F.4 Sablefish Gear Switching – Final Action and Fishery Management Plan (FMP) Amendment

Adopt a Final Preferred Alternative and FMP

Amendment Language, Provide Other

Appropriate THE PRACTICAL PROPERTY OF FOR ADMINISTRATIVE OF ADMINISTRATIVE OF

Anderson Motion 1 ("Original Motion"):

I move that the Council adopt the Preferred Preliminary Alternative (PPA) as its Final Preferred Alternative, as identified in Agenda Item F.4., including the following modifications and clarifications.

Restrictions on gear switching will be implemented North of 36 degrees North Latitude consistent with the PPA when the N. of 36° ACL is below 7,000 metric tons. In years when the N. of 36° ACL is equal to or greater than 7,000 metric tons no gear-switching restrictions will be placed on vessels using non-trawl gear that are otherwise legally participating in the trawl sector.

Description of the restrictions placed on vessel engaged in gear switching when the northern sablefish ACL is less than 7,000 mts.

Gear Switching Control: Trawl-Only and Any-Gear (Unrestricted) QP. Northern sablefish QP will be issued as trawl-only QP and any-gear QP (unrestricted QP).

Procedure for Determining the Amount and Distribution of Any-Gear QP. Upon implementation, NMFS will identify legacy participants, their eligible QS, and the standard ratio which will apply to QP issued for all other QS, based on the qualification criteria listed in the following section.

Legacy participants and eligible QS. Legacy participants will receive any-gear QP for their eligible northern sablefish QS (eligible QS is any QS owned by a legacy participant that does not exceed what the participant owned on the control date or the implementation date of this action, whichever is less).

For situations in which more than one individual owns a QS account, a legacy participant's QS ownership is determined based on their share of ownership, as reported to NMFS.

For QS owned by non-legacy participants (and a legacy participant's QS that is not eligible). Constant proportion of any-gear QP in the IFQ sector. — At implementation, a standard any-gear and trawl-only QP ratio will be determined such that the total amount of any-gear QP will equal 29% (including that issued to legacy participants). As legacy participants divest of their QS, the standard any-gear/trawl-only QP ratio will be applied to that QS when QP are issued to the new owner. The standard QP ratio will be adjusted, such that the total amount of any-gear QP remains 29%.

Legacy Participants (Definition and Qualification). Legacy participants are individuals or legal entities for which individual ownership interests cannot be identified (e.g. trusts, nongovernmental entities) that meet the qualifying criteria provided below. The designation as a legacy participant stays with the individual or entity and is not transferable.

To qualify as a legacy participant, as of and since the control date, an individual must have some ownership interest in a trawl limited entry permit (or permits) that landed northern sablefish QPs with non-trawl gear totaling at least 30,000 pounds per year in at least 3 years between January 1, 2011 and September 15, 2017 (the control date) and had some ownership interest in northern sablefish quota shares (any amount).

Transferability and Accumulation Limits. As under status quo, all QS and QP would remain fully transferable and the existing QS control limit (3.0 percent) and annual vessel QP use limit (4.5 percent) will continue to be applied for northern sablefish quota as a whole (without distinction by gear type).

Legacy Participant Status Holder Terms and Conditions

- Legacy status cannot be transferred to another individual or entity, e.g. trust, estate, corporation.
- The legacy status for an individual or an entity will not extend beyond the life-time of the individual or 15 years after the implementation date, whichever comes first.
- Any new QS acquisition by a legacy participant over their eligible QS level will be treated as non-eligible QS.
- After implementation, as legacy participants divest themselves of QS, the total legacy participant holdings of eligible QS will decline. Any new QS acquisition by a legacy participant will be treated as non-eligible QS.
- If a legacy participant divests all their northern sablefish QS their legacy status would expire.
- If an estate or trust is established for an individual who dies between the control date and implementation, then that estate or trust would be treated as a continuation of the individual for the purpose of determining the trust's qualification as a legacy or non-legacy participant.
- If an individual passes away and their trawl LEP and QS are passed to another person prior to implementation, the person receiving those assets will retain the status of the deceased individual and QS ownership level with respect to ownership as of and since the control date.

- An individual who inherits northern sablefish QS and/or a qualified trawl LEP from an individual that passed away between the control date and implementation will be treated as if they owned that LEP and QS as of and since the control date.
- For purposes of keeping family-owned corporations whole, any ownership interest in QS or a trawl LEP as of the control date that is transferred to another family member by the time of Council action will be considered to have been owned by the family member as of the control date

Moved by Phil Anderson Seconded by Bob Dooley

Amendment #1 to the original motion

Amend the 7,000 metric tons to 6,000 metric tons within this motion.

Restrictions on gear switching will be implemented North of 36 degrees North Latitude consistent with the PPA when the N. of 36° ACL is below 7,000 mt 6,000 metric tons. In years when the N. of 36° ACL is equal to or greater than 7,000 mt 6,000 metric tons no gear-switching restrictions will be placed on vessels using non-trawl gear that are otherwise legally participating in the trawl sector.

Moved by Christa Svensson
Seconded by Corey Niles
Roll call vote: 6 yes, 6 no
Mattes, Oatman, Svensson, Anderson, Niles, Gorelnik voted yes
Kiefer, Smith, Ridings, Hassemer, Dooley, Pettinger voted no
Motion fails

Amendment #2 to the original motion

I move this portion of the original motion be amended to read as the following:

I move that the Council adopt the Preferred Preliminary Alternative (PPA) as its Final Preferred Alternative, as identified in Agenda Item F.4., including the following modifications and clarifications.

Restrictions on gear switching will be implemented <u>and remain in effect</u> North of 36 degrees North Latitude consistent with the PPA <u>if when</u> the N. of 36° ACL is below 7,000 metric tons <u>and the rolling three-year average of fixed gear usage of QP is greater than 29% with the calculation of the average beginning 2023-2025. The evaluation of the ACL component must be evaluated based on a new assessment or catch only update. In years when the N. of 36° ACL is equal to or greater than 7,000 metric tons no additional restrictions will be placed on vessels using non-trawl gear that are otherwise legally participating in the trawl sector.</u>

Moved by Corey Niles Seconded by Christa Svensson

1st Amendment to Amendment #2 to the original motion

I move we change the word "if" to "when" in the second line of the paragraph.

I move this portion of the original motion be amended to read as the following:

I move that the Council adopt the Preferred Preliminary Alternative (PPA) as its Final Preferred Alternative, as identified in Agenda Item F.4., including the following modifications and clarifications.

Restrictions on gear switching will be implemented <u>and remain in effect</u> North of 36 degrees North Latitude consistent with the PPA <u>if when</u> the N. of 36° ACL is below 7,000 metric tons <u>and the rolling three-year average of fixed</u> gear usage of QP is greater than 29% with the calculation of the average beginning 2023-2025. The evaluation of the ACL component must be evaluated based on a new assessment or catch only update. In years when the N. of 36° ACL is equal to or greater than 7,000 metric tons no additional restrictions will be placed on vessels using non-trawl gear that are otherwise legally participating in the trawl sector.

Moved by Christa Svensson Seconded by 1st Amendment to the Amendment #2 withdrawn

2nd Amendment to Amendment #2 to the original motion

I move, we strike the words "and remain in effect" and un-strike the last line.

I move that the Council adopt the Preferred Preliminary Alternative (PPA) as its Final Preferred Alternative, as identified in Agenda Item F.4., including the following modifications and clarifications.

Restrictions on gear switching will be implemented and remain in effect. North of 36 degrees North Latitude consistent with the PPA if when the N. of 36° ACL is below 7,000 metric tons and the rolling three-year average of fixed gear usage of QP is greater than 29% with the calculation of the average beginning 2023-2025. The evaluation of the ACL component must be evaluated based on a new assessment or catch only update. In years when the N. of 36° ACL is equal to or greater than 7,000 metric tons no additional restrictions will be placed on vessels using non-trawl gear that are otherwise legally participating in the trawl sector.

Moved by Christa Svensson
Seconded by Marc Gorelnik
Roll call vote: 7 yes, 4 no
Gorelnik, Ridings, Niles, Svensson, Oatman, Mattes, Kiefer votes yes
Dooley, Smith, Hassemer, Anderson voted no
2nd Amendment to the Amendment #2 passes

3rd Amendment to the Amendment #2 of the original motion

I move to strike out 7,000 and replace with 6,000. Also strike out the last part of the paragraph starting with "The evaluation of the ACL."

Restrictions on gear switching will be implemented <u>and remain in effect</u> North of 36 degrees North Latitude consistent with the PPA <u>if when</u> the N. of 36° ACL is below 7,000 6,000 metric tons <u>and the rolling three-year average of</u>

fixed gear usage of QP is greater than 29% with the calculation of the average beginning 2023-2025. The evaluation of the ACL component must be evaluated based on a new assessment or catch only update. In years when the N. of 36° ACL is equal to or greater than 7,000 metric tons no additional restrictions will be placed on vessels using non-trawl gear that are otherwise legally participating in the trawl sector.

Moved by Phil Anderson Seconded by Marc Gorelnik 3rd Amendment to the Amendment #2 passes

voted no. Maggie Sommers

Amendment #2 as amended to the original motion

Roll call vote: 6 yes, 7 no

Twice Amended Amendment #2 to the original motion fails

Motion to reconsider Amendment #1 to the original motion

Moved by Pete Hassemer
Seconded by Sharon Kiefer
Motion to reconsidered Amendment #1 passes
Yaremko abstained

Amendment #1 to the original motion

Moved by Christa Svensson Seconded by Corey Niles Amendment #1 to the original motion passes Ridings, no Yaremko abstained

Substitute to original motion

I move, that the Council adopt no action as the final preferred alternative.

Moved by Corey Ridings Seconded by Marci Yaremko Roll call vote: 4 yes, 7 no Motion fails

Original Motion, as once amended, passes Ridings, Yaremko vote no, Sommer abstained

Anderson Motion 2:

Agenda Item F.4 (c)

Motion Groundfish FMP Gear Switching and House Keeping Amendment

I move that the Council adopt the Groundfish Fishery Management Plan amendatory language, updated with the trigger value approved by the council in the Final Preferred Alternative, consistent with the preliminary preferred alternative on gear switching as presented in Agenda Item F.4 Attachment 4 April 2024, with FMP Amendment language Option 2 except do not include the phrase "or gear switching has used an average of 29 percent or less of the annual trawl allocation of northern sablefish over the three most recent full years for which data is available".

Moved by Phil Anderson
Seconded by Corey Niles
Motion passes
Ridings voted no, Sommer abstained