limited to, fishing on the high seas or
in the jurisdiction of any foreign coun-
try (to the extent prohibited by law) while operating under U.S. flag,
(ii) Place or attempt to place, or
allow others to place or attempt to
place, the reduction/privilege vessel
under foreign flag or registry,
(iii) Operate or attempt to operate,
or allow others to operate or attempt
to operate, the reduction/privilege ves-
sel under the authority of a foreign
country to the extent prohibited by
law,
(iv) Otherwise avoid or attempt to
avoid, or allow others to avoid or at-
tempt to avoid, the revocation of the
reduction fishing privilege with respect
to any reduction/privilege vessel, and
(v) Make any claim or attempt to
make any claim, or allow others to
claim or attempt to make any claim,
for any present or future limited access
fishing license or permit in any U.S.
fishery (including, but not limited to,
any quota allocation under any present
or future individual quota allocation
system) based in any way on any por-
tion of a reduction fishing interest sur-
rendered, revoked, restricted, relin-
quished, withdrawn, or extinguished by
other means under this section; and

Penalties. The activities that this
paragraph prohibits are subject to the
full penalties provided in §600.1017 of
this subpart, and immediate cause for
NMFS to take action to, among other
things:
(i) At the reduction/privilege vessel
owner's expense, seize and scrap the re-
duction/privilege vessel, and
(ii) Pursue such other remedies and
enforce such other penalties as may be
applicable.

Program administration—(1) FSD
responsibilities. FSD is responsible for
implementing and administering this
program. FSD will:
(i) Issue all notifications and mail-
ings that this section requires,
(ii) Prepare and issue the invitation
to bid,
(iii) Receive bids,
(iv) Reject bids,
(v) Score bids,
(vi) Make acceptances,
(vii) Prepare and issue referendum
ballots,
(viii) Receive referendum ballots,
(ix) Tally referendum ballots,
(x) Determine referendum success or
failure,
(xi) Tender and disburse reduction
payments,
(xii) Administer reduction contracts,
(xiii) Administer fees and reduction
loan repayment, and
(xiv) Discharge all other manage-
ment and administration functions
that this section requires;

(2) RAM Program responsibilities. Upon
FSD’s advice, the RAM Program (for
fishing licenses under the jurisdiction
of NMFS’s Alaska Region) and any
other appropriate NMFS authority (for
fishing licenses under the jurisdiction
of any other NMFS office) will revoke
reduction permits and effect the sur-
render of fishing histories in accord-
ance with this section; and

(3) NVDC and MARAD responsibilities.
FSD will advise NVDC, MARAD, such
other agency or agencies as may be in-
volved, or all of them to revoke reduc-
tion/privilege vessels’ fisheries trade
endorsements and otherwise restrict
reduction/privilege vessels in accord-
ance with this section.

(x) Reduction loan and reduction loan
sub-amounts. [Reserved]

[68 FR 69337, Dec. 12, 2003. Redesignated at 69
FR 53362, Sept. 1, 2004]

§600.1104 Bering Sea and Aleutian Is-
lands (BSAI) crab species fee pay-
mint and collection system.

(a) Purpose. As authorized by Public
Law 106–554, this section’s purpose is
to:
(1) In accordance with §600.1012 of
subpart L, establish:
(i) The borrower’s obligation to repay
a reduction loan, and
(ii) The loan’s principal amount, in-
terest rate, and repayment term; and
(2) In accordance with §600.1013
through §600.1016 of subpart L, imple-
ment an industry fee system for the re-
duction fishery.

(b) Definitions. Unless otherwise de-
defined in this section, the terms defined
in §600.1000 of subpart L and §600.1103 of
this subpart expressly apply to this
section. The following terms have the
following meanings for the purpose of
this section:

Crab rationalization crab means the
same as in §680.2 of this chapter:

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Crab rationalization fisheries means the same as in §680.2 of this chapter.

Reduction endorsement fishery means any of the seven fisheries that §679.2 of this chapter formerly (before adoption of part 680 of this chapter) defined as crab area/species endorsements, except the area/species endorsement for Norton Sound red king. More specifically, the reduction endorsement fisheries, and the crab rationalization fisheries which (after adoption of part 680 of this chapter) correspond to the reduction endorsement fisheries, are:

1. Bristol Bay red king (the corresponding crab rationalization fishery is Bristol Bay red king crab),
2. Bering Sea and Aleutian Islands Area C. opilio and C. bairdi (the corresponding crab rationalization fisheries are two separate fisheries, one for Bering Sea snow crab and another for Bering Sea Tanner crab),
3. Aleutian Islands brown king (the corresponding crab rationalization fisheries are the two separate fisheries, one for Eastern Aleutian Islands golden king crab and another for Western Aleutian Islands golden king crab),
4. Aleutian Islands red king (the corresponding crab rationalization fishery is Western Aleutian Islands red king crab),
5. Pribilof red king and Pribilof blue king (the corresponding crab rationalization fishery is Pribilof red king and blue king crab), and
6. St. Matthew blue king (the corresponding crab rationalization fishery is also St. Matthew blue king crab).

Reduction fishery means the fishery for all crab rationalization crab, excluding CDQ allocations, in all crab rationalization fisheries.

Sub-amount means the portion of the reduction loan amount for whose repayment the borrower in each reduction endorsement fishery is obligated.

(c) Reduction loan amount. The reduction loan’s original principal amount is $97,399,357.11.

(d) Sub-amounts. The sub-amounts are:

1. For Bristol Bay red king, $17,129,957.23.
2. For Bering Sea and Aleutian Islands Area C. opilio and C. bairdi, $66,410,767.20;
3. For Aleutian Islands brown king, $6,380,837.19;
4. For Aleutian Islands red king, $237,588.04;
5. For Pribilof red king and Pribilof blue king, $1,571,216.35; and
6. For St. Matthew blue king, $5,668,991.10.

(e) Interest accrual from inception. Interest began accruing on each portion of the reduction loan amount on and from the date on which NMFS disbursed each such portion.

(f) Interest rate. The reduction loan’s interest rate shall be the applicable rate which the U.S. Treasury determines at the end of fiscal year 2005 plus 2 percent.

(g) Repayment term. For the purpose of determining fee rates, the reduction loan’s repayment term is 30 years from January 19, 2005, but each fee shall continue indefinitely for as long as necessary to fully repay each subamount.

(h) Reduction loan repayment. (1) The borrower shall, in accordance with §600.1012, repay the reduction loan.

(2) Fish sellers in each reduction endorsement fishery shall, in accordance with §600.1013, pay the fee at the rate applicable to each such fishery.

(3) Fish buyers in each reduction endorsement fishery shall, in accordance with §600.1013, pay the fee at the rate applicable to each such fishery’s subamount;

(4) Fish buyers in each reduction endorsement fishery shall in accordance with §600.1014, deposit and disburse, as well as keep records for and submit reports about, the fees applicable to each such fishery; except the requirements specified under paragraph (c) of this section concerning the deposit principal disbursement shall be made to NMFS not later than the 7th calendar day of each month; and the requirements specified under paragraph (e) of this section concerning annual reports which shall be submitted to NMFS by July 1 of each calendar year; and,

(5) The reduction loan is, in all other respects, subject to the provisions of §600.1012 through §600.1017.

[70 FR 54656, Sept. 16, 2005, as amended at 71 FR 27210, May 10, 2006]