Fisheries Subsidies Video Series: Overcapacity and Overfishing



International Institute for Sustainable Development



<u>Key decision 1</u>: Which prohibition or qualitative restrictions should apply to fisheries subsidies?

Options :

Prohibition of subsidies that contribute to <u>overcapacity and overfishing</u>

What subsidies are prohibited?

- All subsidies
- Subsidies for operational and capital costs

Under what circumstances?

- When provided to large-scale industrial fishing
- When the rate of fishing or the capacity of the fleet is beyond sustainable levels (unless *effective* management in place)
- Except when fisheries management is in place
- Prohibition for subsidies to fishing in areas beyond national jurisdiction
 - Only subsidies "contingent or tied to" fishing in ABNJ or "for" fishing in ABNJ; or more broadly any subsidy "to" vessels or operators fishing in ABNJ.
 - Geographical limits (high seas, RFMO/A, EEZ of third countries)
- Prohibition of subsidies to re-flagged vessels

<u>Key decision 2</u>: Should the agreement include quantitative as well as qualitative restrictions on subsidies? If so, how should these be designed?

- Options : Tiers of Members by level of capture, with different rules for each tier:
 - Tier 1: Negotiated individual caps and reduction commitments (default cap in specific cases)
 - Tier 2: Default cap or negotiated cap. No reduction commitment.
 - Tier 3: No cap or reduction commitment.
 - Caps according to % of (a) the total level of subsidization, or (b) level of capture, or (c) global average x number of fisherman; negotiated reductions.
 - Caps (and resulting reductions) according to % of value of marine capture, across four tiers of Members.
 - Caps (and resulting reductions) according to a common formula, with higher reduction percentages for higher portions of a total subsidy amount.

<u>Key decision 3</u>: Should the discipline contain a "Green Box" of allowable subsidies? If so, what should its contours be?

Options : • Should it exempt subsidies from qualitative or quantitative rules, or both?

- Should it be conditional or restricted in some way?
- Which elements should it cover?
 - Fisheries management, R&D
 - Reduction of fishing capacity
 - Subsidies to small-scale fishing
 - Health and safety
 - Others?

Key decision 4: What special and differential treatment would be appropriate and effective?

- Options : Longer timeframes for implementation of rules
 - Technical assistance and capacity building
 - Exceptions for subsidies to fishing in geographic areas (territorial sea, EEZ)
 - Exceptions for subsidies to small-scale fishing
 - Differentiated commitments based on development status
 - Objective criteria and thresholds to deal with differentiation