

US fishing and seafood industries saw broad declines last summer due to COVID-19

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Credit: NOAA Headquarters

While losses vary by sector, by region and by industry, data and information from this report may help businesses and communities assess losses and inform long-term recovery and resilience strategies.



According to analysts, COVID-19 protective measures instituted in March across the United States and globe contributed to an almost-immediate impact on <u>seafood</u> sector sales. There was a strong start to the year, with a 3 percent increase in commercial fish landings revenue in January and February. However, revenues declined each month from a 19 percent decrease in March to a 45 percent decrease by July. This translates to a 29 percent decrease across those 7 months, as compared to 5-year averages and adjusted for inflation.

Restaurant closures, social distancing protocols, and other safety measures also contributed to losses in other sectors of the seafood economy. By the end of second quarter 2020, 78 percent of aquaculture, aquaponics, and allied businesses reported COVID-19 impacts with 74 percent experiencing lost sales. The analysis noted outdoor seating at restaurants in warm months and a pivot to direct delivery at some supermarkets provided an outlet for some aquaculture sales. Also, the recreational charter/for-hire fishing industry was completely shut down in the spring with some phased reopenings in the early summer. The new analysis contains regional snapshots to help industries understand local impacts to key fisheries.

"In the coming months and years, scientists and economists will work to obtain a more complete picture of COVID-19's impact on U.S. seafood and the Blue Economy. It is our hope that this <u>initial analysis</u> provides a foundation that the industry researchers and planners can draw upon as they plan for the future," said NOAA Fisheries Assistant Administrator Chris Oliver.

On the trade front, international markets were negatively affected by disruptions in harvesting, processing and shipping. U.S. seafood exports declined 18 percent in value in the January to June period, when compared to the past five years. Fresh product exports experienced steeper declines when compared to frozen product exports. The value of



seafood imports into the United States declined 4 percent in value in this period. These declines were offset by U.S. consumer demand for tuna imports (canned and in pouches), which increased 25 percent in this 6-month period, peaking to 49 percent in June.

The report notes that some U.S. industry losses may be offset by the infusion of emergency federal relief funding. In May, NOAA allocated \$300 million in fisheries aid to states, territories, and tribes as part of the Coronavirus Aid, Relief, and Economic Security (CARES) Act. They, with the help of interstate commissions, are distributing these muchneeded funds to eligible fishery participants. Furthermore, in September, the Secretary of Agriculture made \$530 million available through the Seafood Trade Relief Program to support fishermen and industries impacted by retaliatory tariffs from foreign governments.

"NOAA Fisheries stands with our fishermen, seafood industries, and coastal communities who have suffered great economic hardship this year due to COVID-19," added Oliver. "The United States is a global leader in sustainable, world class fisheries. Our goal is to help all those up and down the U.S. seafood supply chain rebound, recover and strengthen resilience as we plan strong returns to sea in 2021 and beyond."

More information: <u>www.fisheries.noaa.gov/resourc ... ood-and-</u>recreational

Provided by NOAA Headquarters

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