

POLLOCK and MULTI-SPECIES CDQ PROGRAMS  
CVRF QUARTERLY ACTIVITY REPORT  
APRIL 1 THROUGH JUNE 30, 1999

STATUS AS OF JUNE 30, 1999, WITH SUBSEQUENT  
ACCOMPLISHMENTS AND ACTIVITIES NOTED AS APPROPRIATE

TABLE OF CONTENTS

I. Quarterly Highlights.....	3
II. Community Development .....	4
A. Progress toward goals, objectives, milestones .....	4
B. Outreach .....	11
C. Employment .....	12
1. Data Form.....	12
2. Summary .....	14
C. Training.....	14
1. Data Form.....	14
2. Summary .....	16
E. Other Issues .....	16
III. Administration.....	16
1. Board Activities.....	16
2. Decisions .....	16
3. Other Issues .....	16
IV. Harvesting Report.....	17
A. Species .....	17
SPECIES: POLLOCK.....	17
SPECIES: HALIBUT .....	19
SPECIES: C. Opilio Tanner Crab.....	21
SPECIES: Atka Mackerel/POP .....	22
Species: Pacific Cod .....	23
Species: Flathead Sole .....	24
B. Compliance.....	25
C. Other Fishing Issues/Activities .....	25
V. Confidential Issues.....	<b>Error! Bookmark not defined.</b>
A. Financial Statements .....	<b>Error! Bookmark not defined.</b>
B. Tax Issues .....	<b>Error! Bookmark not defined.</b>
C. Imminent Major Investments.....	<b>Error! Bookmark not defined.</b>
D. Board Minutes .....	<b>Error! Bookmark not defined.</b>
E. Other.....	<b>Error! Bookmark not defined.</b>

## I. Quarterly Highlights

The Quarterly Highlights section for the 2nd Quarter contains a description of all of the initiatives that CVRF currently has underway. This description will provide to the reader a general understanding of the progress being undertaken by CVRF to accomplish the goals and programs contained within its 1998-2000 Pollock and Multi-Species CDP.

- Kuskokwim Bay salmon operations begin on June 21 with an opening in the Kanektok (Quinhagak) district. Three openings occur during the 2<sup>nd</sup> Quarter.
- Nelson Island halibut fishery opens with first landings at Toksook Bay on June 18. Two hundred and twenty-six landings made in the 2<sup>nd</sup> Quarter. Total halibut harvested equals 35,300 pounds.
- Tyson Seafoods is sold to Trident and CVRF makes arrangements for Trident to harvest pollock CDQ during 1999 "B" season.
- CVRF continues consideration of applicant companies for 2000 pollock CDQ.
- CVRF subcontracts with the Alaskan Leader to harvest Pacific cod and with the Seafisher to harvest Atka mackerel and Pacific Ocean Perch.
- CVRF vessels the Silver Spray and the Ocean Harvester participate in the opilio tanner crab and sablefish/halibut fisheries, respectively.
- CVRF partner company Iquique begins harvest of flathead sole.
- CVRF receives award from UAF for being a leader in supporting higher education in rural Alaska.
- 4-SITE Program establishes partnership with YKHC to expand Alaska Junior Achievement to more rural villages.
- 4-SITE Program implements partnership with AVCP to have village-based Workforce Development Coordinators offer drug screening services to applicants for jobs with employers in the CVRF employment facilitation network.
- CVRF contributes \$10,000 to the AVCP Tribal College
- CVRF Anchorage staff hosted a Leadership Experience International session for Alaska educators.
- 8 CVRF residents successfully complete technical apprenticeships.
- CVRF implements new formal compensation program and policies

## II. Community Development

### A. Progress toward goals, objectives, milestones

1999 4-SITE Project

- 3-5 new employers join CVRF's employment facilitation network for CVRF residents' training and job placement.

Alaskan Leader and Coastal Villages Seafoods, Inc. join CVRF's employment facilitation network.

- 1-3 new Coaches are trained and hired in CVRF villages.

1 replacement Coach for Toksook Bay was hired during the 2<sup>nd</sup> quarter.

- A second Vocational Counselor is trained to act as technical advisor to CVRF Coaches

Bernard Murran, Career Development Coach successfully completed the first phase of his training. Bernard will begin practical application of his learning by assessing returning crew, apprentices, and internship and scholarship candidates.

- 6-8 Interns are placed with CVRF affiliated-CDQ business partners.

3 internships (accounting, operations management, and international trade) were active in the 2<sup>nd</sup> quarter.

- 8-10 Scholarships are awarded for academic or vocational training related to careers in the fishing industry.

The Louis Bunyan Memorial Scholarship Fund, now a private foundation, matched the UAF chancellor's pledge of \$10,000 to start a \$20,000 Joseph V. Paniyak Scholarship Fund for students in the UAF Rural Development Program.

- CVSF is incorporated into CVRF as a committee of the board.

CVSF was incorporated into CVRF as a committee of the board. The Louis Bunyan Memorial Scholarship Fund (LBMSF) became a private foundation. LBMSF awards grants to 501(c)(3) organizations whose programs promote the goals of the CVRF 4-SITE Program.

- 8-10 CVRF residents are trained in technical skills related to careers in the fishing industry.

During the 2nd quarter, 8 individuals from the CVRF region participated in structured training apprenticeships. Technical training areas included quality control, deck skills, engineering, electrical technician, and fishmeal technician.

Additionally CVRF sponsored 2 residents from Quinhagak to attend the Indian River Valley training course on value added processing techniques.

- CVRF and local school districts implement Alaska Junior Achievement (AJA) curriculum in 6 CVRF village schools.

Over 20 classes of AJA were sponsored and conducted by CVRF staff during the 2<sup>nd</sup> quarter.

- CVRF develops Home Support Program and Orientation for Success Videos.

CVRF Leadership Team is currently working on the development of a content and script outline.

- CVRF establishes on-going media outreach information programs (KYUK, Tundra Drums).

The third article in the Tundra Drums was published during the 2nd quarter. The article focused on the startup of Coastal Villages Seafoods, Inc. (CVSI) operations in Toksook Bay, Tununak, and Quinhagak/Goodnews/Platinum.

- CVRF quarterly newsletter continues publication.

CVRF newsletter was published in April. Next edition is due out in late July 1999.

- CVRF Leadership Team designs a fishing industry training needs assessment process.

On hold pending final outcome of S. 1221 and selection of 2000 Pollock partner.

- CVRF Leadership Team collaborates with AVCP's TERO Officer in developing a regional talent / skill bank database.

AVCP's project is on hold.

#### 1999 Offshore and Nearshore Harvesting, Processing, and Investment Program

- Development of a strategic plan for becoming a key player in the Bering Sea fisheries.

A draft of the strategic plan was circulated to the Executive Committee at a meeting in June. The plan discusses the internal capabilities of CVRF, the external environment, and lays out an investment plan for the next four-year period. The plan will go back to the Executive Committee during the 3<sup>rd</sup> Quarter for submission

in the 2000 CDP application. The plan will outline a strategy for equity investment in the pollock, crab, and longline cod fisheries.

- Continuation of employment training, and internship programs with partner companies.

CVRF conducted post-season debriefings with each partner in April 1999. Recruitment plans were implemented for Hake, Salmon, Crab, Cod, and pollock “B” season.

- Investigations into further offshore fishing investments.

CVRF began the due diligence process for investments in the crab and longline cod fisheries. These fisheries are being targeted as CVRF does not have capacity to harvest the entire opilio crab quota with the Silver Spray and it does not have any investment in the cod fishery. At this point in our investigations, investments in both fisheries look to be profitable given the resource value, resource status, and outlook for the near term future.

- Complete training of CDQ Quota manager and monitor pollock and multi-species CDQ allocations.

The CDQ Quota manager has been working with CVRF’s harvesting partners to maximize the value of the CDQ allocations and to ensure that CVRF remains within its quota allowances. The addition of the Seafisher to harvest Atka mackerel and Pacific Ocean Perch, the change from Westward to the Alaskan Leader group to harvest Pacific cod, and the change in partners from Tyson to Trident has complicated the allocation and monitoring process.

- Make 2<sup>nd</sup> payment on Silver Spray investment.

The 2<sup>nd</sup> payment was made on time during the last week of March.

- Use Angyat for purposes of creating a consolidated financial statement of investment-owning subsidiary companies, including CVLI, CVCI, and other subsidiaries created to operate fishing businesses.

Angyat was used for the purposes of creating a consolidated financial statement and owning subsidiary companies. The result is that profits and losses from Silver Spray Seafoods investment were combined with the Kokopelli Fisheries investment, resulting in minimal tax liability for 1998. Additionally, a new subsidiary, Coastal Villages Seafoods, Inc. (CVSI) was established to operate Coastal Villages’ salmon and halibut businesses.

- Monitor investments in offshore fisheries on a weekly, monthly, and quarterly basis.

CVRF receives weekly reports on its subsidiary investments. These reports provide the information necessary to further investigate the activities of the subsidiary. A cumulative subsidiary monitoring report is included with this Quarterly Report in the Confidential Section.

#### 1999 Inshore and Nearshore Harvesting, Processing, and Investment Program

- Establish a salmon buying and processing business in the vicinity of Quinhagak with the following performance measures:

The Kuskokwim Bay salmon operation opened on June 21. The operation includes a custom processing agreement with NorQuest Seafoods employing the M/V Crusader, two tender boats – the Helen A operated by a Coastal Villages region resident and the Ursa Minor; and permitting for the Quinhagak plant. Three fishing periods were open during the 2<sup>nd</sup> Quarter. Initial landings include fewer numbers of sockeye and larger numbers of chum salmon than in previous years.

- Purchase at least 1.5 million pounds of salmon.

As of the end of June, CVSI had purchased approximately 8% of the 1.5 million-pound goal.

- Institute a quality program in conjunction with the ARDOR ice program.

CVSI is working with the ARDOR ice program to try and improve the quality of Kuskokwim district salmon. Ice is being provided to fishermen when they leave the beach before each opening.

- Invest only up to the level of initial capitalization

The unexpectedly high return of sockeye salmon to Bristol Bay and the lower than expected return of sockeye to the Quinhagak district will have a major impact on the financial success of this project. It is too early to tell the full ramifications at this point in the season.

- Conduct a successful employment and training program, including filling all available positions with local hire, up to 3 internships, and on-the-job training.

During the 2<sup>nd</sup> quarter, CVRF HR staff implemented a recruitment and placement strategy for the 1999 CVSI operations. CVRF has dedicated an experienced Employment Facilitation Coach to act as lead for village recruiting. This Coach referred 17 applicants to NorQuest for 8 position openings. Additionally local individuals were hired to fill the Asst. Manager trainee, accountant/bookkeeper, and 2 icemen positions for the Quinhagak operation. The Toksook Bay plant and Tununak Plants are operating with 100% local hire.

- Obtain fishermen loyalty of 75% Quinhagak and 60% other region fishermen.

During June, CVSI received approximately 50% of the salmon harvested in the Quinhagak district. This result was due mainly to the lack of tender operations on the outside of the district. This was corrected in the early July openings. There were no openings in Goodnews Bay during June.

- Operate professionally, including proper accounting, efficient employment and crew replacement, efficient decision-making, successful marketing, good communications.

Given the market situation, CVSI has several items that can be used to determine the management of this fishery, including: the methodology used to set prices; the communication between the manager on the grounds and the Anchorage and Juneau offices; the timely payment to fishermen and vendors; and the comparison of actual expenses to budgeted expenses. Again, it is too early to determine how each of these items is being addressed.

- Provide technical assistance to herring fishermen's associations and halibut operators.

Technical assistance was provided to the Cape Avinof herring fishermen. At that location, no buyers had been identified for the 1999 season. CVRF assisted the fishermen in attempts to have Westward Seafoods buy herring at that location, which were not successful. Finally, a commitment to buy herring was made by NorQuest. CVRF is working with the community of Kwigillingok and ADF&G on a herring survey to determine the level of herring spawn in the eastern portion of the Cape Avinof district.

- Make decision on joint venture operations for herring buying and processing.

No plans for joint venture operations were completed for the 1999 season.

- Develop strategy and implement plan for participating in halibut buying in region villages.

CVSI has spent considerable time on planning for the 1999 halibut buying operations in region villages. Rather than operate independently, at least two of the village plants are being operated under the auspices of CVSI. These include Toksook Bay and Tununak. Staff has made several trips to Mekoryuk to discuss the possibility for that community to participate as well. A decision by the community was made to operate independently. CVSI has hired a plants superintendent at Toksook Bay, a plant manager at Tununak, and processing workers, is buying halibut from the fishermen, and marketing the halibut in Anchorage. Finally, grants were made to Toksook Bay and Tununak to complete repairs to the plants so that they meet ADEC regulatory requirements.

- Develop at least two additional village-based community development projects.

CVRF is working with several communities on village-based community development projects. Projects in the operational stage include the construction of a weir on the Kanektok River, building of a dock at Kwigillingok, and the repairs to the Toksook Bay and Tununak halibut buying stations. Projects in the planning stages include a sport fish project for the Arolik River, a herring survey at Kwigillingok, halibut plants at Kipnuk and Chefornak, and a small engine repair shop and training facility at Scammon Bay.

- Monitor investments in nearshore fisheries on a weekly, monthly, and quarterly basis.

Monitoring of the nearshore investments listed in the preceding paragraph will begin during the 3<sup>rd</sup> Quarter.

#### 1999 Loan Program

- Through CVIF
- Provide operating loans to the four halibut buying stations.

A decision was made by the board to no longer provide operating loans to the halibut buying stations. Rather, the project has been turned over the CVSI, which is operating the Toksook Bay and Tununak plants during 1999.

- Determine the effectiveness of the AVCP Revolving Loan Program and make a decision on additional funding for commercial fishermen's loans.

No activity during the 2nd Quarter.

- Assist fishermen in the purchase of additional halibut and sablefish Quota Shares.

No activity during the 2nd Quarter.

- Provide a loan to one additional aluminum welding business and other fisheries-related businesses.

Six commercial fishermen and one business owner from the region applied for a loan from the AVCP Revolving Loan Fund. Five applicants from the region will be purchasing new motors for the 1999 commercial fishing season. One loan was for a non-fishery related business and one loan request was denied. Eight other applicants from the Yukon Delta region and other area communities also were reviewed.

#### 2000 Tax and Permit Assistance Program

- Support VITA program in at least four villages during the tax-filing season.

Eldridge Ross, Revenue Officer from the Internal Revenue Service intends to travel to the villages during the 1999 income tax filing season. He will assist individuals file tax returns and target village organizations as well. He intends to bring out his own team to villages that ABDC/CVRF does not travel to annually. He will work cooperatively with CVRF in the preparation for the next income tax season.

- Assist taxpayers that are in danger of losing their permits.

No activity during the 2nd Quarter.

- Obtain three permits for fishermen from the CVRF region.

CVRF assisted 35 additional individuals to apply for CDQ cards to participate in the Area 4E halibut fishery. This brings the total number of cardholders to 523.

#### 1999 CVRF Development Project

- Complete analysis of progress made towards implementation of management review.

CVRF has gone through significant growth over the past year. A part of the growth has been implementing a management structure capable of the following: working with and monitoring partner companies; making sound investments in offshore and regional projects; managing CVRF's financial assets; managing a growing work force; and developing internal structures (e.g., senior management team, investment committee) necessary to capably operate a multi-million dollar company. A full report on progress made towards implementation of the management review will be submitted with the 4<sup>th</sup> Quarter report next January.

- Complete analysis of capabilities of staff, board, resources in the region, and performance.

CVRF Compensation Committee established and began implementing a formal compensation policy and program. Components of this program (job analysis, job descriptions, job evaluation, performance evaluation, and market analysis) support the objective administration of a fair yet competitive compensation policy. Individual performance reviews were also conducted and salary adjustments and personal training and development plans were completed.

- Complete a minimum of two board training sessions.

No activity

- Meet outreach goals, including notices to communities, newsletters, and newspaper articles.

See full discussion of CVRF's outreach project below.

- Constitute CVRF's Investment Review Committee

The committee was established and includes Jim Brenner from NBA, John Letourneau from Thomas Head and Greisen, Mick Stevens from Native Seas, and Dick Monroe, CVRF's attorney. Their initial investment review was for the Quinhagak salmon project and the second review was for the Arolik River Sportfishing project.

## **B. Outreach**

Commitment 1 - Exchange Information

Village Meetings – Numerous meeting took place in the following villages regarding CVRF development projects:

Scammon Bay re: small boat repair shop project  
Tununak & Toksook re: halibut plants and cooperative  
Quinhagak re: 1999 salmon operation and potential sportfishing partnership  
Chevak re: economic/small business development  
Goodnews & Platinum re: 1999 salmon operation  
Eek re: CVRF programs  
Kwigillingok re: village projects  
Kipnuk re: herring  
Napaskiak re: new communities

Village radio broadcasts – Lena Mathlaw, CVRF Employment Manager, was interviewed on KYUK during the DOL weekly radio hour. Moses Tulin, CVRF Chevak staff, co-produced public service announcement on KCUK re alcohol free families.

CVRF video – In design stages.

Quarterly newsletter – 5<sup>th</sup> edition was distributed in April.

CVRF potlatch - CVRF and its CDQ partners sponsored a community potlatch in Scammon Bay. Theme of the potlatch was “Cutting Loose” from dependency on drugs, alcohol, and the government agencies.

Commitment 2 - Combine Planning and Problem Solving

Village board meetings – no activity.

Employers' Council - CVRF facilitated two meetings regarding the Employers Council. The Council met on May 21<sup>st</sup> for an information sharing session on internal training and development. The Employers' Council steering committee met on June 23<sup>rd</sup> to design a survey to gather information that will 1) create a membership directory, and 2) assist in determining the future direction of the Council.

Regional Training Center/Tribal College Consortium – CVRF donated \$10,000 toward the AVCP Tribal College and is currently promoting the Tribal College’s upcoming personal computer skills training.

CVRF Leadership Team – The Team met on May 21<sup>st</sup> to continue working on the media outreach projects. While progress was made on each project (display, video, slide show, and interactive games) there is still a great deal of work to be done. The next meeting is scheduled for July 29<sup>th</sup>.

Commitment 3 - Shape Positive Images

Newsletter profiles – During the 2nd quarter CVRF highlighted Byron Ulak (Scammon Bay) – CVRF CDQ/Fisheries Development Specialist and Steven Whitman (Mekoryuk) – CVRF Operations Management Intern.

### ***C. Employment***

#### 1. Data Form

EMPLOYMENT FORM (including Halibut/Sablefish Program)

	QUARTER	YEAR-TO-DATE		YEAR TO DATE	
		Positions	Wages	Positions	Wages
MANAGEMENT/ADMINISTRATIVE	23(CVRF) 1(CVLI)	\$172,081 \$19,532	24	\$379,221	24
CDQ POLLOCK RELATED A Season	(Tyson) 10(Westward)	\$ \$29,874	61	\$309,832	61
HALIBUT/SABLEFISH RELATED OFFSHORE ONSHORE (fishermen)	2(OH) 34(Toksook Bay) 17(Mekoryuk) (Tununak)	\$13,161 \$13,631 \$17,666 \$	53	\$44,458	53
OTHER FISHING SALMON AND HALIBUT PROCESSING	17(CVSI) (NorQuest) 1(Icicle) 4(Mekoryuk)	\$42,899 \$ \$502 \$1,450	28	\$100,837	36
CRAB AND SEA URCHIN CRAB AND COD	1(Icicle) 5(Silver Spray)	\$573 \$16,404			
OTHER EMPLOYMENT/ Angyat CVRF CVCI	1(contract) 4(contract) 1(contract)	\$1,240 \$29,804 \$2,468	4	\$90,428	4
INTERNSHIPS	6(Westward) 1(Tyson) 2(Icicle)	\$21,246 \$1,415 \$3,580	20	\$88,028	12
TOTAL		\$411,240	106	\$1,012,804	190

## 2. Summary

CVRF continued to grow during the 2nd Quarter of 1999. As its subsidiaries take on new projects associated with the Nelson Island halibut and Kuskokwim Bay salmon fisheries, these numbers should continue to grow during the 3<sup>rd</sup> Quarter as well. In regard to the salmon operation, we have not yet received employment figures from NorQuest. These will be provided in the 3<sup>rd</sup> Quarter report. Expansion of current staff levels within CVRF should be minimal, with consideration being given to a lead economic development specialist and a marketing professional. Other staffing increases will be concentrated in the subsidiary companies that conduct specific projects. Additionally, 101 salmon fishermen delivered to CVSI in Quinhagak during the June openings. Total revenue to these fishermen was in excess of \$38,000. These numbers are not included in the table due to the fact that they were not harvesting CDQ species.

### ***C. Training***

#### 1. Data Form

TRAINING DATA FORM

	QUARTER People	Expenditures	YEAR-TO-DATE People	Expenditures
<b>SCHOLARSHIPS</b>				
Postsecondary		\$	1	\$1,759
Vocational	4	\$12,155	6	\$20,920
<b>VOC-TECH CLASSES</b>				
Basic				\$
Advanced				
<b>OTHER TRAINING</b>				
Fisheries related	2	\$ 6,120	2	\$6,120
Student Loans				
CDQ Staff/Board/Interns	3	\$438	5	\$1,188
Other – Leadership Team		\$		\$1,094
<b>OTHER EXPENDITURES</b>				
To Educational Institutions		\$	1	\$5,000
Educational Endowment Funds		\$10,000		\$30,299
Seafood Technology Training Program				
<b>TOTAL</b>	<b>9</b>	<b>\$28,713</b>	<b>17</b>	<b>\$66,380</b>

## 2. Summary

A portion of the Educational Endowment Funds is to create the Joe Paniyak Scholarship through the UAF Chancellor's Match Program.

### E. Other Issues

The State has requested information concerning the impact of the American Fisheries Act on CVRF. To date, we have seen only minimal impact from the Act. CVRF entered into an agreement with its "A" season pollock partner that guaranteed a certain level of employment and another agreement that minimized the impact of the cooperatives on roe royalties. Additionally, with the implementation of measures to conserve sea lions, there are other variables at work that may mask more significant impacts.

## III. Administration

### 1. Board Activities

The board met in May in Bethel.

### 2. Decisions

Agreed to a \$10,000 contribution to the AVCP Tribal College. Agreed to guarantee loan from Alaska Growth Capital to CVSI. Decided to further consider Glacier, American, and company purchasing Tyson for 2000 pollock CDQ. Agreed to support submission to the State of sportfishing project on the Arolik River.

### 3. Other Issues

## IV. Harvesting Report

### A. Species

SPECIES: POLLOCK

	Metric tons allocated	Metric tons harvested	Percent of allocated	% of target fishery
Total Pollock harvest	11,982	0	0	0
BYCATCH				
PSQ Chinook salmon				
Other salmon				
Halibut Mortality				
Pacific cod				
EAI Atka Mackerel				
Other flats				
Rock sole				
Flathead sole				
Other rockfish				
Arrowtooth flounder				
Other species				
True POP – BS				
Other POP – BS				
Yellowfin sole				
Turbot – BS				
PSQ red king crab				
PSQ other tanner				
Sablefish trawl – BS				
TOTAL HARVEST				
Percentage of total pollock harvest retained				

1. Summary of harvesting activities by target fishery

No CDQ pollock harvesting during the 2<sup>nd</sup> Quarter.

2. Summary of Bycatch

No activity.

B. Processing Report

No information to report.

SPECIES: HALIBUT

	Pounds allocated	Pounds Harvested	% of allocation	% of target fishery
	273,000			
Area 4E		35,300	12.9%	12.9%

1. Summary of harvesting activities by target fishery

3. Summary of Bycatch

B. Processing Report

SPECIES: HALIBUT

	Pounds allocated	Pounds Harvested	% of allocation	% of target fishery
	146,160			
Area 4D		83,893	57.3%	57.3%

1. Summary of harvesting activities by target fishery

The Ocean Harvester made one trip to Area 4D during the 2<sup>nd</sup> Quarter.

2. Summary of Bycatch

None to report.

B. Processing Report

Halibut was delivered to Westward Seafoods. CVRF does not retain an interest in the halibut once landed.

SPECIES: SABLEFISH (Fixed Gear)

	Pounds allocated	Pounds Harvested	% of allocation	% of target fishery
AI Sablefish Harvest	136,905	24,554	17.9%	17.9%
<b>BYCATCH</b>				
Arrowtooth flounder		267	<.1%	1.2%
Shorthead/roughey		139	.5%	.9%
Other rockfish		1,746	8.5%	213%
Turbot		4,063	4.4%	4.8%
<b>TOTAL HARVEST</b>		30,769		

1. Summary of harvesting activities by target fishery

One trip was completed during the 2<sup>nd</sup> Quarter.

2. Summary of Bycatch

Bycatch rates are relatively low compared to the directed harvested of sablefish. The only species that is high is the other rockfish category. While the percentage of the target fishery is high, it remains within sustainable levels given the percentage of the total allocation.

B. Processing Report

### 3. Crab CDQ Fisheries

SPECIES: C. Opilio Tanner Crab

	Pounds allocated	Pounds Harvested	% of allocation	% of target fishery
C. Opilio Tanner Crab	1,644,635	1,643,020	99.9%	99.9%

#### 1. Summary of harvesting activities by target fishery

Five vessels participated in the opilio crab fishery during 1999 – the Silver Spray, Nordic Viking, Icelander, Arctic Lady, and the Kustatan. A total of 15 landings were made during the 1999 season.

#### 2. Summary of Bycatch

None to report

#### B. Processing Report

The vessels that harvest for CVRF deliver to Icycle Seafoods. All deliveries were made in the vicinity of St. Paul Is. Market reports are not available as of the date of this report.

4. Other multi-species

SPECIES: Atka Mackerel/POP

	Metric tons allocated	Metric tons harvested	Percent of allocated	% of target fishery
Total harvest Atka Mac/Pop				
Atka Mackerel – Eastern	215.700	182.639	84.67	84.67
Atka Mackerel – Central	285.600	196.101	68.66	68.66
Atka Mackerel – Western	344.250	7.515	2.18	2.18
True Pop – EAI	43.69	0	0	0
True Pop – CAI	48.96	0.107	.2	.2
True Pop – WAI	79.22	28.108	35.48	35.8
BYCATCH				
Pollock – AI	0	0.170		
Sablefish	4.250	0	0	
Halibut Mortality	2.00	0.852	42.6	
Pacific cod	90.00	53.543	59.4	
Rock sole	0	0.204		
Other rockfish	8.809	1.490	16.9	
Arrowtooth flounder	100.00	0.161	.16	
Other species	5.00	3.847	76.9	
Sharp/Northern - AI	53.890	17.221	31.9	
Short/rougheye - AI	5.430	0.117	2.1	
Turbot - AI	2.00	0		
Squid	0	0.006	0	
TOTAL HARVEST		491.053		
Percentage of total Atka Mac/True Pop harvest retained		84.4%		

1. Summary of harvesting activities by target fishery

The Seafisher harvested the target fisheries for Atka mackerel and True POP.

2. Summary of Bycatch

Bycatch rates were fairly low

## B. Processing Report

NONE

### Species: Pacific Cod

	Metric Tons Allocated	Metric Tons Harvested	Percent of allocated	% of Target Fishery
Total Harvest Pacific Cod	1823.000	193.374	10.61	10.61%
BYCATCH				
Yellowfin sole	2.638	0.329	12.47	
Flathead sole	5.157	0.079	1.53	
Arrowtooth	35.570	0.261	0.73	
Other species	150.000	20.458	13.64	
PSQ Halibut	19.000	14.655	8.48	
PSQ total Bairdi		26.245		
PSQ Bairdi Zone 1		26.245		
PSQ Red King Crab		328.325		
PSQ Red King Crab – Zone 1		354.566		
PSQ Red King Crab – 10 min		26.241		
PSQ Other Tanner Crab		130.743		
Halibut mortality	19.000	1.612	8.48	
Total Harvest		221.568		
Percent of total Pacific Cod Fishery retained		87.3%		

#### 1. Summary of harvesting activities by target fishery.

The Alaskan Leader and the Bristol Leader harvested the Pacific cod. Only 10.61% of the target fish was taken during the 2<sup>nd</sup> Quarter.

#### 2. Summary of Bycatch.

The bycatch rates for O species and Yellowfin are slightly ahead of the P cod.

## B. Processing Report

NONE.

Species: Flathead Sole

	Metric Tons Allocated	Metric Tons Harvested	Percent of Allocated	% of Target Fishery
Total Harvest Flathead Sole	814.393	169.553	20.82	20.82
BYCATCH				
Turbot Bering	1.02	0.132	12.94	
Pollock-Non Quota BS		39.959		
Pollock – B Season		21.143		
Pacific Cod	253.75	36.569	14.41	
Atka Mackerel – Eastern		0.110		
Yellowfin Sole	787.062	109.036	13.85	
Other Flats	1721.50	46.747	2.72	
Rock Sole	1754.327	17.507	0.99	
Arrowtooth	1188.916	16.940	1.42	
Other Species	176.000	23.520	13.36	
Other Rock fish – BS	4.36	0.013	0.30	
True POP – BS	16.938	0.146	0.86	
Sablefish, Trawl – BS	7.838	0.016	0.20	
PSQ Halibut		13.610		
PSQ Halibut Mortality	20.800	9.251	44.48	
PSQ Total Bairdi		2,649.932		
PSQ Bairdi Zone 2	10,777.000	2,649.932	24.59	
Total Harvest		481.391		
Total Flathead fishery Retained		35.22%		

1. Summary of harvesting activities by target fishery.

Iquique with the vessel Arica harvested the flathead sole fishery.

2. Summary of Bycatch

The bycatch rate for halibut is higher than the target. A significant amount of pollock also was taken and will be deducted from the “B” Season allocation.

B. Processing Report

## ***B. Compliance***

No issues during 2<sup>nd</sup> Quarter.

## ***C. Other Fishing Issues/Activities***

CVRF has been working with a wide range of companies to harvest its multi-species CDQ allocation in 1999. Westward Seafoods' vessel, the Alaskan Command, had mechanical problems during the "A" Season and was not available for the cod fishery that was to take place in the spring. Consequently, CVRF entered into a contract with the Alaskan Leader to harvest the bulk of the cod allocation. CVRF is currently working with the Seafisher for harvest of Atka mackerel and Pacific Ocean Perch in the Aleutian Islands area. Silver Spray participated in the opilio CDQ fishery and then started to fish Pacific cod with pots. The Ocean Harvester harvested sablefish and halibut CDQ. The Arica (Iquique) began fishing on flathead sole.

