# Business and Regulatory Impact Assessment (February 2016)

#### Title of Proposal

The Salmon Carcass Tagging (Scotland) Regulations 2016

#### Purpose and intended effect

#### Background

The purpose of this legislation is to progress the powers conferred by section 21A of the Salmon and Freshwater Fisheries (Consolidation) (Scotland) Act 2003 (introduced by the Aquaculture and Fisheries (Scotland) Act 2013), to create a statutory carcass tagging scheme in Scotland.

#### • Objective

The policy intention is to :

- diminish the availability of illegally caught wild salmon to the commercial market through the introduction of a mandatory uniquely numbered carcass tagging scheme.
- protect those companies operating legitimately in a commercial market.
- improve statistical data and to provide an additional layer of audit to the catch data currently provided to Marine Scotland.

#### • Rationale for Government intervention

Building on the success of the voluntary scheme currently in operation by members of the Salmon Net Fishing Association of Scotland (SNFAS), to place on a statutory basis the need for the tagging of wild salmon caught in Scotland which is to be sold or offered for sale. This will make it clear that any untagged fish would not be marketable and that any untagged fish being made available for sale had been illegally taken. While it is already an offence to sell or attempt to sell fish caught by rod and line in Scotland, this measure will provide a further disincentive for those who look to work around the existing legal framework.

# Consultation

#### • Within Government

As part of the detailed consultation undertaken in late 2012/early 2013 that

informed the development of the Aquaculture and Fisheries (Scotland) Act 2013 and also throughout the Scottish Parliament's detailed consideration of the draft provisions, a significant amount of public engagement and consultation took place around the introduction and benefits of a carcass tagging scheme, as well as the impact of the schemes currently in operation in other parts of the UK.

Over the past 9 months the Scottish Government has conducted a series of <u>linked consultations</u> specifically around licensing proposals for the killing of wild salmon, a component of which would be a carcass tagging scheme.

These consultations identified a range of key stakeholder concerns; perhaps the most common theme has been the request for a straightforward, clear and consistent system which can be effectively managed with minimal additional bureaucracy and cost. Scottish Ministers have listened to, and acted upon, these concerns while still retaining the fundamental principle that any killing of wild salmon - a protected species – is sustainable and does not present a threat to vulnerable stocks. - <u>http://www.gov.scot/Topics/marine/Salmon-Trout-</u>Coarse/fishreform/licence

Following the conclusion of the 28 day consultation period on the advertised revised proposals on 1 October 2015 and analysis of responses Ministers announced their intention to proceed with the Salmon Carcass Tagging Regulations and the proposal taken forward under the Conservation of Salmon (Scotland) Regulations 2016 to prohibit the retention of Atlantic salmon in coastal waters and specified areas of inland water.

#### **Public Consultation**

See above. During the passage of the Bill there was broad support among wild fisheries stakeholders for a carcass tagging scheme although opinion was often divided over how the scheme should operate and for what purpose. As a consequence, the provisions were drafted in such a way as to provide flexibility for Ministers to determine the detail of the scheme through secondary legislation.

#### Business

The prohibition on retaining Atlantic salmon caught within coastal waters as provided for in the Conservation of Salmon (Scotland) Regulations 2016 means that the proposed carcass tagging scheme is particular to inriver commercial netting activities (above estuary limits) under the new framework and as such is arguably only relevant to a narrow and very specific group of stakeholders, all of whom have, as previously noted, contributed indirectly and directly to the development of the Consultation papers, the draft Scottish statutory Instrument and the draft Regulatory Impact Assessment. Discussions continue with those who would be impacted by the introduction of the legislation, and those who would have responsibility for enforcement. In addition, discussions have taken place with the main representative bodies - the Salmon Net Fishing Association of Scotland (SNFAS) and the Association of Salmon Fishery Boards (ASFB)

#### Options

# Option 1: Do Nothing

Under this option, Ministers would not be progressing the powers secured during the passage of the Aquaculture and Fisheries (Scotland) Act 2013. It is anticipated that the existing voluntary scheme would have continued to remain in operation if the scheme were not introduced.

# Option 2: A Scotland wide unnumbered carcass tagging scheme for all wild salmon caught in Scotland for the purpose of selling.

This would have, to all intent and purposes, placed the existing voluntary scheme currently operated by around 90% of nets-men in Scotland and the Tweed district on a statutory basis. While that would have looked to encompass all wild salmon caught in Scotland for the purpose of selling, it is likely that those nets-men not currently operating the scheme are also not working on a commercial basis.

Option 3: A Scotland wide numbered carcass tagging scheme (with the identifiable salmon fishery) for all wild salmon caught in Scotland for the purpose of selling.

With the same basis for option two, but with the added benefit of a tag with a unique number and the name of the salmon fishery which must remain attached until the fish is processed, thus meeting and fulfilling the three identified policy objectives.

#### • Sectors and groups affected

All those who fish for wild salmon, other than by rod and line, in Scotland.

#### • Benefits

#### **Option 1: Do Nothing**

With no change, the current voluntary scheme would have continued to be in place and in operation, while the concerns around illegally caught salmon being made available on a commercial basis would continue to be addressed through existing enforcement powers. This would likely raise concerns from the Rural Affairs and Climate Change Committee and from a number of stakeholders both of whom made significant comments on the shape and focus of any scheme being developed. It would also question the original motivation for the powers to be included within the Act. Moreover there remains a perception that a significant number of illegally caught salmon are entering the commercial market through a variety of sources and that in response the Scottish Government will take

appropriate additional action for the benefit of legitimate industry, the seller and the consumer

# Option 2: A Scotland wide unnumbered carcass tagging scheme for all wild salmon caught in Scotland for the purpose of selling.

The current voluntary scheme has been designed to augment the commercial value of legally wild caught salmon by providing the provenance of the catch, both in terms of country and fishery. However it does not look at present to address the availability of illegally caught salmon to the commercial market which looks to undermine the quality and commerciality of legally caught salmon. It is already illegal to sell a salmon caught by rod and line or to be in possession of salmon and believe (or in circumstances where it would be reasonable to believe) that an offence had been committed. This could apply in the context of a potential consumer or a nets-men with direct access to the commercial market.

Placing the voluntary unnumbered carcass tagging scheme on a statutory basis would have demonstrable added value to the existing voluntary tagging schemes operating in Scotland and the Tweed district. However it would not go so far as to enable the clearer and concise rationalisation of catch statistics with the number of fish that currently make their way to market.

# Option 3

Building on option 2 the addition of a numbered tag on the fish would help to address the problem of illegal taking of salmon above estuary limits which is an acknowledged threat to the conservation and management of Atlantic salmon. It would also act as a further deterrent on the back of existing legislation for anyone who might be looking to push illegally caught wild salmon through the commercial market. Moreover those covered by the scheme would need to maintain records which would need to be rationalised with end year catch statistics provided to Marine Scotland. Such a process will address any perceptions that illegally caught salmon can be and in some instances are being processed through legitimate commercial companies. The addition of a unique identification number has some potential additional commercial value, provides increased confidence with the seller and purchaser, and proves the authenticity of the product.

#### Costs

# Option 1

There are no financial costs with regard to option 1. However Ministers have made a commitment that a scheme would be in place for the 2016 season.

# Option 2

There are no financial costs associated with Option 2. Any costs

associated with the production of the tags and the detail required (with the fishery clearly identified) and the central administration would be met by the Scottish Government. It is estimated that the total cost for the production of the tags would be in the region of £1200 pounds (2400 fish x 50p - figures from 2014 catch stats). There is no intention to recoup the costs from the industry.

### Option 3

As with two but with the addition of the unique number.

Every effort is being made to reconcile the record keeping requirements of the carcass tagging scheme with the existing legislative requirements to collect salmon and sea trout fishery statistics and where possible the purpose of the powers available through the Conservation of Salmon (Collection of Statistics) (Scotland) Regulations 2006 which some District Salmon Fishery Boards have applied to collect data on a number of species. At this stage, the anticipated additional resource costs to the businesses associated with the placing of uniquely numbered tags and associated record keeping are considered to be low.

It is not anticipated that any additional labour costs incurred would be passed on to the consumer.

#### Scottish Firms Impact Test

Detail the results of your face-to-face interviews.\*

Association of Salmon Fishery Boards

The Salmon Net Fishing Association of Scotland

- Competition Assessment Detail the results of your competition assessment\*
- Test run of business forms How are you going to test run any new business forms?\*

#### Legal Aid Impact Test

There are no legal aid implications associated with this legislation.

#### Enforcement, sanctions and monitoring

Enforcement will be through the powers in the 2003 Act. The requirement to maintain and submit records will contribute towards ascertaining whether the regulations are being complied with. Failure to comply with the regulations is an offence under section 21A(4) of the 2003 Act. A person who is found guilty of such an offence is liable, on summary conviction, of a fine up to level 4 on the standard scale.

Implementation	and	delivery	plan
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The Regulations will come into force on 31<sup>st</sup> March 2016, providing a sufficient lead in time for the production of the tags, and to ensure the appropriate administrative procedures have been put in place.

#### • Post-implementation review

It is envisaged that the scheme will be reviewed on an annual basis.

Summary and recommendation

In summary the progression to a statutory numbered carcass tagging scheme.

#### Summary costs and benefits table Table outlining costs & benefits of each option considered\*

#### Declaration and publication

I have read the impact assessment and I am satisfied that, given the available evidence, it represents a reasonable view of the likely costs, benefits and impact of the leading options. I am satisfied that the business impact has been assessed with the support of impacted stakeholders in Scotland.

Signed:

Date:

Minister's name, title etc Dr Aileen McLeod, Minister for Environment, Climate Change and Land Reform

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