

Standard Commercial Fishing License Eligibility Report

- Memorandum
- Report



Director

August 18, 2022

#### MEMORANDUM

TO:	N.C. Marine Fisheries Commission
FROM:	Captain Garland Yopp, Marine Patrol, Eligibility Board Chair
SUBJECT:	Standard Commercial Fishing License Eligibility Pool Determination

#### Issue

Determine number of licenses available to the Standard Commercial Fishing License (SCFL) Eligibility Pool.

#### **Action Needed**

A vote by the commission is needed to set the number of available licenses in the Eligibility Pool.

#### Overview

An individual who does not hold a Standard Commercial Fishing License but wants to purchase a license through the Division of Marine Fisheries can apply to receive the license through the Eligibility Pool process. The application goes before a board which determines if the applicant is qualified based on criteria set out in rule. The number of licenses available in this pool is set annually by the commission.

Session Law 1998-225, Section 4.24(f) states that "the number of SCFLs in the pool of available SCFLs in license years beginning with the 2000-2001 license year is the temporary cap less the number of SCFLs that were issued and renewed during the previous license year." The temporary cap was set at the number of valid Endorsements to Sell as of June 30, 1999 (8,396 licenses), plus an extra 500 licenses to be included in the Eligibility Pool (8,896 total licenses).

For the 2022-2023 license year, the number of licenses available through the Eligibility Board is 3,340. This number accounts for licenses issued in the 2021-2022 license year and the number of approvals from the Eligibility Board from 2021-2022 that still have the option to purchase a license before June 30, 2023. Individuals approved in the fall (September/October) must purchase their license by June 30 of the same license year, but those approved in the spring (March) have until June 30 of the following license year to purchase their license.

Session Law 1998-225, Section 4.24(f) also states "the Commission may increase or decrease the number of SCFLs that are issued from the pool of available SCFLs. The Commission may increase the number of SCFLs that are issued from the pool of available SCFLs up to the temporary cap. The Commission may decrease the number of SCFLs that are issued from the pool of available SCFLs but may not refuse to renew a SCFL that is issued during the previous license year and that has not been suspended or revoked. The Commission shall increase or decrease the number of SCFLs that are issued to reflect its determination as to the effort that the fishery can support, based on the best available scientific evidence."

From July 1, 2021 to June 30, 2022, the Board received 43 applications and approved 33. This was a 27% decrease in approved applications from FY2021. So far, there are 7 pending applications for review at the fall Eligibility Board meeting.

Over the past three years, the commission has voted to make the number of available licenses in the Eligibility Pool different from the total number of licenses left in the cap. Below is a summary of the licenses made available to the pool by the commission over the last 10 years (Table 1).

		Number of Licenses Approved by
License Year (FY)	Number of Licenses Available	MFC
2010-2011	1,420	1,420
2011-2012	1,375	1,375
2012–2013	1,358	1,358
2013-2014	1,368	1,368
2014–2015	1,257	1,257
2015-2016	1,238	1,238
2016-2017*	2,417	100
2017-2018	2,592	1,500
2018–2019	2,723	500
2019–2020	2,973	500
2020-2021	3,064	500
2021-2022	3,198	500
2022-2023	3,340	TBD

Table 1. Number of licenses available and number of licenses approved by the
commission in the SCFL Eligibility Pool, FY2011–2023.

\*Calculation to determine number of available licenses changed

In summary, there are 3,340 licenses available to the Eligibility Pool for the 2022–2023 license year. The commission needs to determine the number of licenses it wants to place in the pool for the upcoming year.

## Eligibility Pool Commission Report for 2022–2023 August 18, 2022

#### How the Pool Number is Determined:

Session Law 1998-225, Section 4.24(f).

(f) Adjustment of Number of SCFLs. The number of SCFLs in the pool of available SCFLs in license years beginning with the 2000–01 license year is the temporary cap less the number of SCFLs that were issued and renewed during the previous license year.

#### **Role of the Marine Fisheries Commission:**

Session Law 1998-225, Section 4.24(f).

(f). . . The Commission may increase or decrease the number of SCFLs that are issued from the pool of available SCFLs. The Commission may increase the number of SCFLs that are issued from the pool of available SCFLs up to the temporary cap. The Commission may decrease the number of SCFLs that are issued from the pool of available SCFLs but may not refuse to renew a SCFL that is issued during the previous license year and that has not been suspended or revoked. The Commission shall increase or decrease the number of SCFLs that are issued to reflect its determination as to the effort that the fishery can support, based on the best available scientific evidence.

#### **Temporary Cap:**

The maximum number of SCFLs that can be issued is the number of valid Endorsements to Sell as of June 30, 1999 plus 500 for the first Eligibility Pool, for a total of 8,896.

#### Eligibility Board Pool Determination 2022–2023:

There are 3,340 SCFLs available through the Eligibility Board for the 2022–2023 license year.

#### Attachments:

2022–2023 Eligibility Pool Determination Calculations

FY2022 License Sales Report

Summary of Licenses Available and Temporary Cap as Approved by the Commission

**Eligibility Board Meeting Summaries** 

Eligibility Board Open Files

## Eligibility Pool Determination Calculations For 2022–2023 License Year

Below is the current calculation used to determine the number of licenses available in the Eligibility Pool. Corrections were made to this calculation in August 2016 to prevent licenses already existing in the cap from being double counted and removed from the number of licenses remaining.

Licenses removed from the cap in this calculation include the number of SCFLs and RSCFLs issued and renewed in the 2021–2022 license year as well as any Eligibility Board approvals from the spring meeting. Those approved by the Eligibility Board in the spring have until the following license year to purchase their SCFL. These licenses are subtracted from the pool because they represent potential licenses available for purchase.

#### **Current calculation:**

Total Number of SCFLs Available in 2022–2023 License Year (Data run date: 7/14/2022)

1)	Total original SCFLs available (Cap)	8,89	6
2)	Less total number of SCFLs issued and renewed in 2021–2022	- 5,54	19
3)	Total number of SCFLs available in the pool for 2022–2023	3,34	47
4)	Less total number of 2021–2022 approvals through Eligibility Pool not yet issued <sup>1</sup>	-	7

5)	Total SCFLs available for the 2022–2023 license year	3,340

<sup>1</sup> Individuals approved in the spring (March 2021) have until June 30 of the following license year (2022) to purchase their SCFL.

# North Carolina Division of Marine Fisheries Commercial Licenses Sold by License Type FY2021 License Year

Data Run Date: 7/14/2022

Blanket For-Hire Captain's Coastal Recreational Fishing License:	159
Blanket For-Hire Vessel Coastal Recreational Fishing License:	755
Commercial Fishing Vessel Registration:	6,558
Fish Dealer License:	678
Land or Sell License:	149
License to Land Flounder from Atlantic Ocean:	156
NC Resident Shellfish License without SCFL:	518
Non-Blanket For-Hire Vessel License:	119
Ocean Pier License:	19
Recreational Fishing Tournament License:	21
Retired Standard Commercial Fishing License:	1,391
Standard Commercial Fishing License:	4,158

### TOTAL LICENSES FOR ALL LICENSE TYPES:

14,681

4,158	SCFL
+ 1,391	RSCFL
5,549	Total Number of SCFLs issued for FY2022

License Year	Number of Licenses Available	Number of Licenses Approved by MFC
1999 - 2000	500	N/A
2000 - 2001	1,314	1,314
2001 - 2002	1,423	1,423
2002 - 2003	1,458	1,458
2003 - 2004	1,421	1,421
2004 - 2005	1,423	1,423
2005 - 2006	1,536	1,536
2006 - 2007	1,596	1,596
2007 - 2008	1,562	1,562
2008 - 2009	1,557	1,557
2009 - 2010	1,507	1,507
2010 - 2011	1,420	1,420
2011 - 2012	1,375	1,375
2012 - 2013	1,358	1,358
2013 - 2014	1,368	1,368
2014 - 2015	1,257	1,257
2015 - 2016	1,238	1,238
2016 - 2017*	2,417	100
2017 - 2018	2,592	1,500
2018 - 2019	2,723	500
2019 - 2020	2,973	500
2020 - 2021	3,064	500
2021 - 2022	3,198	500
2022 - 2023	3,340	TBD

# Licenses Available from the Eligibility Pool – Annual Summary

\*Calculation to determine number of available licenses changed

# Licenses Approved and Denied by the Eligibility Pool Board – Annual Summary

License Year	Approved	Denied
1999 - 2000	166	133
2000 - 2001	110	75
2001 - 2002	46	37
2002 - 2003	38	23
2003 - 2004	56	11
2004 - 2005	35	13
2005 - 2006	31	9
2006 - 2007	32	4
2007 - 2008	49	7
2008 - 2009	83	5
2009 - 2010	109	11
2010 - 2011	63	2
2011 - 2012	68	17
2012 - 2013	99	9
2013 - 2014	96	14
2014 - 2015	61	13
2015 - 2016	45	6
2016 - 2017	32	6
2017 - 2018	84	13
2018 - 2019	28	6
2019 - 2020	41	10
2020 - 2021	45	9
2021 - 2022	33	9
Totals	1,450	442

# Eligibility Pool Board Meeting Summary

HEARING		RESIDENTS				NON-RESIDENTS			
DATE	APPROVE	DENY	TABLE*	TOTAL	APPROVE	DENY	TABLE*	TOTAL	
5/5/1999	2	0	2	4	0	0	0	0	
5/19/1999	5	0	1	6	1	0	0	1	
6/17/1999	2	5	3	10	0	0	0	0	
7/1/1998 - 6/30/1999	9	5	6	20	1	0	0	1	
7/7/1999	12	10	0	22	3	0	0	3	
7/8/1999	23	25	0	48	7	0	0	7	
07/15/1999 MFC	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
8/11/1999	18	20	4	42	3	0	0	3	
8/27/1999	17	33	0	50	0	1	0	1	
09/09/1999 MFC	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
9/29/1999	18	11	1	30	0	0	0	0	
11/3/1999	13	12	4	29	2	0	1	3	
11/08/1999 MFC	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
1/26/2000	9	5	5	19	1	0	1	2	
02/18/2000 MFC	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
4/19/2000	19	6	8	33	1	0	2	3	

5/18/2000	18	3	9	30	0	1	2	3
6/7/2000	10	3	2	15	0	0	1	1
HEARING	RESIDENTS NON-RESIDENTS							
DATE	APPROVE	DENY	TABLE*	TOTAL	APPROVE	DENY	TABLE*	TOTAL
7/1/1999 - 6/30/2000	157	128	33	318	17	2	7	26
7/12/2000	11	1	4	16	2	0	0	2
7/21/2000 MFC	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
9/20/2000	24	15	7	46	1	0	0	1
10/27/2000	16	8	3	27	1	0	0	1
12/1/2000	5	16	2	23	0	0	0	0
1/24/2001	10	14	3	27	0	2	0	2
3/9/2001	12	12	8	32	0	0	0	0
4/4/2001	32	9	1	42	0	1	0	1
7/1/2000 - 6/30/2001	110	75	28	213	4	3	0	7
7/26/2001	18	10	2	30	3	0	1	4
08/21/2002 MFC	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
11/14/2002	12	15	3	30	2	1	0	3
2/21/2002	16	12	2	30	1	0	0	1
7/1/2001 - 6/30/2002	46	37	7	90	6	1	1	8
9/11/2002	28	14	6	48	2	0	1	3
08/19/2003 MFC	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
3/5/2003	10	9	1	20	2	0	0	2
7/1/2002 - 6/30/2003	38	23	7	68	4	0	1	5
08/19/2003 MFC	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
7/9/2003	16	3	1	20	2	0	0	2
11/4/2003	17	2	0	19	3	0	0	3
3/19/2004	22	6	0	28	2	0	0	2
6/22/2004	1	0	0	1	0	0	0	0
7/1/2003 - 6/30/2004	56	11	1	68	7	0	0	7
11/1/2004	22	4	1	27	0	0	0	0
2/28/2005	11	2	0	13	0	1	0	0
4/18/2005	2	7	0	9	0	0	0	1
7/1/2004 – 6/30/2005	35	13	1	49	0	1	0	1
9/27/2005	17	7	1	25	1	0	0	1
3/15/2006 7/1/2005 – 6/30/2006	14 <b>31</b>	2 9	2 3	18 <b>43</b>	1 2	0	0	2
10/4/2006	16	3	<b>3</b> 2	<b>43</b> 21	1	0	0	1
3/14/2007	16		2	19	1	0	0	1
7/1/2006 - 6/30/2007	32	4	4	40	2	0	0	2
9/10/2007	26	2	4	32	0	0	0	0
3/19/2008	23	5	3	31	0	0	0	0
7/1/2007 - 6/30/2008	49	7	7	63	0	0	0	0
9/30/2008	39	0	3	42	4	0	0	4
3/24/2009	44	5	1	50	3	0	0	3
7/1/2008 - 6/30/2009	83	5	4	92	7	0	0	7
10/6/2009	52	6	1	59	2	1	0	3
3/10/2010	36	2	1	39	1	0	0	1
6/2/2010	21	3	0	24	0	0	0	0
7/1/2009 - 6/30/2010	109	11	2	122	3	1	0	4
9/21/2010	40	2	1	43	2	0	0	2
3/24/2011	23	0	0	23	4	0	0	4
7/1/2010 - 6/30/2011	63	2	1	66	6	0	0	6
10/4/2011	39	7	0	46	2	0	0	2
		10			2	0	0	2
3/15/2012	28	10	0	38	۷ ک	0	0	-
	28	<u>10</u> 0	0	<u> </u>	0	0	0	0

9/12/2012	53	7	3	63	1	1	0	2
3/19/2013	46	2	4	52	2	0	0	2
HEARING		RESID	ENTS		NON-RESIDENTS			
DATE	APPROVE	DENY	TABLE*	TOTAL	APPROVE	DENY	TABLE*	TOTAL
7/1/2012 - 6/30/2013	99	9	7	115	3	1	0	4
9/18/2013	56	7	0	63	2	0	0	2
3/19/2014	40	7	1	48	0	0	0	0
7/1/2013 - 6/30/2014	96	14	1	111	2	0	0	2
9/17/2014	32	9	0	41	1	0	0	1
3/18/2015	25	3	5	33	0	0	1	1
5/12/2015	4	1	0	5	1	0	0	1
7/1/2014 - 6/30/2015	61	13	5	79	2	0	1	3
10/21/2015	16	4	1	21	3	0	0	3
3/23/2016	29	2	2	33	0	0	0	0
7/1/2015 - 6/30/2016	45	6	3	54	3	0	0	3
9/28/2016	17	3	2	22	0	0	0	0
3/16/2017	15	3	0	18	0	0	0	0
7/1/2016 - 6/30/2017	32	6	2	40	0	0	0	0
9/28/2017	44	9	0	53	1	0	0	1
11/1/2017	11	3	0	14	1	0	0	1
3/28/2018	29	1	0	30	3	0	0	3
7/1/2017 - 6/30/2018	84	13	0	97	5	0	0	5
10/30/2018	15	5	0	22**	1	1	0	2
4/11/2019	13	1	0	14	1	0	0	1
7/1/2018 - 6/30/2019	28	6	0	36	2	1	0	3
9/24/2019	25	6	1	32	1	1	0	2
3/26/2020	16	4	0	20	2	0	0	2
7/1/2019 - 6/30/2020	41	10	1	52	3	1	0	4
10/20/2020	25	7	0	32	1	0	0	1
4/9/2021	20	2	0	22	0	0	0	0
7/1/2020 - 6/30/2021	45	9	0	54	1	0	0	1
10/14/2021	16	4	0	20	1	1	0	1
4/7/2022	17	5	1	23	3	0	0	3
7/1/2021 - 6/30/2022	33	9	1	43	4	1	0	4
GRAND TOTALS	1,450	442	124	2,018	88	12	10	109

\* TABLE files are presented again at the next Board meeting for a final decision of approval or denial and are then accounted for in the APPROVE or DENY categories. GRAND TOTALS do not equal total approved or denied because some files are reviewed in multiple meetings (tabled, etc.). \*\* Two applications were withdrawn.

## Standard Commercial Fishing License Eligibility Pool Office Summary of Open Files beginning July 1, 2022

File Description	Total Number of Files
To be researched/ready for the next board meeting	1
New/being processed	6
Pending responses to letters mailed requesting more information	0
Incomplete – no response to letters	0
Total Open/Pending Applications	7