

Reduction fishery means the fishery for all crab covered by the Bering Sea/Aleutian Islands King and Tanner Crabs Fishery Management Plan under all area/species endorsements that section 679.2 of the chapter defines, except the area/species endorsement for the Norton Sound fishery.

Reduction fishing history means, for each bid, the complete documented harvest of the bidder's reduction/history vessel, upon any part of which such harvest NMFS based issuance of the crab license included in the bid as a crab reduction permit, plus such fishing history, after the issuance of such crab license, of any other vessel upon which the bidder used such crab license.

Reduction fishing interest means, for each bid, the bidder's:

- (1) Reduction fishing privilege (see definition);
 - (2) Crab reduction permit;
 - (3) Non-crab reduction permit;
 - (4) Reduction fishing history (see definition); and
 - (5) Any other claim that could in any way qualify the owner, holder, or retainer of any of the reduction components, or any person claiming under such owner, holder, or retainer, for any present or future limited access system fishing license or permit in any United States fishery (including, but not limited to, any harvesting privilege or quota allocation under any present or future individual fishing quota system).
- Reduction fishing privilege* means the worldwide fishing privileges of a bid's reduction/privilege vessel (see definition).

Reduction/history vessel means the vessel or vessels which generated the reduction fishing history.

Reduction loan sub-amount means the portion of the original principal amount of reduction loan this section specifies each reduction endorsement fishery must repay with interest.

Reduction/privilege vessel means the vessel designated on a crab license on December 12, 2003.

Referendum means a referendum under this section to determine whether voters approve the fee required to repay this program's reduction loan.

Replacement vessel means a reduction/history vessel which replaced the lost or destroyed one whose reduction fishing history qualified during the general qualification period and the endorsement qualification period and, which under the exceptions in Amendment 10, qualified during the recent participation period.

(c) *Relationship to this subpart*—(1) *Provisions that apply.* The provisions of § 600.1000 through § 600.1017 of this subpart apply to this program except as

paragraph (c)(2) of this section provides; and

(2) *Provisions that do not apply.* The following sections, or portions of them, of this subpart do not apply to this program:

- (i) All of:
 - (A) Section 600.1001,
 - (B) Section 600.1002,
 - (C) Section 600.1003,
 - (D) Section 600.1004,
 - (E) Section 600.1005,
 - (F) Section 600.1006, and
 - (G) Section 600.1007,
 - (ii) The portions of § 600.1008:
 - (A) Pertaining to an implementation plan,
 - (B) Pertaining to a 60-day comment period for a proposed implementation regulation,
 - (C) Pertaining to public hearings in each State that the this program affects,
 - (D) Pertaining to basing the implementation regulation on a business plan,
 - (E) Within paragraphs (d)(1)(ii) through (viii),
 - (F) Within paragraph (d)(2)(ii),
 - (G) Within paragraph (e), and
 - (H) Within paragraph (f) and pertaining to fishing capacity reduction specifications and a subsidized program,
 - (iii) The portions of § 600.1009:
 - (A) Pertaining to fishing capacity reduction specifications,
 - (B) Within paragraph (a)(4),
 - (C) Pertaining to a reduction amendment,
 - (D) Within paragraph (a)(5)(ii), to the extent that the paragraph is inconsistent with the requirements of this section,
 - (E) Within paragraph (b)(i), and
 - (F) Pertaining to an implementation plan,
 - (iv) The portions of § 600.1010:
 - (A) Within paragraph (b),
 - (B) Pertaining to fishing capacity reduction specifications,
 - (C) Within paragraph (d)(1), and
 - (D) Within paragraphs (d)(4)(iv) through (vii),
 - (v) The portions of § 600.1011:
 - (A) That comprise the last sentence of paragraph (a),
 - (B) Within paragraph (d), and
 - (C) Within paragraph (e)(2),
 - (vi) The portions of § 600.1012:
 - (A) Within paragraph (b)(3) following the word "subpart", and
 - (B) Within paragraph (b)(3), and
 - (vii) The last sentence of § 600.1014(f).
- (d) *Reduction cost financing.* NMFS will use the proceeds of a reduction loan, authorized for this purpose, to finance 100 percent of the reduction cost. The original principal amount of the reduction loan will be the total of all

reduction payments that NMFS makes under reduction contracts. This amount shall not exceed \$100 million.

(e) *Who constitutes a bidder.* A bidder is a person or persons who is the:

- (1) Holder of record and person otherwise fully and legally entitled to offer, in the manner this section requires, the bid's crab reduction permit and the bid's non-crab reduction permit;
- (2) Reduction/privilege vessel owner, title holder of record, and person otherwise fully and legally entitled to offer, in the manner this section requires, the bid's reduction fishing privilege; and
- (3) Retainer and person otherwise fully and legally entitled to offer, in the manner this section requires, the bid's reduction fishing history.

(f) *How crab licenses determine qualifying bidders and qualifying voters*—(1) *Non-interim crab licenses.* Each person who is the record holder of a non-interim crab license endorsed for one or more reduction endorsement fisheries is both a qualifying bidder and a qualifying voter and can both bid and vote;

(2) *Interim crab licenses.* Each person who is the record holder of an interim crab license endorsed for one or more reduction endorsement fisheries is a qualifying voter but not a qualifying bidder and can vote but not bid;

(3) *Crab licenses endorsed solely for the Norton Sound Fishery.* Each person who is the record holder of any crab license endorsed solely for the Norton Sound fishery is neither a qualifying bidder nor a qualifying voter and can neither bid nor vote; and

(4) *Time at which qualifying bidders and voters must hold required crab licenses.* A qualifying bidder must be the record holder of the required crab license at the time the qualifying bidder submits its bid. A qualifying voter must be the record holder of the required crab license at the time the qualifying voter submits its referendum ballot.

(g) *Qualifying bidders and co-bidders*—(1) *Qualifying bidders bidding alone.* There is no co-bidder when a qualifying bidder owns, holds, or retains all the required components of the reduction fishing interest;

(2) *Qualifying bidders bidding together with co-bidders.* When a qualifying bidder does not own the reduction/privilege vessel, the person who does may be the qualifying bidder's co-bidder; and

(3) *Minimum reduction components that qualifying bidders must hold or retain when bidding with co-bidders.* At a minimum, a qualifying bidder must hold the crab reduction permit and the non-crab reduction permit and retain