

**Klawock:**

**Holdings of Limited Entry Permits, Sablefish Quota Shares,  
and Halibut Quota Shares Through 1998  
and  
Data On Fishery Gross Earnings**

**CFEC Report 99-Klawock-SN**

Alaska Commercial Fisheries Entry Commission  
8800 Glacier Highway, Suite 109  
Juneau, Alaska 99801  
(907) 789-6160

**Abstract:**

This report is one of a series of reports on the holdings of restricted use privileges by persons living in Gulf of Alaska coastal communities. The 1999 reports are the second edition of the report series. The Restricted Access Management Program (NMFS-RAM) of the National Marine Fisheries Service - Alaska Region provided funding for the preparation of these reports.

This report provides fishery-specific data on holdings of Alaska limited entry permits by persons from Klawock. The tables show the number of limited entry permits initially issued to persons from the area, and the number of these permits held at year-end 1998. Time series data on limited entry permit holdings are also provided. Similarly, the report contains data on halibut and sablefish quota shares initially allocated to persons from this area as well as quota shares held at year-end 1998. Quota shares are the basic use-privileges issued under the halibut and sablefish individual fishing quota (IFQ) programs. Time series data on quota share holdings are also provided. Finally, the report contains time series data on the fishery gross earnings of Commercial Fisheries Entry Commission (CFEC) limited entry and interim-use permit holders from this area, organized by permit fishery. The report also contains 1995-1998 time series data on gross earnings in the halibut and sablefish IFQ fisheries for quota share holders from the area.

**List of Preparers:**

Susan Shirley	Kurt Iverson
Elaine Dinneford	Kurt Schelle
Al Tingley	

**Notice:**

The Alaska Department of Fish and Game administers all programs and activities free from discrimination on the basis of sex, color, race, religion, national origin, age, marital status, pregnancy, parenthood, or disability. For information on alternative formats available for this and other department publications, contact the department ADA coordinator at (voice) (907) 465-4120, or (TDD) (907) 465-3546. Any person who believes s/he has been discriminated against should write to:

ADFG  
P.O. Box 25526  
Juneau, AK 99802-5526

or

O.E.O.  
U.S. Department of Interior  
Washington, D.C. 20240

# Introduction

---

## Purpose of the Report

This report is one of a series of updated reports on Gulf of Alaska coastal communities. This second edition of these reports contains an additional year of data. Minor changes were made in the grouping of some communities. There may also be changes from the previous reports' data due to updates in fish ticket, permit, and IFQ files. The Commercial Fisheries Entry Commission (CFEC) prepared the reports with funding provided by the Restricted Access Management Program (NMFS-RAM) of the National Marine Fisheries Service - Alaska Region. This particular report covers the holdings of restricted use-privileges by persons from Klawock, Alaska.

In early 1998, the *Gulf of Alaska Coastal Communities Coalition* (Coalition) made presentations to two committees of the Ocean Studies Board of the National Academy of Sciences (NAS) and National Research Council regarding restricted access programs of the North Pacific Fishery Management Council (Council). These two committees were “the Committee to Review Community Development Quotas (CDQ)” and “the Committee to Review Individual Fishing Quotas (IFQ).” A presentation was also made before a joint meeting of the Alaska Board of Fisheries (ABOF) and the Council.<sup>1</sup>

The Coalition indicated that Gulf of Alaska coastal communities were dependent upon continued access to commercial fishing and they wanted their concerns to be considered in the future when the Council develops new restricted access programs or modifies existing Council programs. They also indicated that some Gulf of Alaska coastal communities had not fared well under the State of Alaska's limited entry program or under the Council's sablefish and halibut IFQ programs.

NMFS-RAM administers the sablefish and halibut IFQ programs and the Council's vessel moratorium for groundfish and crab. NMFS-RAM will administer the new groundfish, crab, and scallop license limitation programs passed by the Council as well as any future restricted access programs passed by the Council. NMFS-RAM is committed to monitoring changes under the existing restricted access programs in Alaska so they can provide the Council and the public with accurate data and information on the programs. NMFS-RAM hopes this monitoring effort will help inform policy discussions on proposals for new programs or proposals to alter existing programs.

For this reason, NMFS-RAM contracted with CFEC to produce a series of reports on Gulf of Alaska coastal communities or groups of communities. The purpose of the series of reports is to

---

<sup>1</sup>The name of the group making the presentations was slightly different for each presentation. The statement to the Committee to Review CDQs in January 1998 was made by a group called “The Coalition of Gulf of Alaska Small Boat Fishermen In Support of Marine Resources Conservation and Allocation Equity.” The statement made at the February 1998 joint meeting of the ABOF and the Council was made by a group called “Gulf of Alaska Fisheries Dependent Communities Coalition.” The presentation to the Committee To Review IFQs in April 1998 was made by a group called the “Gulf of Alaska Coastal Communities Coalition.” The authors have assumed that these are the same groups and we have used the latter name herein for ease of exposition.

provide basic data on how these communities have fared with respect to the initial allocation and retention of entry permits for Alaska's limited fisheries and with respect to the initial allocation and retention of quota shares under the sablefish and halibut IFQ programs. Data are also presented on the estimated fishery gross earnings of persons from these communities.

## **Report Overview**

This report is divided into three sections. Each section contains information on both CFEC permits issued under Alaska's limited entry program and on Quota Shares (QS)/IFQ issued under the Council's sablefish and halibut IFQ programs.

Section 1 provides data on the initial allocation of permanent limited entry permits issued to persons from Klawock and the year-end 1998 number of entry permits held by persons in Klawock. These data are provided by limited entry fishery. The section also provides data on the amount of QS initially allocated to persons from Klawock and the amount of QS held by persons in Klawock at the end of 1998. These data are provided by the sablefish and halibut fisheries management areas.

Section 2 provides a more detailed time series table on the holdings of limited entry permits by persons from Klawock. Table 2a shows changes in the holdings of entry permits over time. The data are provided by limited fishery. Section 2 also provides a time series table on the holdings of sablefish and halibut QS by persons from Klawock. Table 2b, by species and management area, shows changes in QS holdings over time.

Section 3 provides information on the estimated fishing gross earnings associated with persons from Klawock. Table 3a provides time series gross earnings information on CFEC permit holders who live in Klawock. The earnings are based upon fish ticket records and include information on both limited and unlimited fisheries. Table 3b provides time series gross earnings data associated with quota share holders from Klawock. These data are based upon NMFS-RAM harvest records and are presented by species and management area.

## 1. Initial Allocation And Year-End 1998 Holdings Of Restricted Use-Privileges

This section provides overview data on the restricted fishery use-privileges held by persons from Klawock at initial allocation and at year-end 1998.

*Table 1a* provides data on holdings of Alaska limited entry permits by permit type. These data are compiled from CFEC permit files.

The number of limited entry permits held at initial allocation and at year-end 1998 are presented by limited fishery permit type. The total number of limited entry permits held across all limited fisheries, and the number of unique persons from Klawock who hold limited entry permits are summarized at the bottom of the table.

A person can hold limited entry permits for more than one limited fishery. Different fisheries have been limited at different points in time since 1975, and the initial allocation of permits may have taken place in any year over the 1975 to 1998 period.

There are several reasons why the number of limited entry permits held by persons from a community can increase or decrease over time. Permits can be initially allocated to persons in the community. Permits can also be transferred from persons outside the community to persons in the community, or vice versa. Similarly, persons holding limited entry permits can move into or out of the community. Finally, limited entry permits can be revoked or forfeited under the law. For all of these reasons, the number of entry permits for a particular fishery held at year-end 1998 might be different than the number of entry permits held by persons in the community at some other point in time.

*Table 1b* provides data on halibut and sablefish QS holdings at initial allocation and at year-end 1998. These data are taken from NMFS-RAM computerized records.

The amount of QS and the number of QS holders at initial allocation and at the end of 1998 are given by species and management area. Quota share amounts have been converted into 1998 IFQ equivalent pounds using 1998 NMFS-RAM standard conversion factors.

Summary rows showing halibut and sablefish IFQ pounds and the unique counts of QS holders across areas are provided. A community total row is provided showing the unique number of QS holders from the community across both species and all management areas.

The reader should note that a QS holder might hold QS in multiple areas and for both halibut and sablefish. Individual QS units hold different values as IFQ pounds from year-to-year and from area-to-area and therefore are not additive across areas.

There are several reasons why the amount of QS held by persons from a community can increase or decrease over time. Quota shares can be initially allocated to persons in the community. Quota shares can also be transferred from persons outside the community to persons in the community, or vice versa. Similarly, persons holding QS can move into or out of the community. Quota

shares may be revoked. For all of these reasons, the amount of QS of a particular type held at year-end 1998 might be different than the amount of QS of that type held by persons in the community at some other point in time. For similar reasons, the number of QS holders can change over time.

Table 1a. Number of entry permits held in KLA WOCK at initial issuance and at year-end 1998, by limited entry fishery.

<b>Limited Entry Fishery</b>	<b>Number of Permits at Initial Issuance</b>	<b>Number of Permits at Year-end 1998</b>
Sablefish, Pot Gear, Southern Southeast	0	1
Roe Herring, Purse Seine, Southeastern	0	1
Herring Spawn on Kelp, Pound, Southern Southeast	24	24
Shrimp, Pot Gear, Southeast	1	1
Salmon, Purse Seine, Southeastern	4	4
Salmon, Hand Troll, Statewide	17	12
Salmon, Power Gurdy Troll, Statewide	3	3
<b>Total Number of Entry Permits (All Fisheries)</b>	<b>49</b>	<b>46</b>
<b>Number of Unique Persons Holding Entry Permits</b>	<b>45</b>	<b>36</b>

Table 1b. Type and amount of QS, 1998 IFQ pounds equivalent and number of unique QS holders in KLAWOCK at initial issuance and at year-end 1998.

Quota Share Type	Area	Initial Issuance			Year-end 1998		
		Amount of QS (QS units)	1998 IFQ Equivalent (pounds)	Number of QS Holders	Amount of QS (QS units)	1998 IFQ Equivalent (pounds)	Number of QS Holders
<b>Halibut</b>	2C	312,165	55,036	20	266,938	47,062	11
	3A	64,310	9,042	1	0	0	0
	<b>Halibut Total</b>		64,079	20		47,062	11
<b>Sablefish</b>	Southeast	136,704	15,937	3	222,181	25,901	1
	West Yakutat	3,335	300	1	3,335	300	1
	Central Gulf	1,331	134	1	1,331	134	1
	<b>Sablefish Total</b>		16,371	3		26,335	2
<b>Community Total (Unique)</b>				20			12



## 2. Comparisons Of Holdings Of Restricted Use-Privileges Over Time

This section provides more detailed time series data on the restricted use-privileges held by persons in Klawock.

*Table 2a* provides time series data on the type and number of limited entry permits held by persons from the community in five-year increments from 1975 through 1995 and at year-end 1997 and 1998. Holdings of entry permits in the community can change over time due to initial allocations, permit transfers, the relocation of permit holders, and permit revocations or forfeitures.

This table only covers entry permits in limited fisheries. Fisheries are limited under Alaska law only when limitation becomes necessary. The original 19 salmon fisheries were limited in 1974. Other limitations occurred in more recent years.

*Table 2b* provides time series data on the amount of sablefish and halibut QS held by persons from Klawock over the 1995 to 1998 time period. The sablefish and halibut IFQ program began in 1995. The table is organized by species, management area, and year, and shows the number of QS holders from the area. Quota share holdings are translated into 1998 IFQ equivalent pounds using standard NMFS-RAM conversion factors. The table includes summary rows showing the total unique number of QS holders from the community in each year across all areas and species.

The counts of QS holders in the table refer to the persons holding the QS. These persons can be natural persons (individuals), corporations, partnerships, or other legal entities. Quota share holders are not always the individuals who fish the IFQ in a year. Provisions in the IFQ program allow for the use of hired skippers and for some QS leasing under certain conditions.

Holdings of QS in the community can change over time due to initial QS allocations, QS transfers, the relocation of QS holders, QS revocations, or other changes due to administrative appeals.

Table 2a. Year-end counts of permits, by limited entry fishery, held by persons from KLAWOCK from 1975 to 1998.

Limited Entry Fishery	1975	1980	1985	1990	1995	1997	1998
Sablefish, Pot Gear, Southern Southeast	0	0	0	0	0	1	1
Roe Herring, Purse Seine, Southeastern	0	0	0	0	0	1	1
Herring Spawn on Kelp, Pound, Southern Southeast	0	0	0	0	0	0	24
Shrimp, Pot Gear, Southeast	0	0	0	0	0	0	1
Salmon, Purse Seine, Southeastern	3	4	3	1	3	5	4
Salmon, Hand Troll, Statewide	0	0	14	18	20	14	12
Salmon, Power Gurdy Troll, Statewide	3	3	4	2	2	1	3
<b>Total Number of Entry Permits (All Fisheries)</b>	<b>6</b>	<b>7</b>	<b>21</b>	<b>21</b>	<b>25</b>	<b>22</b>	<b>46</b>

Table 2b. Quota share amounts held in KLAWOCK in 1995, 1996, 1997 and 1998.

Quota Share Type	Area	Year-end	Amount of QS Held (QS units)	1998 IFQ Equivalent (pounds)	Number of QS Holders	
<b>Halibut</b>	2C	1995	194,293	34,255	15	
		1996	338,566	59,691	13	
		1997	299,397	52,785	12	
		1998	266,938	47,062	11	
	3A	1995	64,310	9,042	1	
<b>Sablefish</b>	Southeast	1995	75,517	8,804	1	
		1996	297,698	34,705	2	
		1997	222,181	25,901	1	
		1998	222,181	25,901	1	
	West Yakutat	1995	3,335	300	1	
		1996	3,335	300	1	
		1997	3,335	300	1	
		1998	3,335	300	1	
	Central Gulf	1995	1,331	134	1	
		1996	1,331	134	1	
		1997	1,331	134	1	
		1998	1,331	134	1	
	<b>Community Total (Unique)</b>		1995			15
			1996			13
			1997			12
			1998			12

### 3. Fishery Gross Earnings

This section examines the estimated fishery gross earnings of persons from Klawock. The gross earnings in these tables are CFEC estimates of the dollar amount received for the fish sold. These estimates are not measures of net earnings or profits because none of the costs associated with the fishing operations have been removed.

*Table 3a* provides time series data on the gross earnings of CFEC permit holders from Klawock. The table covers the 1975 to 1995 time period in five-year increments, and 1997. The table is organized by CFEC permit fishery and includes counts of the number of persons from Klawock who had gross earnings from the fishery.<sup>2</sup> The total gross earnings of CFEC permit holders from Klawock over all fisheries in the year and the unique number of persons who recorded landings in any fishery during the year are summarized at the bottom of the table.<sup>3</sup> The table includes data from both limited and unlimited fisheries. Table 3a is derived from Alaska Department of Fish & Game (ADF&G) fish ticket data and CFEC ex-vessel price estimates.<sup>4</sup>

*Table 3b* provides 1995-1998 time series data on the gross earnings of QS holders from Klawock in the sablefish and halibut IFQ fisheries. These data are derived by applying CFEC statewide average ex-vessel price estimates to NMFS-RAM harvest data. NMFS-RAM catch files represent a different data source than the ADF&G fish ticket files. The table includes estimates of total gross earnings and the number of QS holders from the area by species, management area, and year.<sup>5</sup> A summary row provides the total gross earnings associated with the QS holders from the area summed over all management areas and species as well as a count of the unique number of QS holders from Klawock with commercial sablefish or halibut harvests during the year.<sup>6</sup>

Both tables represent estimates of fishery gross earnings associated with persons from Klawock, irrespective of where the harvest actually occurred or where the fish were landed. The gross earnings in these tables do not represent the value of fish landed in Klawock. Data on halibut and sablefish landings by major port are available from NMFS-RAM.

---

<sup>2</sup>In some cases, CFEC permit codes for a fishery have changed over the years. In such cases, the reader may see a fishery description repeated in the table.

<sup>3</sup>A person may participate in multiple fisheries as a CFEC permit holder. Therefore, the unique number of permit holders in the community is usually less than the sum of permit holders with landings across all fisheries.

<sup>4</sup>The 1975 fishery earnings in the table for CFEC permit holders may be underestimated. 1975 was the first year that CFEC permit numbers were data entered. Permit numbers are not on the 1975 computerized halibut fish ticket records. Therefore, halibut earnings cannot be attributed to any CFEC permit holder during that year and hence cannot be assigned to communities. Also, in 1975, in some fisheries besides halibut, the percentage of missing or unmatched CFEC permit numbers was higher than in more recent years. For these reasons, the 1975 gross earnings may be underestimated.

<sup>5</sup>Again, these data represent the person who holds the QS and not necessarily the individual who recorded the landing. The IFQ programs allow the use of hired skippers under certain conditions. Some QS leasing is also allowed.

<sup>6</sup>QS holders may have holdings for more than one management area and species. Thus the unique counts of QS holders with harvests across all species and areas may be less than the sum of the counts of QS holders with harvests across all species and areas.

Table 3a. Gross earnings and number of persons from KLAWOCK with landings by fishery and year, 1975-1997.

CFEC Permit Fishery	1975		1980		1985		1990		1995		1997	
	Gross Earnings (\$)	# persons	Gross Earnings (\$)	# persons	Gross Earnings (\$)	# persons	Gross Earnings (\$)	# persons	Gross Earnings (\$)	# persons	Gross Earnings (\$)	# persons
Abalone, Diving Gear, Statewide	\$0	0	\$0	0	\$0	0	**	1	\$0	0	\$0	0
Halibut, Hand Troll, Statewide	\$0	0	\$0	0	**	1	**	1	\$0	0	\$0	0
Halibut, Longline Vessel Under 60 Ft, STW	\$0	0	**	2	**	2	\$24,436	9	\$15,305	4	\$44,410	5
Halibut, Longline Vessel 60 Ft or Over, STW	\$0	0	\$0	0	**	2	\$53,932	4	\$57,147	4	**	2
Sablefish, Longline Vessel Under 60 Ft, STW (Not SE or PWS)	\$0	0	\$0	0	\$0	0	\$0	0	\$0	0	**	1
Sablefish, Longline Vessel 60 Ft or Over, STW	\$0	0	\$0	0	\$0	0	**	2	**	1	**	1
Sablefish, Pot Gear, Southern Southeast	\$0	0	\$0	0	\$0	0	\$0	0	\$0	0	**	2
Herring Spawn on Kelp, Pound, Northern Southeast	\$0	0	\$0	0	\$0	0	\$0	0	**	2	**	2
Herring Spawn on Kelp, Pound, Southern Southeast	\$0	0	\$0	0	\$0	0	\$0	0	\$100,643	21	\$33,884	19
Misc Saltwater Finfish, Longline 5 Tons or Over, Statewide	\$0	0	\$0	0	\$0	0	**	1	\$0	0	\$0	0
Shrimp, Pot Gear Vessel Under 60 Ft, SE	\$0	0	\$0	0	\$0	0	\$0	0	\$0	0	**	3
Shrimp, Pot Gear To 50 Ft, Statewide	\$0	0	\$0	0	\$0	0	\$0	0	**	3	\$0	0
Sea Cucumber, Diving Gear, Southeast	\$0	0	\$0	0	\$0	0	\$0	0	\$0	0	\$14,986	4
Sea Cucumber, Diving Gear, Statewide	\$0	0	\$0	0	\$0	0	\$0	0	\$15,499	5	\$0	0
Salmon, Purse Seine, Southeastern	*	5	**	2	**	3	**	1	**	3	\$700,737	5
Salmon, Hand Troll, Statewide	\$4,199	9	\$18,115	11	\$42,739	8	\$46,754	11	\$7,853	7	\$18,455	5
Salmon, Power Gurdy Troll, Statewide	**	2	**	1	**	3	**	2	**	2	**	1
Demersal Shelf Rockfish, Hand Troll/Hand Line, Southeast	\$0	0	\$0	0	\$0	0	**	1	\$0	0	\$0	0
Demersal Shelf Rockfish, Longline, Under 5 Tons, Southeast	\$0	0	\$0	0	\$0	0	**	1	\$0	0	\$0	0
Demersal Shelf Rockfish, Longline 5 Tons or Over, Southeast	\$0	0	\$0	0	\$0	0	**	1	**	1	\$0	0
Other Species, Diving/Hand-Picking, Statewide	\$0	0	\$0	0	\$0	0	**	1	\$0	0	\$0	0
<b>Unique Totals For All Fisheries</b>	<b>\$67,708</b>	<b>15</b>	<b>\$314,608</b>	<b>14</b>	<b>\$469,077</b>	<b>18</b>	<b>\$275,101</b>	<b>23</b>	<b>\$643,869</b>	<b>36</b>	<b>\$1,195,264</b>	<b>32</b>

Note: \*\* and \* mask data to preserve confidentiality.

Table 3b. Gross earnings and numbers of persons (QS holders) from KLAWOCK with credited IFQ landings in halibut and sablefish IFQ fisheries by area and year, 1995-1998.

Quota Share Type	Area	1995		1996		1997		1998	
		Gross Earnings (\$)	Number of Persons	Gross Earnings (\$)	Number of Persons	Gross Earnings (\$)	Number of Persons	Gross Earnings (\$)	Number of Persons
<b>Halibut</b>	2C	*	8	*	9	*	8	*	5
	3A	**	1	**	1	0	0	0	0
	<b>Halibut Total</b>	*	8	*	9	*	8	*	5
<b>Sablefish</b>	Southeast	**	1	**	2	**	2	**	1
	<b>Sablefish Total</b>	**	1	**	2	**	2	**	1
<b>Community Total (Unique)</b>		\$89,501	8	\$203,820	9	\$191,404	8	\$88,449	5

Note: \*\* and \* indicate data masked to preserve confidentiality.