 2017. Note: 2017 landing estimates are preliminary.

Vess	el Class			Fishing P	eriod & Lim	nits (lb., net v	veight)			
		27 Jun	11 J	ul :	26 Jun 10 Jul		25 J	un	9 Jul	
feet	letter	2012 20		2012 2013		2013	201	14	2014	
1-25	1-25 A 755		5	200	755	250		755	200	
26-30	В	94	5	200	945	315	;	945	210	
31-35	С	1,51	0	250	1,510	505	; :	1,510	335	
36-40	D	4,16	5	695	4,165	1,390) 4	4,165	925	
41-45	E	4,48	0	745	4,480	1,495	;	4,480	995	
46-50	F	5,36	5	895	5,365	1,790) :	5,365	1,190	
51-55	G	5,98	5 1	1,000	5,985	1,995	; :	5,985	1,330	
56+	н	9,00	0 1	1,500	9,000	3,000) !	9,000	2,000	
estim	nated landings	150,00	0 29	9,000	118,000	54,000	133	3,000	30,000	
total estim	ated landings		179	9,000		172,000)		163,000	
	catch limit		173	3,216		173,390)		168,137	
	difference		-5	5,784	1	1,390)		5,137	
Vess	el Class			Fishing P	eriod & Lim	its (lb., net v	veight)			
		24 Jun	8 Jul	22 Jun	6 Jul	20 Jul	28 Jun	12 Jul	26 Jul	
feet	letter	2015	2015	2016	2016	2016	2017	2017	2017	
1-25	А	755	505	755	755	210	755	755	590	
26-30	В	945	630	945	945	265	945	945	735	
31-35	С	1,510	1,010	1,510	1,510	420	1,510	1,510	1,175	
36-40	D	4,165	2,780	4,165	4,165	1,160	4,165	4,165	3,240	
41-45	E	4,480	2,990	4,480	4,480	1,245	4,480	4,480	3,485	
46-50	F	5,365	3,575	5,365	5,365	1,490	5,365	5,365	4,170	
51-55	G	5,985	3,990	5,985	5,985	1,665	5,985	5,985	4,655	
56+	н	9,000	6,000	9,000	9,000	2,500	9,000	9,000	7,000	
estim	nated landings	105,000	75,000	89,800	83,200	25,000	83,000	77,500	69,500	
total estim	total estimated landings		180,000			198,000			230,000	
	catch limit		164,529			193,364			225,591	
	difference		-15,471			-4,636			-4,409	

Fishing Period Options under Discussion



In response to the PFMC's informal request, the IPHC details below information regarding examples of fishing period limits for the directed commercial Pacific halibut fishery for the 3 requested fishing period durations of 1 week, 20 days, or 30 days, compared to the current 10-hour derby-style fishing periods. These examples are built using the 2017 allocation and 2017 license numbers as the most recent year with complete information. NOTE: THE IPHC DOES NOT RECOMMEND OR ENDORSE ANY OF THE 3 OPTIONS DETAILED BELOW.

While only about half of the licenses issued have actually participated in open derby-style fishing periods since 2012 (Table 1) and most vessels only catch between 20 and 40 percent of their fishing period limit, the IPHC assumes for this analysis that more licensed vessels would likely participate and that more vessels would catch their limits during a longer fishing period.

Using 2017 numbers, these examples assume 208 licensed vessels would participate, and that each vessel's fishing period limit could be fished at any time during the fishing period. The fishing period limits are based on the 2017 non-treaty directed commercial fishery catch limit of 225,591 [bs. (102.33 mt.) (net weight). These options assume that IPHC Regulations would allow vessels to also fish for other species while fishing for Pacific halibut, subject to the U.S. domestic regulations and license requirements for those species.

Option 1 – 1-week fishing period

Option 1 assigns a 1-week fishing period limit by vessel size class. At any time during the 7consecutive-day fishing period announced by the IPHC, vessels could retain the amount of Pacific halibut associated with their vessel size class.

The IPHC, working with the state agencies and NMFS, would manage the fishery in season, similar to the current derby fishery. If enough allocation remained after the first 1-week fishing period, the IPHC would reopen the fishery for another 1-week period. Any subsequent 1-week fishing periods would likely be two to three weeks after the preceding 1-week fishing period to allow time to gather and review the Pacific halibut landings data and vessel participation.

The IPHC provides several examples of fishing period limits using the 2017 allocation (Table 4). Note that these example fishing period limits are provided only for purpose of discussion.

For comparison with these examples of fishing period limits, Table 4 also lists the recent historical (or status quo) series of fishing period limits based on the 9,000-lb (4.08 mt) (net weight) limit for the H-class vessels used in the current 10-hour fishing periods, with the smaller vessel classes scaled accordingly. This option would not be chosen for a longer fishing period because it is projected to exceed the allocation. Other potential H-class fishing period limits range from 2,000 to 6,000 lbs (0.91 to 2.72 mt) (net weight). The bottom of Table 4 shows three scenarios: 1) the estimated landings if all of the licensed vessels participate and land their full limits, 2) if half of the licensed vessels participate and land their full limits, and 3) if half of the vessels participate and land half of their limits. The third scenario is estimated to be unlikely to occur, given the longer fishing period. The level of participation and attainment of individual vessel limits will more likely fall somewhere between the first and third scenarios. As the season is extended longer in subsequent options, from 1 week to 20 days or 30 days, the IPHC expects there to be a higher likelihood of more licensed vessels participating and landing a higher percentage of their fishing period limits.



Under Option 1, using the 2017 allocation of 225,591 [bs. (102.33 mt) (net weight), the IPHC would likely choose fishing period limits based on an H-class limit of 4,000 to 6,000 [bs. (1.81 to 2.72 mt) (net weight) for the first 1-week fishing period. This is based on attainment of the H-class fishing period limit when it was 9,000 [bs. (4.08 mt) by the vessels in this size class (2012-16). In these years, approximately 40 percent of these vessels attained the trip limit with 60 percent landing 6,000 [bs. (2.72 mt) or more, and 90 percent landing 4,000 [bs. (1.81 mt) or more.

Table 4. Vessel limits options by vessel class and estimated landings (lb, net weight) for IPHC Regulatory Area 2A using 2017 allocation and licenses.

2017 allocation (Jb, net weight) 225,591

Vessel (Class	vessel	2017	status	quo	6,000 v	essel limit	4,000 v	essel limit	2,000 vessel limit	
feet	letter	limit ratio	# Ljc (208 total)	vessel	est.	vessel	est.	vessel	est.	vessel	est.
4.05		0.004	45	limit	landings	limit	landings	limit	landings	limit	landings
1-25	A	0.084	15	755	11,325	505	7,575	335	5,025	200	3,000
26-30	В	0.105	11	945	10,395	630	6,930	420	4,620	210	2,310
31-35	С	0.168	19	1,510	28,690	1,010	19,190	670	12,730	335	6,365
36-40	D	0.463	39	4,165	162,435	2,780	108,420	1,850	72,150	925	36,075
41-45	E	0.498	43	4,480	192,640	2,990	128,570	1,990	85,570	995	42,785
46-50	F	0.596	36	5,365	193,140	3,575	128,700	2,385	85,860	1,190	42,840
51-55	G	0.665	14	5,985	83,790	3,990	55,860	2,660	37,240	1,330	18,620
56+	н	1	31	9,000	279,000	6,000	186,000	4,000	124,000	2,000	62,000
If 100	If 100% of licenses participate & land 100% of vessel limit				961,415		641,245		427,195		213,995
If 50	If 50% of licenses participate & land 100% of vessel limit				480,708		320,623		213,598		106,998
If 5	0% of licer	ses participat	te & land 50%	of vessel limit	240,354		160,311		106,799		53,499



Option 2 - 20-day fishing period

Option 2 assigns a 20-day fishing period limit by vessel size class. At any time during the 20consecutive-day fishing period announced by the IPHC, vessels could retain the amount of Pacific halibut associated with their vessel size class.

The IPHC, working with the state agencies and NMFS, would manage the fishery in season, similar to the current derby fishery. If enough allocation remained after the first 20-day fishing period, the IPHC would reopen the fishery for another 20-day period. A sub-option could allow subsequent fishing periods of less than 20 days but not shorter than one week. Any subsequent fishing periods would likely start at least 10 days after the preceding fishing period to allow enough time to gather and review the Pacific halibut landings data and vessel participation.

The IPHC provides several examples of fishing period limits using the 2017 allocation (Table 4). Note that these example fishing period limits are provided only for purpose of discussion.

For comparison with these examples of fishing period limits, Table 4 also lists the recent historical (or status quo) series of fishing period limits based on the 9,000-lb (4.08 mt) (net weight) limit for the H-class vessels used in the current 10-hour fishing periods, with the smaller vessel classes scaled accordingly. This option would not be chosen for a longer fishing period because it is projected to exceed the allocation. Other potential H-class fishing period limits range from 2,000 to 6,000 lbs (0.91 to 2.72 mt) (net weight). The bottom of Table 4 shows three scenarios: 1) the estimated landings if all of the licensed vessels participate and land their full limits, 2) if half of the licensed vessels participate and land their full limits, and 3) if half of the vessels participate and land half of their limits. The third scenario is estimated to be unlikely to occur, given the longer fishing period. The level of participation and attainment of individual vessel limits will more likely fall somewhere between the first and third scenarios. As the season is extended, the IPHC expects there to be a higher likelihood of more licensed vessels participating and landing a higher percentage of their fishing period limits.

Under Option 2, using the 2017 allocation of 225,591 [bs. (102.33 mt) (net weight), the IPHC would likely choose fishing period limits based on an H-class limit of 2,000 to 4,000 [bs. (0.91 to 1.81 mt) (net weight) for the first 20-day fishing period. With a 20-day fishery, as opposed to a 1-week fishery, IPHC would have to be more conservative in setting the vessel limit because with more time to fish, more vessels would likely participate and would more likely catch their vessel limit.

Option 3 - 30-day fishing period

Option 3 assigns a 30-day fishing period limit by vessel size class. At any time during the 30consecutive-day fishing period announced by the IPHC, vessels could retain the amount of Pacific halibut associated with their vessel size class.

The IPHC, working with the state agencies and NMFS, would manage the fishery in season, similar to the current derby fishery. If enough allocation remained after the first 30-day fishing period, the IPHC would reopen the fishery for another 30-day period. A sub-option could allow subsequent fishing periods of less than 30 days but not shorter than one week. Any subsequent fishing periods would likely start at least 10 days after the preceding fishing period to allow enough time to gather and review the Pacific halibut landings data and vessel participation.



The IPHC provides several examples of fishing period limits using the 2017 allocation (Table 4). Note that these example fishing period limits are provided only for purpose of discussion.

For comparison with these examples of fishing period limits, Table 4 also lists the recent historical (or status quo) series of fishing period limits based on the 9,000-lb (4.08 mt) (net weight) limit for the H-class vessels used in the current 10-hour fishing periods, with the smaller vessel classes scaled accordingly. This option would not be chosen for a longer fishing period because it is projected to exceed the allocation. Other potential H-class fishing period limits range from 2,000 to 6,000 lbs (0.91 to 2.72 mt) (net weight). The bottom of Table 4 shows three scenarios: 1) the estimated landings if all of the licensed vessels participate and land their full limits, 2) if half of the licensed vessels participate and land their full limits, and 3) if half of the vessels participate and land half of their limits. The third scenario is estimated to be unlikely to occur, given the longer fishing period. The level of participation and attainment of individual vessel limits will more likely fall somewhere between the first and third scenarios. As the season is extended, the IPHC expects there to be a higher likelihood of more licensed vessels participating and landing a higher percentage of their fishing period limits.

Under Option 3, using the 2017 allocation of 225,591 lbs (102.33 mt) (net weight), the IPHC would likely choose fishing period limits based on an H-class limit of 2,000 lbs (0.91 mt) (net weight) for the first 30-day fishing period. With a 30-day fishery, as opposed to a 1-week or 20-day fishery, IPHC would have to be more conservative in setting the vessel limit because with more time to fish, more vessels would likely participate and would more likely catch their vessel limit.

Other Considerations for Longer Fishing Periods

The IPHC expects the overall attainment of the directed commercial fishery allocation would be approximately the same with longer fishing periods, with the management target of attaining but not exceeding the allocation. There might be some shift in the spatial distribution of fishing with an extended fishing period as fishers have more time to explore fishing grounds without the pressure of a short deadline to catch their vessel fishing period limits.

For the IPHC, longer fishing periods would require revisions to the biological sampling program that provides age, length, and weight data for the annual Pacific halibut stock assessment. Historically, the IPHC has focused biological sampling effort around the first two or three 10-hour open fishing periods, in the port where the highest number of pounds are landed. In 2017, in response to changes in landing patterns, the IPHC increased this effort and collected biological samples in three separate ports over the three open fishing periods. With longer fishing periods, the landings would likely be spread over a longer period of time and the individual landings may be smaller. Therefore, in order to obtain the necessary biological data for the Pacific halibut stock assessment, the IPHC would likely need to staff more ports for a greater length of time or coordinate with state agencies to obtain biological samples.

Conclusions

As noted in the discussion of the suggested options above, the IPHC expects that fishing period limits for individual vessels would be lower with longer fishing periods under the current



Appendix III

Review of IPHC Regulatory Area 2A commercial fishery management

Purpose

To provide a description of the IPHC Regulatory Area 2A Pacific halibut directed commercial fishery management, and an update of fishing period options in response to the Commission recommendation at the 2017 Interim Meeting (IM093-Rec.01).

BACKGROUND

The directed commercial Pacific halibut fishery in IPHC Regulatory Area 2A is one of the last commercial derby fisheries in the United States of America, operating as a series of potential 10-hr openings on pre-selected dates dependent on quota (catch limit) remaining in the fishery allocation. While commercial Pacific halibut fisheries in Alaska and British Columbia have moved to various types of individual fishing quota (IFQ) management by national governments over the years, the IPHC Regulatory Area 2A commercial fisheries have not. The derby-style directed commercial fishery in IPHC Regulatory Area 2A is managed by the IPHC setting fishing period dates, setting fishing period limits in-season by vessel size class, licensing vessels for participation in the fishery, and adopting overall Regulatory Area 2A catch limits in accordance with the Pacific Fishery Management Council's (PFMC's) Pacific halibut Catch Sharing Plan (CSP).

In June 2017, the IPHC Secretariat notified the PFMC via letter that the IPHC Secretariat sees no compelling reason to maintain a commercial derby fishery and several reasons to move away from it, including increased safety-at-sea, reduced wastage, and increased flexibility for fishers and processors (Appendix I). The PFMC, after considering input from its stakeholder advisory body, informally asked the IPHC Secretariat to provide information on potential vessel fishing period limits for longer fishing periods. The IPHC Secretariat provided that information at the PFMC's September 2017 meeting (Appendix II). At the PFMC's November 2017 meeting, the PFMC considered management options for this fishery but decided not to take further action on this issue at this time given other priorities. At the IPHC's Interim Meeting in November 2017, the Commissioners recommended the following:

IM093-Rec.01

Report of the IPHC Secretariat (2017)

The Commission **RECOMMENDED** that the IPHC Secretariat develop a working paper for consideration at the 94th Annual Meeting, containing the following:

- a) A detailed description of how the Regulatory Area 2A commercial fishery (derby) is managed, including roles and responsibilities of agencies, the PFMC and the IPHC; and
- b) An update to the analysis of various fishing periods and fishing period limits provided to the PFMC in September 2017, including the addition of 2- and 5-day fishing periods.

REGULATORY AREA 2A DIRECTED COMMERCIAL MANAGEMENT, INCLUDING ROLES & RESPONSIBILITIES

There are four commercial Pacific halibut fisheries in IPHC Regulatory Area 2A:

- 1) a directed commercial fishery south of Pt Chehalis, WA (46°53.30' N. lat.);
- 2) an incidental Pacific halibut fishery to the sablefish fishery north of Pt. Chehalis;
- 3) an incidental fishery to the salmon troll fishery; and
- 4) a tribal commercial fishery (for the 13 treaty Indian tribes within a defined geographic location (IPHC Regulatory Subarea 2A-1)).

The PFMC's CSP allocates the IPHC-adopted Regulatory Area 2A catch limit among commercial fisheries and other sectors in IPHC Regulatory Area 2A.

For the directed commercial fishery, the IPHC has primary management responsibility for this derby-style fishery. The specific roles and responsibilities for management during a season are as follows:

Pre-season

- PFMC: considers and adopts changes to the CSP which dictates allocation of the catch limit among sectors (Sep., Nov. of the previous year)
- IPHC: adopts the following limits and management measures for the IPHC Regulatory Area 2A Pacific halibut fishery:
 - catch limits, including endorsement of the PFMC's CSP and the resulting sector allocations. (Jan)
 - o <u>fishing periods</u>, including a series of potential dates for the directed commercial fishery and specification that it will operate from 0800 hours to 1800 hours local time on those days (IPHC Regulation Section 8 (2)) (range of potential dates in Jan, closure announced when allocation of limit estimated to be attained).
 - fishing period limits, including limits by vessel size class as specified in IPHC Fishery Regulations (2017) Section 11 (1,2,3,6,7) and 12.
 - <u>license procedures</u>, to issue licenses to vessels as specified at IPHC Regulation Section 4 (no fee, no limit on the number of licenses issued, applications due no later than 2359 on 30 April, or on the first weekday in May if 30 April is a Saturday or Sunday) (Apr/May)
- NMFS: implements the resulting catch limits and management measures in US regulations (Feb/Mar)

In-season

- IPHC: sets the fishing period limits by vessel size class for the first 10-hr opening based on the sector catch limit and the number of licenses issued by vessel size class. IPHC announces via news release and coordinates with NMFS and State Agencies.
- NMFS: deploys observers using similar coverage rates and approach as is used with the limited entry fixed gear groundfish fleet (first covered in 2017).
- IPHC: gathers biological samples from fishery landings in key ports.
- IPHC: reviews fish ticket information immediately following the opening to estimate if enough of the sector catch limit remains for another opening.

- IPHC, NMFS, Pacific State Marine Fisheries Commission (PSMFC), and the State Fish and Wildlife Agencies (Washington, Oregon, California): coordinate on data.
- If enough sector catch limit remains, the process starts over again with IPHC setting fishing period limits by vessel size class. If not, the fishery closes.

Post-season

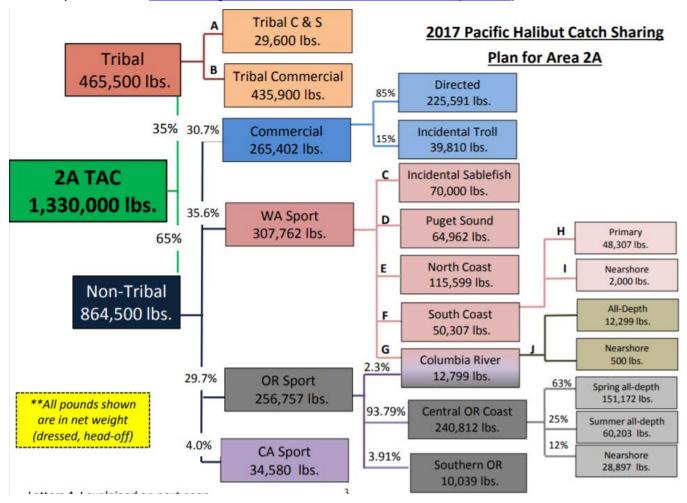
• IPHC, NMFS, PSMFC, and the State Fish and Wildlife Agencies (Washington, Oregon, California): coordinate on data and reporting from the fishery.

At the PFMC's November 2017 meeting under the Pacific halibut agenda item, the PFMC provided a document with a similar exercise of roles and responsibilities under status quo management of the directed commercial fishery as a derby-style fishery (Level 1); as well as how roles and responsibilities would shift under a longer season or an incidental fishery (Level 2), or under limited entry or an IFQ fishery (Level 3) (<u>Agenda Item E.1, Attachment 3, Nov 2017</u>). The table on page 3 of Agenda Item E.1, Attachment 3, summarizes roles and responsibilities under different management scenarios.

Table 1. Scoping Matrix - Management Scenarios for the Non-Indian Directed Commercial Pacific Halibut Fishery

- more at seephing .		ent Scenarios for the Non-Indian Directed C	Time Demand/	
Level	Description	Work Load	Time Frame	Comment
Level 1 Status Quo	IPHC lead in fishery management.	IPHC: establishes TAC; issues vessel licenses, identifies vessel classes, vessel limits, fishing periods, conducts biological sampling, data collection & compilation, develops fishery regulations for implementation by NMFS. Council facilitates preseason public process of developing Area 2A Catch Sharing Plan (CSP) and recommending annual regulations for the upcoming year. NMFS implements CSP/ updates regulations compliant with all applicable laws. Coordinates observer coverage with West Coast Groundfish Observer program. States monitor fisheries and report landings.	Status Quo Council moderate time demand preseason. IPHC high time demand throughout. States high time demand inseason. NMFS moderate time demand preseason and inseason.	Status Quo. Standard Council schedule for Halibut is Sept. and Nov., and sometimes June. Season setting process consistent with Council Operating Procedure (COP). 9
Level 2 Moderate change from Status Quo. (Greater change if include the standard workload for Council and States involvement, and NMFS regulatory process used in incidental retention fisheries).	Council to provide greater guidance and recommendations to IPHC if no change fishery structure. General framework of CSP intact, with level of revision dependent on level of fishery change. More variability in change at this level.	If changes are moderate: IPHC: no change in Status Quo. Council works with NMFS to develop vessel classes, vessel limits and fishing periods preseason and inseason for recommendation to IPHC. States: no change in Status Quo, unless want more involvement in developing annual fishery structure, or take over biological sampling. If current fishery structure to change from direct to incidental, NMFS take lead for regulations and inseason management, entities follow established pattern of tasks as in other incidental halibut fisheries.	IPHC time: No change if fishery structure is status quo. States time: no change or slight increase. Council time: increase. NMFS time increase. TIMEFRAME- gradual transition potentially over two or three year period.	Change anticipated in Council process and entity workload, but would depend on level of change in current fishery structure. May require change in management schedule (COP 9). Moderate development and implementation costs, and modest to moderate ongoing maintenance costs.
Level 3 Major Change from Status Quo. (Equivalent to FMP amendment to develop programs in terms of workload /process).	Council takes lead in fishery management: CSP modified to include detailed framework for fishery and role/responsibilities. Forward plans to IPHC for approval.	NMFS issues licenses. Council, NMFS develop preseason plan for fishery season structure. NMFS implements fishery, inseason management. States monitor fisheries and report landings, potentially including biological sampling.	IPHC time: decrease. States time: increase; outreach to develop recommendations. Council time: increase. NMFS time: increase. TIMEFRAME- transition potentially over 3-5 year period, perhaps graduating from Level 2.	Substantial changes for all entities. May require a change in COP 9 Council could consider a Halibut Management team or Technical Committee, or increase GAP/GMT membership to account for additional workload. High implementation and ongoing maintenance costs.

A diagram of the Regulatory Area 2A CSP for 2017 from a September PFMC meeting document is excerpted below (PFMC, Agenda Item G.1, Attachment 2, Sept 2017)



Appendix IV: IPHC letters to PFMC (May 2017, May 2018, August 2018)

COMMISSIONERS:
ROBERT ALVERSON
SEATTLE, WA
TEO ASSU
CAMPBELL RIVER B.C.
JAMES BALSKER
JUNEAU, AK
UNDA BERNKEN
SITKA, AK
PAUL, RYALL
VANCOUVER B.C.
JAKE WANDERHEIDE
DUNCAN, B.C.

INTERNATIONAL PACIFIC HALIBUT COMMISSION

ESTABLISHED BY A CONVENTION BETWEEN CANADA

AND THE UNITED STATES OF AMERICA

EXECUTIVE DIRECTOR DAVID T. WILSON

2320 W. COMMODORE WY, STE 300 SEATTLE, WA BRIDG-1287

TELEPHONE:

FAX: (206) 632-2963

EL2017066 30 May 2017

Mr. Herb Pollard Chair, Pacific Fishery Management Council 7700 NE Ambassador Place, Suite 101 Portland, OR 97220-1384

Re: Commercial derby fishery in IPHC Regulatory Area 2A

Dear Mr. Pollard:

The International Pacific Halibut Commission (IPHC) notes that the Pacific Fishery Management Council (Council) is reviewing the Pacific halibut Catch Sharing Plan (CSP) for Regulatory Area 2A during the remainder of this year.

In conjunction with reviewing the CSP, the IPHC recommends for the Council's consideration a change in the management of the non-tribal, directed commercial Pacific halibut fishery in Regulatory Area 2A. This fishery is one of the few remaining derby-style commercial fisheries in the United States of America, concentrating effort into as few as two days of fishing each year at current stock levels.

The IPHC sees no compelling reason to retain the directed commercial Pacific halibut fishery as a derbystyle fishery, but a number of advantages in shifting to a management system that reduces the concentration of fishing effort and eliminates or reduces the race to fish. Potential advantages include:

- Safety. The current derby system offers no flexibility as to when fishing takes place, creating
 pressure to attempt fishing even in poor weather and dangerous conditions. The U.S. Coast Guard
 has frequently commented at IPHC meetings in support of moving away from the derby fishery
 for this reason, and the Coast Guard provided similar input at the Council's March 2017 meeting.
 We believe that a system offering more flexible fishing opportunities is inherently safer for
 everyone on the water, and that this is the primary reason for change.
- 2. Reduced wastage. The current derby system is essentially a race for fish, where fishers have an incentive to set as much gear as possible during the short time available for fishing. When the fishing is good, this leads to more regulatory discards as trip limits are reached than would be the case under a system where the fishers had time to more carefully calibrate their effort to applicable limits. Mortality from these regulatory discards (termed 'wastage' in IPHC management) represents an unnecessary loss to the resource.
- Flexibility for fishers and processors. Under the current derby system, fresh Pacific halibut from
 Regulatory Area 2A is delivered and comes to market in a tightly defined period of time, limiting
 the ability of fishers and processors to influence or react to market forces. A management system
 with more flexibility regarding fishing days would allow fishers and processors more latitude in
 managing their industry sector.

- Comment

Other than maintaining access to the resource by the commercial Pacific halibut fishery, the IPHC does not recommend a particular management system to replace the derby for the 2A non-tribal, directed commercial Pacific halibut fishery. The IPHC supports a reduction in the concentration of fishing effort, and eliminating the race to fish, as a guiding principle for any changes that are made.

We recognize the challenges that shifting to a new management system would entail in order to ensure equitable use and effective management of the resource, and that it would take some time to develop and implement changes. In addition to the Council, action would be required by IPHC, the U.S. National Marine Fisheries Service, and the various State agencies. For our part, IPHC stands ready to engage in the process and to support it with scientific advice.

The IPHC looks forward to working with the Council and Council staff to continue our strong partnership for sustainable management of the Pacific halibut resource.

Sincerely,

Dr. David T. Wilson Executive Director, IPHC

cc: IPHC Commissioners Charles Tracy, PFMC Michael Burner, PFMC Kelly Ames, PFMC COMMISSIONERS:
ROBERT ALVERSON
SEATTLE, WA
TED ASSU
CAMPBELL RIVER, B.C.
JAMES BALSIGER
JUNEAU, AK
LINDA BEHNKEN
SITKA, AK
PAUL RYALL
VANCOUVER, B.C.
JAKE VANDERHEIDE

INTERNATIONAL PACIFIC HALIBUT COMMISSION

ESTABLISHED BY A CONVENTION BETWEEN CANADA

AND THE UNITED STATES OF AMERICA

EXECUTIVE DIRECTOR DAVID T. WILSON

2320 W. COMMODORE WY, STE 300 SEATTLE, WA 98199-1287

> TELEPHONE: (206) 634-1838

FAX: (206) 632-2983

EL2018048 15 May 2018

Mr. Philip Anderson Chairperson, Pacific Fishery Management Council 7700 NE Ambassador Place, Suite 101 Portland, OR 97220-1384

Re: Non-treaty directed commercial Pacific halibut fishery in IPHC Regulatory Area 2A

Dear Mr. Anderson:

The International Pacific Halibut Commission (IPHC) notes with appreciation the extended discussion during 2017 by the PFMC and its advisory bodies in response to the IPHC's letter of 30 May 2017 recommending consideration of options for changes to the management of the non-treaty directed commercial Pacific halibut fishery in IPHC Regulatory Area 2A.

The IPHC sees no compelling reason to retain this fishery's current 'derby-style' management structure, and a number of substantial advantages in shifting to a management system that reduces the concentration of fishing effort and eliminates or reduces the race to fish, including the safety of fishery participants.

It is the intention of the IPHC to eliminate the 'derby-style' management structure in the near term. We acknowledge that the change from a 'derby-style' fishery to either a limited-entry or quota fishery would require active engagement on the part of the PFMC and NOAA Fisheries. Thus, we request to continue discussion toward that goal during 2018.

As an interim measure, the IPHC will commence internal discussions to extend the length of the current fishery for the 2019 fishing period, as we continue discuss the end of the 'derby-style' management of the fishery in the near future. We expect that a proposal to change the length of the fishing period for the nontreaty directed commercial Pacific halibut fishery in IPHC Regulatory Area 2A will be presented to the IPHC for consideration during its 2018-19 meeting cycle, for potential implementation in 2019.

Noting that Pacific halibut is not on the agenda for the June 2018 PFMC meeting, we wish to call the Council's attention to this issue at this time, and would appreciate the PFMC's consideration of this potential change in the course of its regular review of the Pacific halibut fishery and its Catch Sharing Plan later this year. The IPHC will provide briefing book materials in advance of the September and October PFMC meetings and IPHC Secretariat staff will attend both meetings. Recommendations from the Council would then be considered by the IPHC at its Interim Meeting in November 2018 and Annual Meeting in January 2019.

The IPHC appreciates the PFMC's consideration of this question, and looks forward to working with the Council and Council staff to continue our strong partnership for sustainable management of the Pacific halibut resource.

Sincerely,

David T. Wilson, Ph.D. Executive Director, IPHC

cc: IPHC Commissioners

Chuck Tracy, PFMC Mike Burner, PFMC Robin Ehlke, PFMC COMMISSIONERS:
ROBERT ALVERSON
SEATTLE, WA
JAMES BALSIGER
JUNEAU, AK
LINDA BEHNKEN
SITKA, AK
NEIL DAVIS
VANCOUVER, BC
ROBERT DAY
OTTAWA, ON
PAUL RYALL
VANCOUVER BC

INTERNATIONAL PACIFIC HALIBUT COMMISSION

ESTABLISHED BY A CONVENTION BETWEEN CANADA

AND THE UNITED STATES OF AMERICA

EXECUTIVE DIRECTOR DAVID T. WILSON

2320 W. COMMODORE WY, STE 300 SEATTLE, WA 98199-1287

> TELEPHONE: (206) 634-1838

FAX: (206) 632-2983

EL2018055 6 August 2018

Mr. Philip Anderson Chairperson, Pacific Fishery Management Council 7700 NE Ambassador Place, Suite 101 Portland, OR 97220-1384

Re: Non-treaty directed commercial Pacific halibut fishery in IPHC Regulatory Area 2A

Dear Mr. Anderson:

The International Pacific Halibut Commission (IPHC) notes with appreciation the extended discussion since 2017 by the PFMC and its subsidiary bodies in response to the IPHC's <u>letter of 30 May 2017</u> recommending consideration of options for changes to the management of the non-treaty directed commercial Pacific halibut fishery in IPHC Regulatory Area 2A.

As part of this discussion, the <u>Non-Indian Directed Pacific Halibut Fishery Management-Scoping Exercise</u> discussed at the November 2017 PFMC meeting identified a matrix of levels of engagement and task sharing in management of the fishery, ranging from Level 1 (status quo) to Level 3 (shift in roles and responsibilities).

Level 2 of the matrix (moderate change) included a number of options as transitional tools. Among the structural changes considered in Level 2 was a change in the length of the fishing period, which is the mandate of the IPHC.

In our <u>letter of 15 May 2018</u>, the IPHC noted its expectation that a proposal to change the length of the fishing period for the non-treaty directed commercial Pacific halibut fishery in IPHC Regulatory Area 2A will be considered by the IPHC during its 2018-19 meeting cycle, for potential implementation in 2019. We expect this proposal to include options for either a 5-day or 10-day fishing period each year, with the possibility of additional fishing periods depending on landings.

We would appreciate the PFMC's consideration of this potential change in the course of its regular review of the Pacific halibut fishery and its Catch Sharing Plan during its September and November meetings this year. The IPHC will provide briefing book materials for both meetings and IPHC Secretariat staff will attend. Recommendations from the PFMC would then be considered by the IPHC as it reviews the proposal at its 94th Interim Meeting (IM094) in November 2018 and 95th Annual Meeting (AM095) in January 2019.

As noted previously, the IPHC sees no compelling reason to retain this fishery's current 'derby-style' management structure, and a number of substantial advantages in shifting to a management system that reduces the concentration of fishing effort and eliminates or reduces the race to fish, including the safety of

COMMISSIONERS:
ROBERT ALVERSON
SEATTLE, WA
JAMES BALSIGER
JUNEAU, AK
LINDA BEHNKEN
SITKA, AK
NEIL DAVIS
VANCOUVER, BC
ROBERT DAY
OTTAWA, ON
PAUL RYALL
VANCOUVER, BC

INTERNATIONAL PACIFIC HALIBUT COMMISSION

ESTABLISHED BY A CONVENTION BETWEEN CANADA

AND THE UNITED STATES OF AMERICA

EXECUTIVE DIRECTOR
DAVID T. WILSON

2320 W. COMMODORE WY, STE 300 SEATTLE, WA 98199-1287

> TELEPHONE: (206) 634-1838

FAX: (206) 632-2983

fishery participants. We acknowledge that further change beyond that which is contemplated for 2019, such as shifting to either a limited-entry or quota-share fishery, requires active engagement on the part of the PFMC and NOAA-Fisheries. Thus, we request to continue discussion toward that goal during 2018 and 2019.

The IPHC appreciates the PFMC's consideration of this question, and looks forward to working with the PFMC and its Secretariat to continue our strong partnership for sustainable management of the Pacific halibut resource.

Sincerely,

David T. Wilson, Ph.D. Executive Director, IPHC

cc: IPHC Commissioners

Chuck Tracy, PFMC Mike Burner, PFMC Robin Ehlke, PFMC