Scallop Framework 28

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Scallop AP – Nov. 2, 2016 Scallop CTE – Nov. 3, 2016 Warwick, RI



Fishery Management Council

Today's Meeting:

• Goal: Review FW28 measures, analysis, and potentially identify preferred alternatives.

Outlook:

- Scallop Report at Council meeting will be Wednesday, November 16 at 9:30am. SSC report on scallops at 8:30am.
- Expect the Council to take final action in November.
- Expedited Review Process Preliminary submission of FW28 in December.
 - Delay in Final Action will delay the Framework.

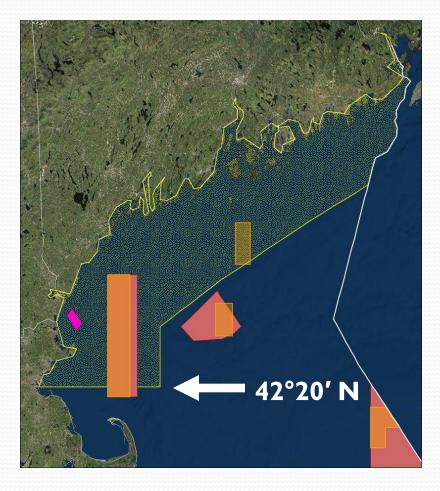
Agenda – FW 28, Specifications

- 2.8 Possession of Shell Stock Inshore of DAS Demarcation Line
- Framework Overview and Preliminary Analyses
- Issues to Clarify
- 2.1 SSC recommendations for OFL and ABC for 2017/2018
- 2.2 Northern Gulf of Maine TAC
- 2.3 Applying Spatial Management to Spec Setting Process
- 2.4 Proration of Allocation to Account for 13 month FY
- 2.5 Additional Measures to Reduce Fishery Impacts
- 2.6 Modifications to CA I Access Area Boundary
- 2.7 CA I Access Area Allocations (carryover lbs only)

Framework 28: Purpose and Need

| Need | Purpose | Section(s) |
|---|---|--------------------------------------|
| To achieve the objectives of the Atlantic Sea Scallop FMP to prevent overfishing and improve yield-per recruit from the fishery | To set specifications including: OFL, ABC, scallop fishery ACLs and ACTs including associated set-asides, day-at-sea (DAS) allocations, general category fishery allocations, and area rotation schedule and allocations for the 2017 fishing year, as well as default measures for FY2018 that are expected to be replaced by a subsequent action. | Sections 2.1, 2.2, 2.3, 2.4, and 2.5 |
| To apply the spatial management to the specification setting process | To set specifications for the LA and LAGC IFQ components based on exploitable biomass in areas which will be open to the fishery. | Section 2.3 |
| To remove the incentive to not use a DAS while possessing and processing in excess of 50 bu of shell stock. | To prohibit the possession of shell stock in excess of 50 bu inshore of the DAS demarcation line north of 42 20'N. | Section 2.8 |
| To facilitate access to newly opened portions of CA I, consistent with the OHA2 Final Rule | To update the Closed Area I access area boundary to allow harvest of recruited scallops, consistent with the OHA2 Final Rule. | Section 2.7 |

Section 2.8 - Possession of Shell Stock Inshore of DAS Demarcation Line



- Doc. 2 Page 38
- Council added priority in April
- Provision exists in the fishery south to 42°20' N
- Alt 2. would expand existing prohibition throughout the range of the fishery

Possession of in-shell scallops -

- Unlawful for LA vessels to possess more than 50bu of inshell scallops inside VMS demarcation line at any time during a trip south of 42° 20' N, unless fishing under state water exemption program (Figure 2).
- FW14 measures adopted to eliminate incentive to deckload and shuck scallops off the clock and circumvent DAS program (undermines LPUE estimates), also reduce adverse impacts of discarded scallop shells and viscera in inshore waters.
- Limited to south of 42° 20' N to accommodate a small market of in-shell scallops landed in GOM.



Possession of in-shell scallops –

| Section 2.8 | Posses | sion of Shell Stock Inshore of DAS Monitoring Line | | AP Pref. | CTE Pref. |
|-------------|--------|---|----|-------------|--------------|
| 2.8.1 | Alt. I | No Action | | | |
| | | Restrict the Poss. of Shell Stock | ** | ** | |
| 2.8.2 | Alt. 2 | Inshore of DAS demarcation | | | |

• AP/CTE input on Preferred Alternative

• PDT supports Alt. 2



Overview of FW28 Specifications and Preliminary Analyses

Section 2.3 - Applying Spatial Management to Specifications Process

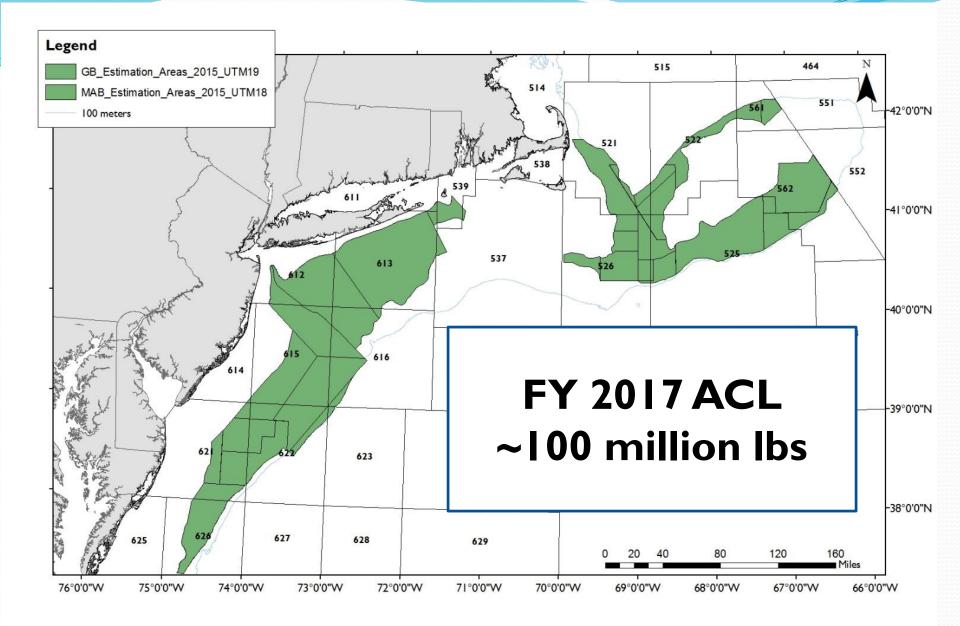
- IMPORTANT! The Council may select either 2.3.1 (No Action - Set IFQ at 5.5% of ACL) or 2.3.2 (Fishery Allocation Based on Spatial Management - Set IFQ at 5.5% of the Projected Landings) as preferred.
- Once the Council selects either 2.3.1 or 2.3.2, it may only select preferred alternatives from the suboptions/alternatives within the underlying preferred.
- Specifications are for 12 months. Section 2.4 considers prorating the DAS and IFQ allocations of the preferred alternatives to account for an additional month in the 2017 FY (NA, +8%, or +4.7%)

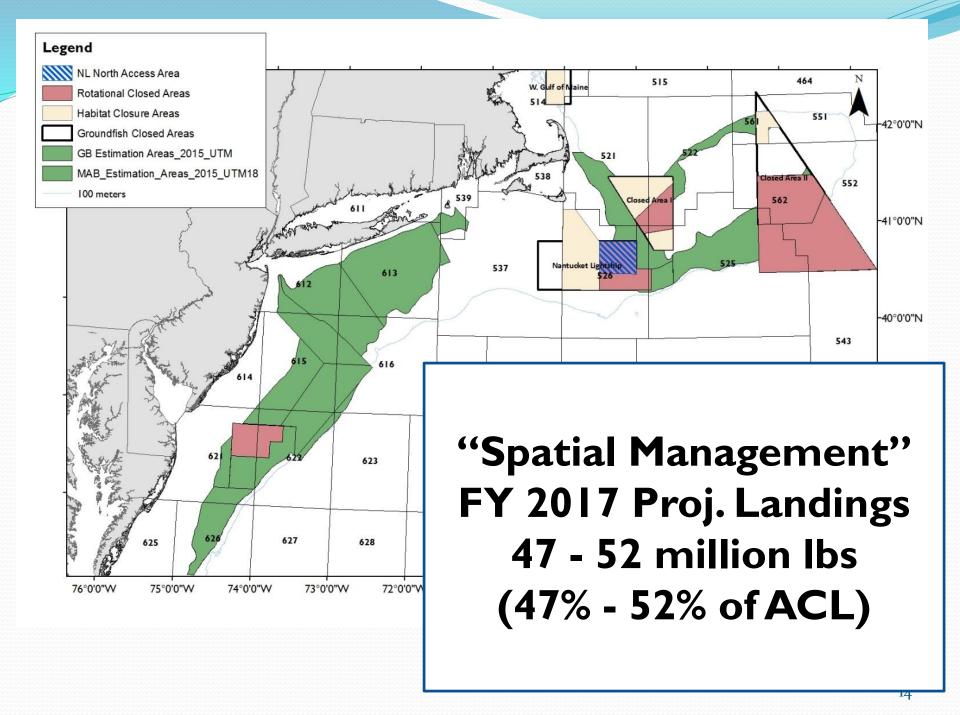
Section 2.3 - Applying Spatial Management to Specifications Process

- ACLs are based on all areas.
- Projected Landings (PL) are based on exploitable biomass in areas open to the fishery ("Spatial Management").
- Projected landings are some fraction of the ACL, which varies based on the spatial management of the fishery.
 - Dependent on how much biomass is in closed areas.
 - High of 90% in 2012, Low of 52% 47% in FY 2017.
- Issue in years when large biomass in closed areas.

Background on Allocation Split

- Amendment II
 - Limited entry for three LAGC permit categories
 - Separate TACs for NGOM and incidental permits
 - Allocation split 94.5% and 5.5% of projected landings
- Amendment 15
 - OFL > ABC = ACL > ACT
 - Allocations based on annual catch limits (<u>not projected</u> <u>landings</u>)
 - LA sub-ACT lower than sub-ACL
 - LAGC sub-ACL = ACT
- Measures in FW28 would not change the existing 94.5%/5.5% approach.
- LAGC IFQ Status Quo allocation > 5.5% of PL in recent FY, ~9.5% of PL in FY2016, and would be ~10.5% in FY2017





Status Quo 5.5% of ACL ~100 million lbs

"Spatial Management" 5.5% of Proj. Landings 47-51 million lbs

537

534

70°0'0"W

541

522

624

629

71°0'0"W

673

628

72°0'0"W

627

73°0'0"W

74°0'0"W

75°0'0"W

464

567

542

68°0'0"W

551

543

160

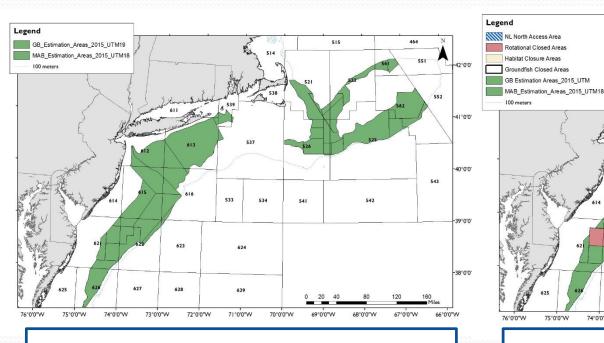
66°0'0"\A

67°0'0"W

42°0'0

41000

-38°0'0



LACG Quota ~5.5 million lbs

LACG Quota ~2.5 million lbs

Comparison of Actual Landings

| | Actual Landings by LA and LAGC IFQ | | | | | | | | | | |
|------|------------------------------------|-------|----------|-------|--------|---|-----------------|--|--|--|--|
| | LA | | LAGC IFQ | | LAGC | ined Landing IFQ – No set AGC incider | t-asides or | | | | |
| FY | mt | % | % | mt | mt | % of Projected Landings | % of the ACL | | | | |
| 2011 | 24,462 | 94.7% | 5.3% | 1,382 | 25,844 | 109% | 95 % | | | | |
| 2012 | 23,711 | 94.0% | 6.0% | 1,511 | 25,222 | 97% | 87% | | | | |
| 2013 | 16,213 | 93.7% | 6.3% | 1,095 | 17,308 | 100% | 82% | | | | |
| 2014 | 12,948 | 93.2% | 6.8% | 948 | 13,895 | 80% | 67% | | | | |
| 2015 | 4,3 7 | 92.5% | 7.5% | 1,161 | 15,478 | 72% | 61% | | | | |

Section 2.3 -

Subsequent options in Framework hinge on which approach is selected as preferred.

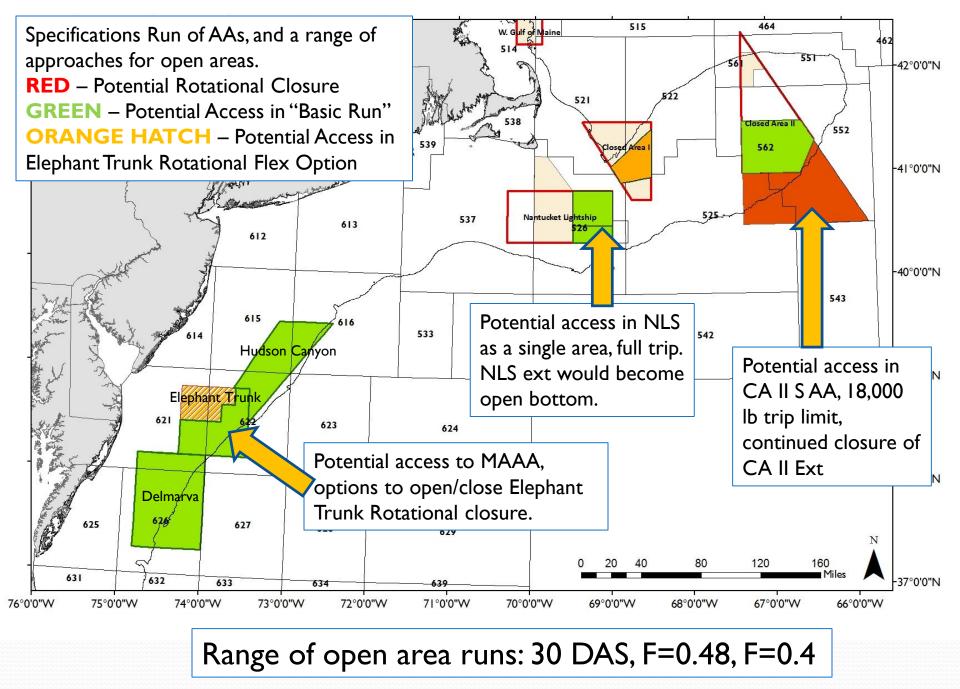
| | FY2017, Specifications for 12 month fishing year | | | | | | | | | | |
|---|--|--|--------------------------------------|-------------------------------------|---------------------|--|--------------------------------------|--|--------------------------------------|--|---|
| | Approach to setting | No Action (IEC) at 5.5% of ACL) Section 2.3. | | | | Applying Spatial Management to Spec Setting (IFQ at 5.5% of F 2.3.2 No Action (IFQ at 5.5% of ACL) Section 2.3.1 | | | | | |
| | Specifications | | | , or (eL) <u>ecc</u> | | Basi | ic Run Optio | ns | Basic Rur | + ETC Flex | Options |
| a | FW 28 Measure | 2.3.1.1.1 | 2.3.1.1.2 | 2.3.1.1.3 | 2.3.1.1.4 | 2.3.2.1.1.1 | 2.3.2.1.1.2 | 2.3.2.1.1.3 | 2.3.2.1.2.1 | 2.3.2.1.2.2 | 2.3.2.1.2.3 |
| Ь | Description | Basic Run and 30 DAS | Basic Run + ETC Flex at 30 DAS | Status Quo From FY2016 (FW27) | No Action | Basic Run and 30 DAS | Basic Run and DAS set at F=0.4 | Basic Run and DAS set at F=0.48 | Basic Run + ETC Flex at 30 DAS | Basic+ETC Flex and DAS set at F=0.4 | Basic+ETC Flex and DAS set at F=0.48 |
| d | Landings (mil Ibs) | 52.4 | 52.4 | 47.7 | 35.6 | 49.2 | 47.3 | 51.1 | 49.2 | 47.3 | 51.1 |
| h | IFQ Quota (% share) | 5.5 (10.5%) | 5.5 (10.5%) | 4.4 (9.4%) | 4.4 mil. (12.5%) | 2.58 (5.5%) | 2.47 (5.5%) | 2.68 (5.5%) | 2.58 (5.5%) | 2.47 (5.5%) | 2.68 (5.5%) |
| | LA | | | | | | | | | | |
| i | Allocation | 44.5 | 44.5 | 41 | 29 | 44.3 | 42.5 | 46 | 44.3 | 42.5 | 46 |
| | (% Share) | (85%) | (85%) | (86.1%) | (81.5%) | (94.5%) | (94.5%) | (94.5%) | (94.5%) | (94.5%) | (94.5%) |

Specification Alternatives

- I 0 Total Options, including Status Quo and No Action
- Basic Run:
 - 4 total AA trips at 18,000 lbs: I in NLS, I in CAII, 2 in MAAA. Keep ETC and CAII Ext closed.
- Basic Run with ETC "flex" option:
 - 4 total AA trips at 18,000 lbs: I in NLS, I in CAII.
 - Option to fish I trip in ETC as AA, rest as MAAA trips.
 - ETC subject to seasonal closure from July 1 Sept. 30 and limit VMS declarations to one (1).
- Three DAS options for Basic and Basic w/ ETC "flex"
 - 30 DAS (F=0.44), F=0.4, F=0.48

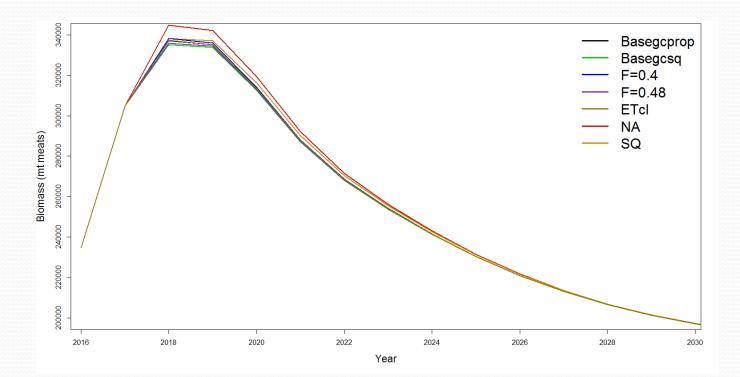
Specification Alternatives

| Approach to setti | ach to setting Specifications | | Description | Landings (mil | | FT AA | IFQ Quota (% | |
|---|---------------------------------|-------------------|--|--------------------------------------|-----------------|---------------------|------------------------------|---------------------|
| | No Action (IFQ at 5.5% of ACL) | | SQ Basic Run and 30 DAS | lbs) 52.4 | FT LA DAS 30 | Allocation 72000 | share) 5.5 mil (10.5%) | |
| No Action (IFO : | | | SQ Basic Run + ETC Flex at 30 DAS | | 30 | 72000 | 5.5 mil (10.5%) | |
| Section | | 2.3.1.1.3 | Status Quo From FY2016 (FW27) | 47.7 | 34.55 | 51000 | 4.4 mil. (9.4%) | |
| | | | No Action | 35.6 | 34.55 | 17000 | 4.4 mil. (12.5%) | |
| | | 2.3.2.1.1.1 | Basic Run and 30 DAS | 49.2 | 30 | 72000 | 2.58 mil. (5.5%) | |
| | Basic Run Options | Basic Run Options | 2.3.2.1.1.2 | Basic Run and DAS set at F=0.4 | 47.3 | 27.56 | 72000 | 2.47 mil. (5.5%) |
| Applying Spatial Management to Spec | | 2.3.2.1.1.3 | Basic Run and DAS set at F=0.48 | 51.1 | 32.44 | 72000 | 2.68 mil. (5.5%) | |
| Setting (IFQ at 5.5% of PL) <u>Section</u> <u>2.3.2</u> | .5% | 2.3.2.1.2.1 | Basic Run + ETC Flex at 30 DAS | 49.2 | 30 | 72000 | 2.58 mil. (5.5%) | |
| | Basic Run + ETC Flex Options | 2.3.2.1.2.2 | Basic+ETC Flex and DAS set at F=0.4 | 47.3 | 27.56 | 72000 | 2.47 mil. (5.5%) | |
| | | 2.3.2.1.2.3 | Basic+ETC Flex and DAS set at F=0.48 | 51.1 | 32.44 | 72000 | 2.68 mil. (5.5%) | |



Projected Biomass

- Overall the projected biomass estimates are similar in the short and long run.
- No Action (default measures, lowest allocation), results in slightly higher biomass in the short term.

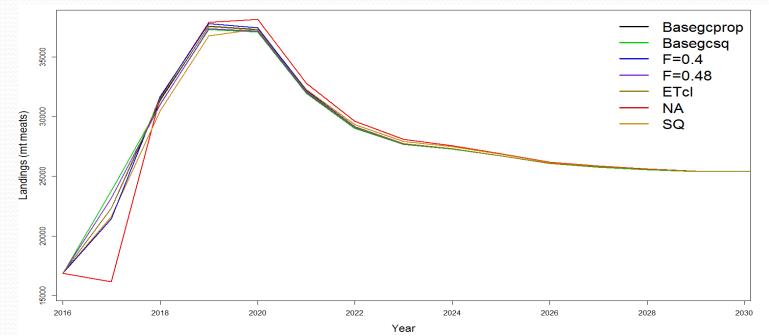


Projected Landings

• Overall the projected landings estimates are similar.

Status Quo IFQ allocations result in higher ST landings.

| FW 28 Measure | 2.3.1.1.1 | 2.3IFQ .1.1.2 | 2.3.1.1.3 | 2.3.1.1.4 | 2.3.2.1.1.1 | 2.3.2.1.1.2 | 2.3.2.1.1.3 | 2.3.2.1.2.1 | 2.3.2.1.2.2 | 2.3.2.1.2.3 |
|--------------------|-------------------------|-----------------------------------|----------------------------------|--------------|-------------------------|-----------------------------------|---------------------------------------|-----------------------------------|---|--|
| Description | Basic Run and 30 DAS | Basic Run + ETC Flex at 30 DAS | Status Quo From FY2016 (FW27) | No Action | Basic Run and 30 DAS | Basic Run and DAS set at F=0.4 | Basic Run and DAS set at F=0.48 | Basic Run + ETC Flex at 30 DAS | Basic+ETC Flex and DAS set at F=0.4 | Basic+ETC Flex and DAS set at F=0.48 |
| Run | 2. Basic Run GCSQ | 7. ETCGC SQ | SQ | 1. No Action | 3. Basic Run GCP | 4. OpF=0.4 | 5. OpF=0.48 | 6. ETC | | |
| Landings (mil lbs) | 52.4 | 52.4 | 47.7 | 35.6 | 49.2 | 47.3 | 51.1 | 49.2 | 47.3 | 51.1 |



Summary of Economic Impacts

- See Document 2d.
- Positive ST and LT economic impacts with all alternatives.
- Landings with spatial management specifications for IFQ fishery would be about 3.2 mil lb. lower in 2017 compared to status quo specifications.
- Spatial Management (2.3.2): Revenues and economic benefits would be similar for Basic Run and ETC alternatives. Setting F=0.4 would generate the lowest revenues, while an F=0.48 is expected to generate the highest revenues.

Summary of Economic Impacts

| Values | SQ | l. No Action | 2. Basic Run GCSQ | 3. Basic Run GCP | 4. OpF=0. 4 | 5. OpF=0. 48 | 6.ETC | 7.ETC GCSQ |
|----------------------------|-------|-----------------|-------------------------|------------------------|-------------------|--------------------|-------|-------------------|
| FT LA Open area DAS | 34.5 | 34.5 | 30.0 | 30.0 | 27.6 | 32.4 | 30.0 | 30.0 |
| Total landings (Mill. lb.) | 47.7 | 35.6 | 52.4 | 49.2 | 47.3 | 51.1 | 49.2 | 52.4 |
| Difference from SQ | | -12.0 | 4.8 | 1.5 | -0.4 | 3.4 | 1.5 | 4.8 |
| Difference from No Action | 12.0 | | 16.8 | 13.6 | 11.6 | 15.5 | 13.6 | 16.8 |
| Total revenue (Mill. \$) | 567.5 | 451.0 | 617.7 | 590.0 | 572.3 | 606.5 | 590.2 | 618.0 |
| Difference from SQ | | -116.5 | <mark>50.2</mark> | 22.5 | 4.8 | <mark>39.0</mark> | 22.7 | <mark>50.5</mark> |
| Difference from No Action | 116.5 | | 166.7 | 138.9 | 121.3 | 155.4 | 139.1 | 166.9 |
| Total Economic | | | | | | | | |
| Benefits | | | | | | | | |
| (Mill.\$) | 584.8 | 455.2 | 645.9 | 613.9 | 593.9 | 632.6 | 614.5 | 646.7 |
| Difference from SQ | | -129.6 | 61.1 | 29.1 | 9.1 | 47.8 | 29.7 | 61.9 |
| Difference from No Action | 129.6 | | 190.7 | 158.7 | 138.7 | 177.4 | 159.3 | 191.5 |

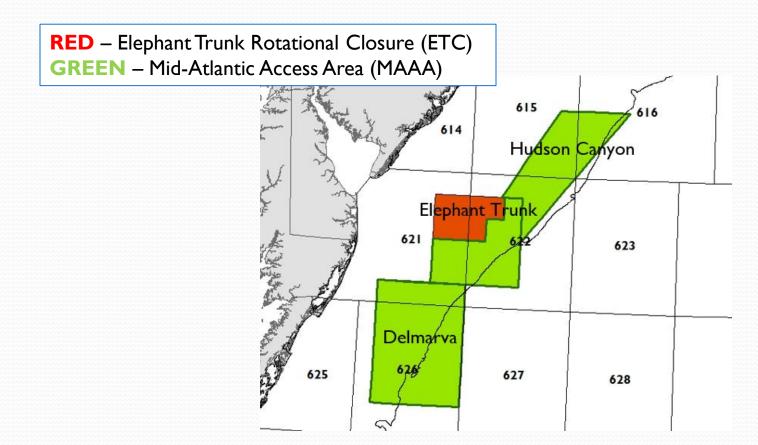
Summary of IFQ Impacts

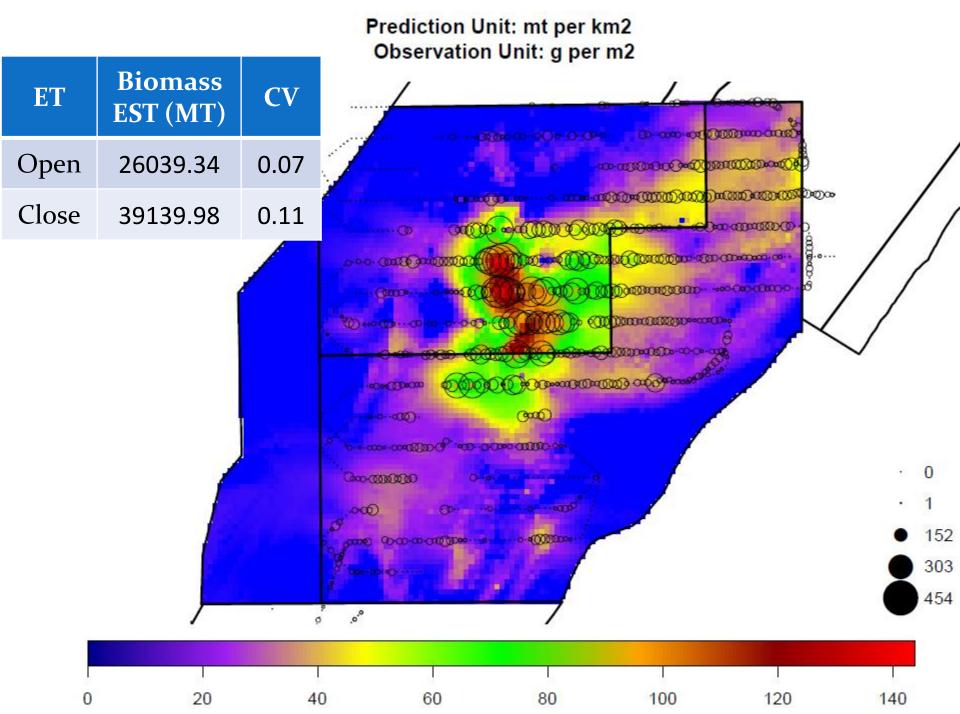
- Status Quo method IFQ allocation would be 10.5% of Projected Landings
- Table is of IFQ only vessels (5%), no LA w/ LAGC IFQ
- Decline of ~2 mil. Lb and \$20 mill. Revenue with spatial management alternatives (2.3.2)

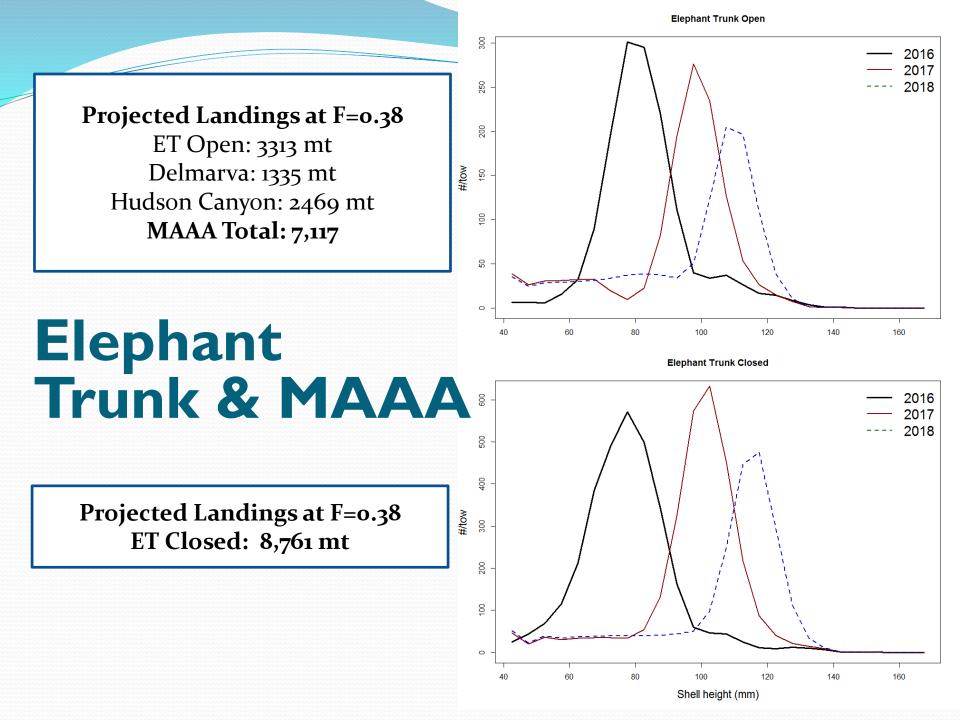
| Approach to setting Specifications | Status Quo (IFQ at 5.0% of ACL) Section 2.3.1 | | | Applying Spatial Mana | gement to Spec Setting (I Section 2.3.2 | FQ at 5.0% of PL) |
|---------------------------------------|---|-----------|--|--|--|------------------------------------|
| | | | | Basic | Run and ETC Flex Options | 5 |
| Description | SQ Status Quo From FY2016 (FW27) | No Action | ALT2 (Basic Run- 30 DAS) & ALT7 (ETC-30 DAS) | Alt 3 (Basic Run-30 DAS) & Alt6 (ETC-30 DAS) | Alt 4(Basic Run-F=0.4) & ETC | Alt 5(Basic Run - F=0.48) & ETC |
| Landings (mill.lb) | 4.1 | 4.1 | 5.0 | 2.3 | 2.2 | 2.4 |
| Difference from SQ | - | - | 1.0 | (1.7) | (1.8) | (1.6) |
| % difference from SQ | 0.0% | 0.0% | 23.8% | -42.3% | -44.8% | -40.0% |
| Projected Price | 11.9 | 12.7 | 11.8 | 12.0 | 12.1 | 11.9 |
| Revenue (\$ mill.) | 48.4 | 51.5 | 59.3 | 28.1 | 27.2 | 28.9 |
| Difference from SQ | 0.0 | 3.1 | 10.9 | -20.3 | -21.2 | -19.5 |
| % difference from SQ | 0.0% | 6.3% | 22.6% | -41.9% | -43.8% | -40.2% |
| Number of trips | 6,778 | 6,778 | 8,391 | 3,908 | 3,744 | 4,065 |
| Estimated DA | 7,831 | 7,831 | 9,695 | 4,516 | 4,326 | 4,697 |
| Trip costs (\$ mill.) | 3.4 | 3.4 | 4.2 | 1.9 | 1.9 | 2.0 |
| Net revenue (\$ mill.) | 45.0 | 48.1 | 55.1 | 26.2 | 25.3 | 26.9 |
| Difference from SQ | 0.0 | 3.1 | 10.1 | -18.9 | -19.7 | -18.1 |
| % difference from SQ | 0.0% | 6.8% | 22.5% | -41.9% | -43.7% | -40.2% |

Elephant Trunk Closure and MAAA

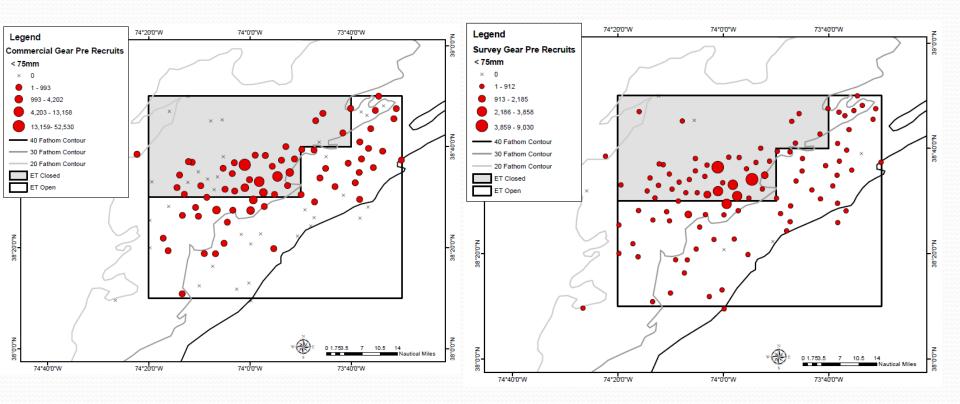
- Basic Run Keeps ET Rotational Closure closed.
- Basic Run + ETC Flex Option re-opens the area.







VIMS 2016 Dredge Survey – Pre-Recruits (<75 mm) in ET Open and Closed

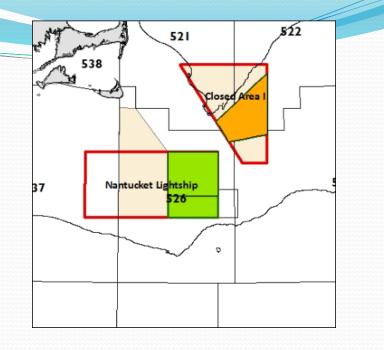


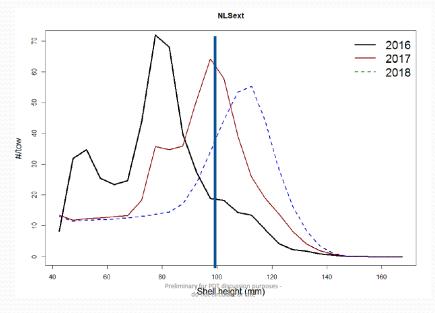
AP & PDT Discussion of ET Closed and MAAA

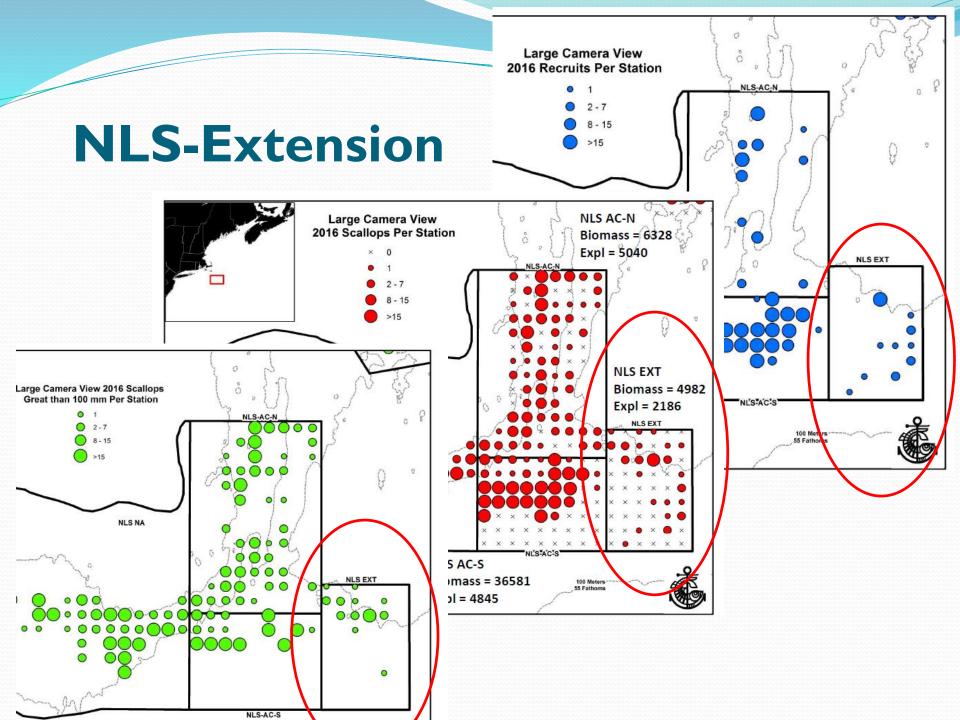
- PDT and AP support for protecting small scallops, recognition of no sign of incoming recruitment from 2016 surveys.
- Some members of the PDT strongly support keeping the ET Rotational Closures closed for another year.
 - Growth potential for animal in this area is significant.
 - Close area for 3rd year of rotational closure (the area was closed in Dec. 2012 before rotational closure put in place).
- Some concern on AP that two trips in MAAA (with ET closed would lead to high grading), larger scallops worked on the last two years. Looking at 20-30 counts.
- Some PDT and AP members noted larger animals in the ET Closed, similar length frequencies between ET Open and ET closed, and relatively large projected landings for the area

NLS Extension

- Basic Run and Basic Run + ETC Flex Option re-opens the NLS extension as open bottom. (Closed for 2 years)
- SAMS model is predicting an LPUE of 2,900 Ibs per day from this area, and thinks F will be ~0.65.
- 2017 landings from NLS-ext expected to be ~4 million lbs (1,900 mt).
- <u>Closing this area would reduce the average</u> <u>OpLPUE, FT DAS by 3 (keeping F constant),</u> <u>and overall projected landings.</u>
- Animals will be 5 years old next year, expected to be ~20 counts in shallower portion, with some additional growth potential.







Impacts: Flatfish Bycatch Estimates

- Scallop PDT met on Oct. 28 to discuss bycatch esimates.
- The projections are forecasts (with error) and should not be taken as precise estimates.
- Preliminary estimates for GBYT, Northern Windowpane, Southern Windowpane, and SNE/MAYT flounder for Basic Run and 30 DAS (F=0.44) assuming spatial management.

| SNE/MA Yellowtail Flounder | Bycatch Estimate (mt) |
|------------------------------|-----------------------|
| Basic Run and 30 DAS est. | 11.9 |
| Southern Windowpane Flounder | Bycatch Estimate (mt) |
| Basic Run and 30 DAS est. | 85.08 |

Georges Bank Yellowtail

| D:K ratio from 2014 (from last opening) | 2017 Projections | Bycatch Estimate (mt) |
|---|----------------------------|--------------------------|
| GBYT bycatch projection ~2x the likely sub-ACL | Georges Bank Open | 12.7 |
| Scallop PDT believes 62.8 to be an overestimate as | Closed Area II South | 50.1 |
| 2014 data is likely not representative of current | TOTAL GBYT ESTIMATE | 62.8 |
| GBYT status (based on recent TRAC assessments) | Likely ABC (16% of US ABC) | ~33 mt |

Measures to reduce bycatch/incentivize avoidance of GBYT:

- Zero possession/prohibition of retention
- Seasonal Closure of CAII AA from Aug. 15 Nov. 15
- SMAST bycatch avoidance program in place for 2017
- Prohibition of RSA compensation fishing in CAII (1.25 million lbs)
- 10" twine top to allow escapement of flatfish from dredge

Northern Windowpane

| D:K ratio from 2014 (from last | |
|--|------|
| opening) | 2017 |
| Scallop PDT believes that | |
| 107.4 may be a lower bound of | Ge |
| possible bycatch if the Georges | |
| Bank Open is an | Clo |
| underestimate | TOTA |

 FY2015 Georges Bank Open estimate was over 100 mt.

| 2017 Projections | Bycatch Estimate (mt) |
|--------------------------------|--------------------------|
| Georges Bank Open | 27.6 |
| Closed Area II South | 79.8 |
| TOTAL NWP ESTIMATE | 107.4 |
| Council considering sub-ACL | |

Issues to Clarify

Issues to Clarify

I. State Waters Catch

- AI5 identified 160,000 pounds based on recent catch
- This is catch from areas outside of the survey area and not included in the OFL/ABC; does not impact federal catch levels.
- Estimated total is the combined total of vessels with federal permits fishing in state waters and vessels without federal permits fishing in state waters.
- PDT reviewed state water catch and recommends that the state waters estimate be updated to reflect the average harvest levels over the last three years.

| Fishing Year | Estimated Total Landings |
|---------------------|--------------------------|
| 2011 | 941,791 |
| 2012 | 654,966 |
| 2013 | 271,568 |
| 2014 | 622,745 |
| 2015 | 536,618 |
| Last 3 Year Average | 476,977 |

Issues to Clarify

2. Default Measures for FY2018 – Page 20 of Doc.2

- FY2018 begins on April I (not March I)
- PDT Recommendation:
 - For LA Vessels 75% of projected DAS, and 1 access area trip at 18,000 lbs in the Mid-Atlantic.
 - For LAGC vessels 75% of 2017 allocations
- AP/CTE need to specify default measures for FW28
 - Agree with PDT or suggest another approach.

Issues to Clarify

2. PT allocations – PDT input on Pages 3-4 of Doc.9

- Likely PT allocations: 28,800 lbs of AA lbs and ~12 DAS
- Majority of PT fleet homeported in Mid-Atlantic
- PDT Recommendation:
 - Two (2) AA trips at 14,400 lbs per trip
 - PT vessels may take up to one (1) of these trips in NLS, CAII, or ETC (if opened), or up to two (2 – both trips) in the MAAA
- AP/CTE need to specify PT allocations for FW28
 - Agree with PDT or suggest another approach.

Framework 28 Measures

Section 2.1 – OFL and ABC

- PDT met on October 6 to update OFL/ABC estimates using 2016 survey data.
- PDT recommended using a finer scale SH/MW estimate based on the 2016 VIMS dredge survey to account for anomalously slow growth, specifically in portions of the NLS.
- PDT recommended setting 12 month OFL and ABC at 2017 estimate for both years, and prorating FY2017.

Section 2.1 – OFL and ABC

- SSC Approved PDT Recommendation. Only prorate the 2017 to account for 13 month fishing year.
- Current proration is 13/12ths (108% of 12 month estimate)
- SSC discussed using March fishery data (~4.7% increase See Doc.2 page 32)
- SSC requested additional documentation of PDT's work

| FY | OFL (including discards at OFL) | ABC (including discards) | ABC available to fishery (after discards removed) |
|-----------|------------------------------------|-----------------------------|--|
| 2017 | 75,485 | 61,741 | 46,737 |
| 2018 | | | |
| (default) | 69,678 | 56,992 | 43,142 |

Section 2.1 – OFL and ABC

| Section2.1 | OFL and ABC | | PDT Pref. | AP Pref. | CTE Pref. |
|------------|-------------|---|--------------|----------|--------------|
| 2.1.1 | Alt. I | No Action for OFL and ABC | | | |
| 2.1.2 | Alt. 2 | Updated OFL and ABC for FY2017 (13 month FY) and FY2018 | ** | | |

• AP/CTE input on Preferred Alternative

• PDT supports updating OFL/ABC

Section 2.2 - Northern Gulf of Maine TAC

See Doc.2, pp.46-50

- Alt 2. Approach based on FY2016 landings data and the NGOM Survey
 - (Ratio of GC landings/LA landings) x (NGOM biomass estimate)
- TAC Options
 - I. Alt I Status Quo: 70,000 lbs
 - 2. Alt 2 Sub-Option 1:95,000 lbs
 - 3. Alt 2 Sub-Option 2: 111,000 lbs
- Correspondence: Several permit holders suggesting 95,000 lb TAC
- Overages in FY2015 and FY2016 (~20k lb combined overage)
 - AM is a pound for pound payback
- FY2017 TAC range after payback: ~50,000 lbs to ~90,000 lbs

Section 2.2 - Northern Gulf of Maine TAC

| Section 2 | on No 2 | orthern Gulf of Maine TAC | PDT pref. | AP pref. | CTE pref. |
|-----------|---------------------|---|--------------|----------|--------------|
| 2.2.1 | Alt. I | No Action (70,000 lb TAC) | | | |
| 2.2.2 | Alt. 2 | NGOM TAC based on survey and catch data | | | |
| 2.2.2.1 | Alt. 2 Sub-Option 1 | NGOM TAC of 95,000 lbs | | ** | |
| 2.2.2.2 | Alt. 2 Sub-Option 2 | NGOM TAC of 111,000 lbs | | | |

AP Support for Alt. 2, Sub-Option 1, set NGOM TAC at 95,000 lbs

Section 2.3 – Spatial Management

| Section 2.3 | | pplying Spatial Management to | PDT | | CTE |
|-------------|--------|--------------------------------------|-------|-------|-------|
| | | Specification Setting Process | Pret. | Pref. | Pref. |
| 2.3.1 | Alt. I | No Action | | | |
| | | Fishery Allocations based on Spatial | ** | ** | ** |
| 2.3.2 | Alt. 2 | Management | | ••• | |

• AP support for Alt. 2 in Sept.

- Committee support for Alt. 2 in Sept.
- PDT recommends Alt. 2

Section 2.3 – Spatial Management ONLY if NO ACTION (2.3.1) is selected

| 2.3.1 | Alt. 1 | No Action (set IFQ quota at 5.5% of ACL) | PDT Pref. | AP Pref. | CTE Pref. |
|-----------|-----------------|--|--------------|----------|--------------|
| | Overall Fishery | Specifications under Status Quo | | | |
| 2.3.1.1 | | | | | |
| 2.3.1.1.1 | Alt. 1 | Basic Run at 30 DAS (F=0.46), IFQ at 5.5 mil. Lbs | | | |
| | | Basic Run + ETC Flex Option at 30 DAS (F=0.46), IFQ at | | | |
| 2.3.1.1.2 | Alt. 2 | 5.5 mil. Lbs | | | |
| | | Status Quo (FY2017 measures from FW27), IFQ at 4.4 | | | |
| 2.3.1.1.3 | Alt. 3 | mil. Lbs | | | |
| | | No Action (FY2017 Default measures from FW27), IFQ | | | |
| 2.3.1.1.4 | Alt. 4 | at 4.4 mil. Lbs | | | |
| | Default | | | | |
| | measures for | | | | |
| 2.3.1.1.5 | FY2018 | | | | |

Section 2.3 – Spatial Management ONLY if SPATIAL MANAGEMENT (2.3.2) is selected

| | | PDT Preferred | AP Preferred | CTE Preferred | |
|-------------|--------------------------------|--|-----------------|------------------|----|
| 2.3.2 | Alt. 2 | Fishery Allocations Based on Spatial Management | **F=0.4 | ** | ** |
| 2.3.2.1 | Overall Fishery Spec | | | | |
| 2.3.2.1.1 | Alt. 1 | Basic Run | | | |
| 2.3.2.1.1.1 | Alt. 1 Sub-Option 1 | 30 DAS (F=0.44), IFQ at 2.58 mil. Lbs | | | |
| 2.3.2.1.1.2 | Alt. 1 Sub-Option 2 | 27.56 DAS (F=0.40), IFQ at 2.47 mil. Lbs | | | |
| 2.3.2.1.1.3 | Alt. 1 Sub-Option 3 | 32.44 DAS (F=0.48), IFQ at 2.68 mil. Lbs | | | |
| 2.3.2.1.2 | Alt. 2 | Basic Run with Elephant Trunk Rotational Flex Option | | | |
| 2.3.2.1.2.1 | Alt. 2 Sub-Option 1 | 30 DAS (F=0.44), IFQ at 2.58 mil. Lbs | | | |
| 2.3.2.1.2.2 | Alt. 2 Sub-Option 2 | 27.56 DAS (F=0.40), IFQ at 2.47 mil. Lbs | | | |
| 2.3.2.1.2.3 | Alt. 2 Sub-Option 3 | 32.44 DAS (F=0.48), IFQ at 2.68 mil. Lbs | | | |
| 2.3.2.1.3 | Default Measures for FY2018 | | | | |

PDT supports OpDAS at F=0.4

PDT was mixed on Basic Run vs. Basic w/ ETC Flex Option

Section 2.3 – LAGC IFQ AA Allocations

• <u>See Doc.2b, pp. 2-4</u>

Decision I: How to allocate IFQ AA trips?

- Alt I. TABLE I Default Trips (851 trips)
- Alt 2. TABLE 2 Same proportion of AA allocation as LA
- Alt 3. TABLE 3 5.5% of AA allocation
- Decision 2: Where to allocate those trips to?
 - Alt I. Equal distribution to all open Aas
 - Alt 2. Equal split by AA, prorate CAII evenly to open AA
 - Alt 3. Equal split by AA, prorate 50% of CAII to NLS and 50% to MAAA/ETC

Section 2.3 – LAGC IFQ AA Allocations

| | Fishery Allocations to the LAGC IFQ Component | PDT | AP | CTE |
|--------|--|-----------|-----------|-----------|
| | | Preferred | Preferred | Preferred |
| | Allocation of the LAGC IFQ Trips in Access Areas | | | |
| Alt. I | No Action (851 trips, default measure | | | |
| Alt. 2 | Same AA proportion as LA | | | |
| Alt. 3 | 5.5% of overall AA allocations | | | |
| | LAGC IFQ Allocations by area | | | |
| Alt. I | Equal Disctribution to All Access Areas | | | |
| Alt. 2 | Equal split by AA, prorate CA2 to evenly to other AA | | | |
| Alt. 3 | Equal split by AA, prorate CA2 50% to NLS & MAAA/ETC | | | |

NEED AP and CTE Input

Section 2.4 – Proration of allocation to account for 13 month FY in 2017

- Only prorate the 2017 to account for 13 month fishing year.
- Only applies to LA DAS and the corresponding IFQ quota.
- Alt. I No Action, keep 12 month allocations as is
- Alt. 2 Use I 3/I 2ths (108% of I 2 month estimate)
- Alt. 3 Use March fishery data (~4.7% increase See Doc.2 page 32)
- NEED TO CLARIFY Should this apply to NGOM TAC?

Section 2.4 – Proration of allocation to account for 13 month FY in 2017

| | | | | | FY2017, 12 mo | nth fishing year | <u>,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,</u> | | | | | |
|---|--|---|--|--|--|--|---|---------------------------------------|--|---|--|--|
| | Approach to setting | | | | | 5% of PL) <u>Section</u> | <u>1 2.3.2</u> | | | | | |
| | Specifications | | | , <u></u> | | | Basic Run Option | S | Basic | Basic Run + ETC Flex Options | | |
| | FW 28 Measure | 2.3.1.1.1 | 2.3.1.1.2 | 2.3.1.1.3 | 2.3.1.1.4 | 2.3.2.1.1.1 | 2.3.2.1.1.2 | 2.3.2.1.1.3 | 2.3.2.1.2.1 | 2.3.2.1.2.2 | 2.3.2.1.2.3 | |
| | Description | Basic Run and 30 DAS | Basic Run + ETC Flex at 30 DAS | Status Quo From FY2016 (FW27) | No Action | Basic Run and 30 DAS | Basic Run and DAS set at F=0.4 | Basic Run and DAS set at F=0.48 | Basic Run + ETC Flex at 30 DAS | Basic+ETC Flex and DAS set at F=0.4 | Basic+ETC Fle and DAS set a F=0.48 | |
| | Landings (mil Ibs) | 52.4 | 52.4 | 47.7 | 35.6 | 49.2 | 47.3 | 51.1 | 49.2 | 47.3 | 51 | |
| | IFQ Quota (% | | 5 5 mil (10 5%) | 4.4 mil. (9.4%) | 4.4 mil. (12.5%) | 2.58 mil. (5.5%) | 2.47 mil. (5.5%) | 2.68 mil. (5.5%) | 2.58 mil. (5.5%) | 2.47 mil. (5.5%) | 2.68 mil. (5.5% | |
| | share) | 5.5 mil (10.5%) | J.J IIII (10.370) | | | | | | | ~~~~~ | ~~~~~ | |
| • | share) FT LA DAS cations Based on present the total | 30 a 13 Month FY (| 30 Section 2.4). Incr | 34.55 ease by 8% is ba | sed on additiona | l length of year (| 13/12ths), Increa | ase by 4.7% is ba | CCCCCCCCCCCCCCCCCCCCCCCCCCCCCCCCCCCCCC | COUCCOUCCOUCCEUE | 00000000000000000 | |
| • | FT LA DAS cations Based on present the total | 30 a 13 Month FY (| 30 Section 2.4). Incr | 34.55 ease by 8% is ba | sed on additiona | l length of year (| 13/12ths), Increa | ase by 4.7% is ba | CCCCCCCCCCCCCCCCCCCCCCCCCCCCCCCCCCCCCC | COUCCOUCCOUCCEUE | 000000000000000000000000000000000000000 | |
| • | FT LA DAS cations Based on present the total | 30 a 13 Month FY (| 30 Section 2.4). Incr Y2017 based on | 34.55 ease by 8% is ba pro-rating for a : | sed on additiona 13 month FY. Acc | l length of year (cess Area allocati | 13/12ths), Increa | ase by 4.7% is ba ro-rated. | sed on recent D/ | AS and IFQ quota | usage in Marcl | |
| • | FT LA DAS cations Based on present the total 13 Month LA DAS (8%) 13 Month | 30 a 13 Month FY (allocations for F 32.4 5.64 mil. | 30 Section 2.4). Incr Y2017 based on 32.4 | 34.55 ease by 8% is ba pro-rating for a 2 37.314 4.58 mil. | sed on additiona 13 month FY. Acc 37.31 4 | l length of year (cess Area allocati 32.4 | 13/12ths), Increa ons will not be p 29.7648 2.57 mil. | 35.0352 2.8 mil. | 32.4 2.69 mil. | 29.7648 2.57 mil. | usage in Marc | |
| • | FT LA DAS cations Based on present the total 13 Month LA DAS (8%) 13 Month | 30 a 13 Month FY (allocations for F 32.4 5.64 mil. | 30 Section 2.4). Incr Y2017 based on 32.4 5.64 mil. Lbs | 34.55 ease by 8% is bar pro-rating for a 2 37.314 4.58 mil. Lbs | 37.314 4.58 mil. Lbs | 32.4 2.69 mil. | 13/12ths), Increa ons will not be p 29.7648 2.57 mil. Lbs | 35.0352 2.8 mil. Ibs | 32.4 2.69 mil. Lbs | 29.7648 2.57 mil. Lbs | usage in Marc 35.035 2.8 mil. Ibs | |

Section 2.4 – Proration of allocation to account for 13 month FY in 2017

| Section 2.4 | Prorat | ion of Allocation to Account for 13 Month FY in FY2017 | PDT | AP | CTE |
|-----------------|----------------------|--|-------------------|-----------|----------------|
| Section 2.4 | | | Preferred | Preferred | Preferred |
| IMPORTAN | [! Alts. 2 a | and 3 in this measure increase the I2-month DAS and IFO | Q allocati | ions from | Section |
| 2.3 to accou | nt for a 13 | B-month FY by either 8% or 4.67% respectively. | | | |
| 2.4.1 | Alt. I | No Action, Base Allocations on 12 month FY | | | |
| 2.4.2 | Alt. 2 | Prorate allocations for a 13 month FY by 13/12ths (8%) | | | |
| 2.4.3 | Alt. 3 | Prorate allocations for a 13 month FY by March data (4.7%) | ** | | |

PDT supports Alt. 3 (+4.7%)

Section 2.5 – Additional Measures to Reduce Fishery Impacts

- Measure focuses on RSA compensation fishing.
- AP and CTE refined Alt. 3 over last two meetings.
- Alternative 3 considers restrictions on RSA compensation fishing in FY2017
 - NGOM Management Area
 - Nantucket Lightship Access Area
 - CA II (yellowtail)
 - Elephant Trunk Rotational Closure Area (if opened)
- This leaves the following areas available for compensation fishing:
 - MAAA
 - Open Area

Section 2.5 – Additional Measures to **Reduce Fishery Impacts**

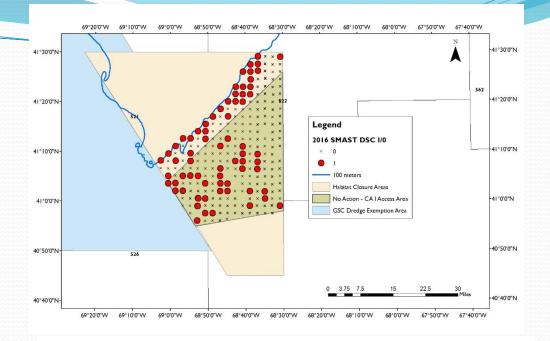
| Section 2.5 | Meas | sures to Reduce Fishery Impacts | PDT Pref. | AP Pref. | CTE Pref. |
|-------------|--------|---|--------------|-------------|--------------|
| | | No Action, RSA Comp fishing | 1101. | 1101. | 1101. |
| 2.5.1 | Alt. I | restricted to open areas | | | |
| | | RSA Comp fishing available in all areas | | | |
| 2.5.2 | Alt. 2 | open (incl.AA) | | | |
| | | RSA Comp only in MAAA and open | ** | | |
| 2.5.3 | Alt. 3 | area (exlcuding NGOM) | | | |

AP/CTE developed Alt. 3
PDT supports Alt. 3

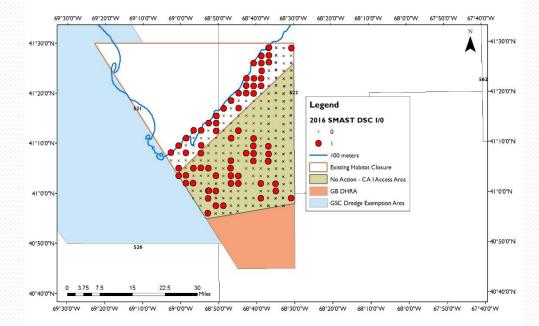
Section 2.6 – Modify CAI AA Boundary

- Majority of the biomass within groundfish CA I is in the habitat management area north of the CAIAA.
- Two potential re-configurations (Alt. 2 and Alt. 3)
- Changes to the AA boundary are contingent upon the approval of OHA2, which is not expected until sometime midyear 2017.
- Alt. 2 would only open the southern portion of the CAI N HMA, which excludes some biomass in the northern portion.
- Alt. 3 would expand the CAI AA to the entire HMA, which would allow all LA and LAGC IFQ vessels to fish the area if it opens. Scallops have only been observed in the shallower portion of the area, and scallop fishing effort in the deeper portion of the current HMA is expected to minimal.

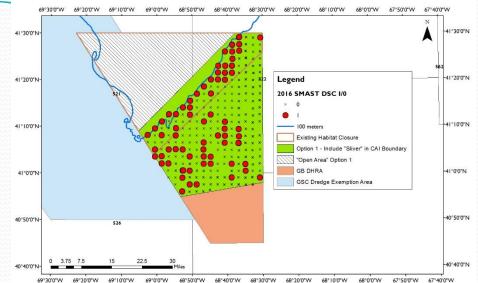
Alt. I, Current Status, No Action



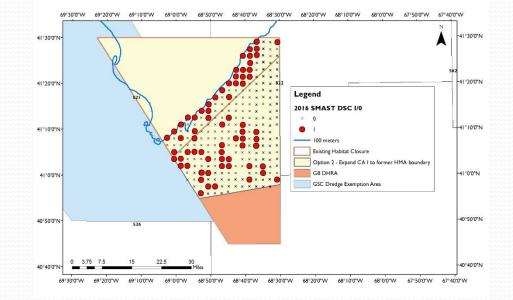
No Action, Council Preferred OHA2



Alt. 2, extend boundary to include "sliver"



Alt. 3, expand CA I AA to former HMA (formerly 'Option 2')



Section 2.6 – Modify CAIAA Boundary

| Section | Mod | ifications to Closed Area I Access | PDT | AP | CTE |
|---------|--------|------------------------------------|-------|-------|-------|
| 2.6 | | Area Boundary | Pref. | Pref. | Pref. |
| 2.6.I | Alt. I | No Action | | | |
| | | Expand CAI to include the "sliver" | | | |
| 2.6.2 | Alt. 2 | area to the north | | | |
| | | Expand CAI to include all of CAI N | | ** | ** |
| 2.6.3 | Alt. 3 | HMA ("option 2") | | | |

• AP and CTE support Alt. 3

Section 2.7 - Closed Area I Access Area Allocation

- Allocation of ~1.6 million carryover
 CA I lbs
- Allocation would be contingent upon the approval of OHA2 and the modification of CA I boundary
- Allocation would be in addition to 2017 allocations, and only for vessels with LA carryover lbs
- Need to clarify window of time for harvest (2017 only? 2 years?)

| # of Vessels | Under-harvested (lb) | | |
|--------------|-------------------------|--|--|
| 129 | 0-100 | | |
| 22 | 101-200 | | |
| 11 | 201-300 | | |
| 9 | 301-400 | | |
| 9 | 401-500 | | |
| 7 | 501-600 | | |
| 5 | 601-700 | | |
| 7 | 701-800 | | |
| 4 | 801-900 | | |
| 7 | 1000-2000 | | |
| 6 | 2001-4000 | | |
| 5 | 4001-6000 | | |
| 4 | 8000-10000 | | |
| 8 | 10001-15000 | | |
| 10 | 16000-19000 | | |
| 5 | 25000-35000 | | |
| 4 | 35001-36000 | | |

Section 2.7 - Closed Area I Access Area Allocation

| Section 2.7 | Closed Area I Access Area Allocations | | AP Pref. | |
|----------------|---------------------------------------|----------------------------------|-------------|--|
| 2.7.1 | Alt. I | No Action | | |
| | | Allocation existing LA carryover | | |
| 2.7.2 | Alt. 2 | pounds to CA I in FY2017 | | |

- <u>PDT Input</u>: Area is ready for opening *if* the biomass in the CAI HMA N becomes available and the AA boundary changes.
- Meat yields typically decline in this area in the fall. Timing of opening should be a consideration if the OHA2 Final Rule is delayed.

Anything to move to considered and rejected?