

A stylized, light green graphic of a tree or plant branch is positioned on the left side of the slide. It features a curved trunk and a single, rounded leaf-like shape at the top.

Pacific Forest and Watershed Lands Stewardship Council

PUBLIC SESSION **Meeting of the** **Board of Directors**

Via Live Webcast

July 27, 2022



Welcome and Call to Order

- Welcome
- Call to Order
- Review Zoom tutorial



Zoom Tutorial

Helpful tips:

- All attendees will be muted until they are called upon to speak
- Please use “raise hand” feature if you wish to speak
- Please use headset if possible to reduce feedback
- Please be respectful in your comments. **Absolutely no offensive or foul language will be tolerated.**
- Please be sure your computer/phone are fully charged



Introductions and Overview

- Introductions
- Conflict of Interest Disclosure
- Public Comment
- Consent Agenda
- Committee Reports and Requested Actions
- Public Comment
- Board Member Announcements
- Adjourn Meeting



Board Member Roll Call



Public Comment



Consent Agenda

Action:

- Adoption of the minutes of the April 6, 2022 board of directors meeting
- Approval of a change in the principal office for the transaction of business of the Stewardship Council from 3300 Douglas Blvd. Ste. 250; Roseville, CA to the following location:
8863 Greenback Lane #326
Orangevale, CA 95662

Fiduciary Committee



Fiduciary Committee

Oversees and makes recommendations regarding legal, financial, and other business matters

- Ensures compliance
- Ensures sound business practices



Fiduciary Committee

- Report from Fiduciary Committee
 - a. Financial Update



2021 Budget to Actual

2021 YTD	Actual Exp 12/31/21	Budgeted
TOTAL GENERAL AND ADMINISTRATIVE EXPENSES	\$ 888,277	\$ 957,300
TOTAL CONTRACTUAL EXPENSES	\$ 321,626	\$ 472,150
TOTAL PROGRAM EXPENSES	\$ 4,980,811	\$ 8,516,743
TOTAL EXPENSES	\$ 6,190,714	\$ 9,946,193



Budget to Actual Through May 2022

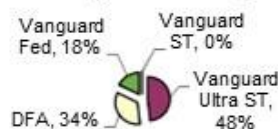
EXPENSE THROUGH MAY 2022	Actual Exp 5/31/22	Budgeted
TOTAL GENERAL AND ADMINISTRATIVE EXPENSES	\$ 288,771	\$ 423,815
TOTAL CONTRACTUAL EXPENSES	\$ 164,175	\$ 210,042
TOTAL PROGRAM EXPENSES	\$ 946,480	\$ 3,533,410
UNCATEGORIZED EXPENSES	\$ 159,538	
TOTAL EXPENSES	\$ 1,558,963	\$ 4,167,267

**Stewardship Council
Investment Flash Report
As of June 30, 2022**

	Market Value 6/30/22 \$	Allocation 6/30/22 %	Expense Ratio (%)	% Return Last 3 Mos	% Return ytd 2022	% Return Last 158 Mo	% Return 12/08-6/22	% Yield 7/22/22	Duration (years)
Stewardship Council (Total net)	13,161,363	100.0	0.11	-0.3	-1.4	16.1	17.4	2.3	0.8
Vanguard ST Bond Index Fd Adm (net)	0	0.0	0.07						
Barclays 1-5 year Government/Credit									
Vanguard Ultra ST Bd Fd Adm (net)	6,349,362	48.2	0.10	-0.1	-1.1			2.9	0.9
DFA One-Year Fixed Income Inst (net)	4,468,676	34.0	0.13	-0.2	-1.5			2.0	0.9
Vanguard Federal Money Market (net)	2,343,326	17.8	0.11	0.2	0.2			1.5	0.1

Yield for DFA One-Year Fixed Income as of 6/30/22

Investment Manager allocation (6/30/22)



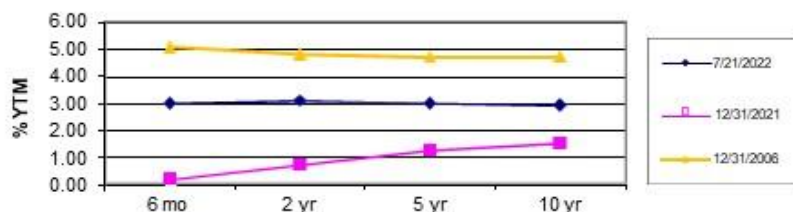
Definition of "Yield Curve" from investopedia.com:

A line that plots the interest rates, at a set point in time, of bonds having equal credit quality but differing maturity dates

Definition of "Yield Spread" from Barron's Dictionary of Finance and Investment Terms:

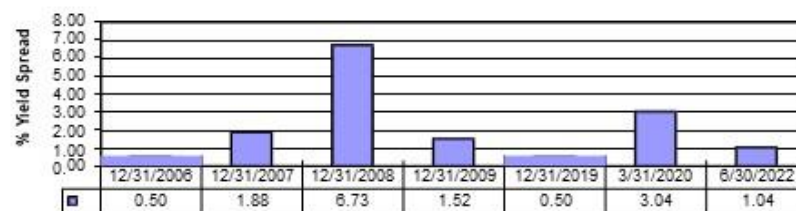
The difference in yield between various issues of securities. In comparing bonds it usually refers to issues of different credit quality.

U. S. Treasury Yield Curves



Data source: U. S. Treasury

Yield Spread to Governments (of the Merrill Lynch 1-3 yr Corporate Bond Index)



Data source: Merrill Lynch



Berla Investment Consulting Presentation

Stewardship Council US Treasury Purchases Berla Investment Consulting – July 2022

Face Value In millions (\$)	Investment - Maturity	Approximate Current Yield (to maturity) (%)
3.5	US Treasury Bill – October 2022	2.5
2.0	US Treasury Bill – January 2023	3.0
2.0	US Treasury Bill – July 2023	3.0
1.0	US Treasury Note – November 2023	3.0

Approximately \$5MM remaining in the Vanguard Federal Money Market fund for current expenditures

Audit Committee



Audit Committee

- 2021 Audit Report

Board Development and Dissolution Planning Committee



Board Development and Dissolution Planning Committee

ACTION:

The Board approves the Stewardship Council's Updated Strategic Plan 2022 through Dissolution



Board Development and Dissolution Planning Committee

ACTION:

The Board approves the dissolution of the Stewardship Council and preparation of a Plan of Dissolution upon submission of the 851 Advice Letter Filing for the final donated transaction



Land Conservation Program



Purchase and Acquisition Agreement Deadline

POSSIBLE ACTION: That the Board rescind the fee title donation recommendation for any transaction that does not have a Purchase and Acquisition Agreement signed by all parties. The donation for CAL FIRE at the Pit River and Tunnel Reservoir planning unit does not have a signed PAA

Purchase and Acquisition Agreement Deadline

ACTION: Conflict of interest findings

The Board confirms that it in good faith agrees that:

- The Council will take the proposed Action for its own benefit
- The proposed Action is fair and reasonable to the Council
- After reasonable investigation, that the Council could not have obtained a more advantageous arrangement with reasonable effort under the circumstances



Pines to Mines Trail Enhancement Grant

ACTION to be requested: The Stewardship Council Board awards an Enhancement Grant for \$275,000 to Bear Yuba Land Trust for the Pines to Mines Trail project



Pines to Mines Trail Enhancement Grant

- Realign trail to new bridge and avoid crawl under penstock
- \$275,000
- Feasibility completed





Pines to Mines Trail Enhancement Grant

ACTION: The Stewardship Council Board awards an Enhancement Grant for \$275,000 to Bear Yuba Land Trust for the Pines to Mines Trail project



Transaction Status

Summary	Total Land Transactions	Escrow Closed/Conservation Easement Recorded	In Process
Total Land Transactions	96	76	20
Total Acres	140,537	68,756	71,781
Acres of Donated Lands	38,411	22,056	16,355
Donated Transactions	40	34	6
Acres of Land Retained by PG&E	102,144	46,700	55,426
Retained Transactions	56	42	14



Recent Closings

Transaction	Fee Title/CE Holder	Acres
New Fall River Mills	PRT/SLT	1,826
Eel River	PG&E/MLT	5,660
Bear River BYLT	CAL FIRE/BYLT	267
Cow Creek	CAL FIRE/SLT	2,246
NF Mokelumne River	PG&E/MLLT	2,351



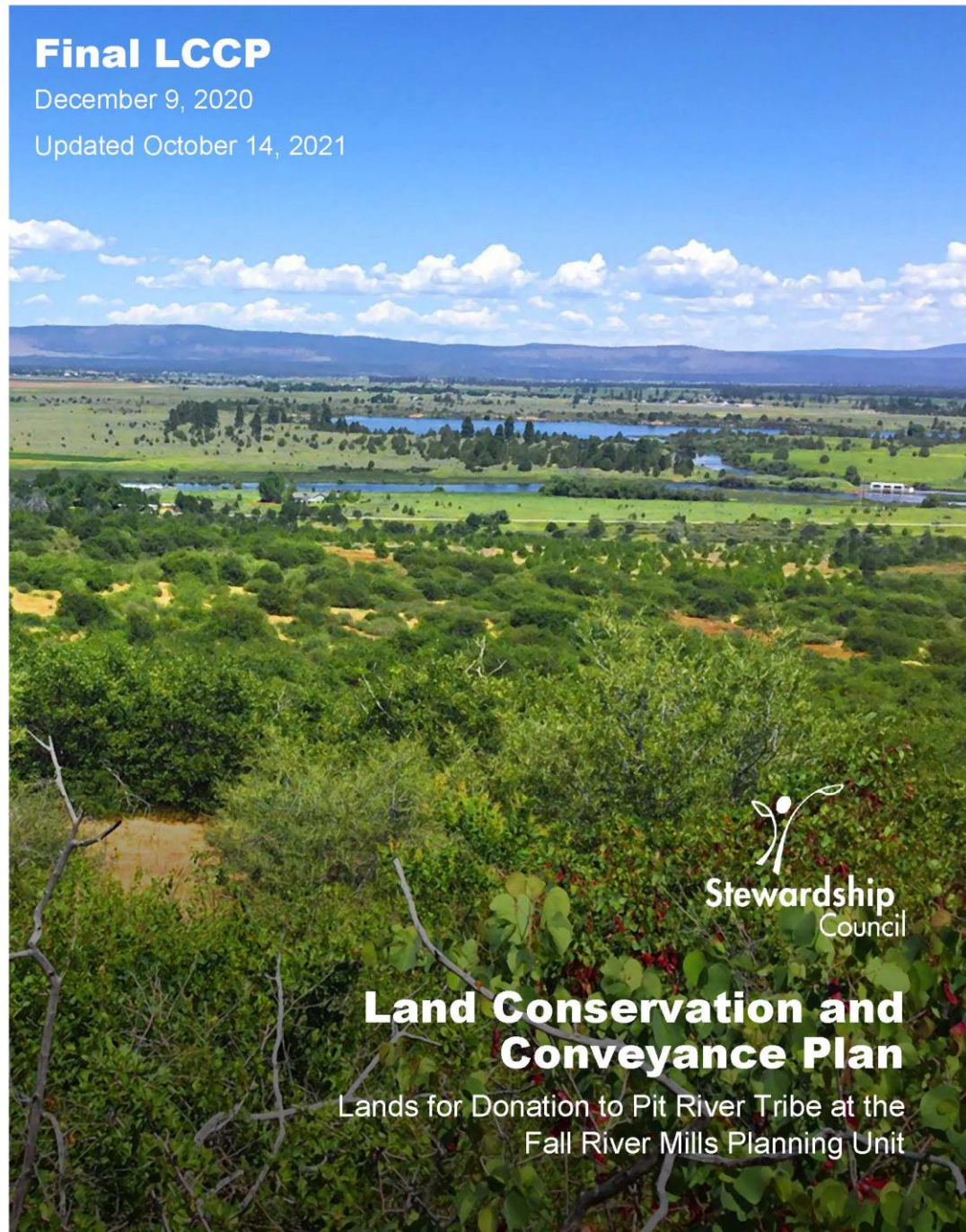
New Fall River Mills

Donation to Pit River Tribe
Shasta Land Trust
CE holder

Final LCCP

December 9, 2020

Updated October 14, 2021



Land Conservation and Conveyance Plan

Lands for Donation to Pit River Tribe at the
Fall River Mills Planning Unit



Eel River

Retained by PG&E
Mendocino Land Trust
CE holder

Updated Final LCCP

March 15, 2017

Updated May 26, 2021



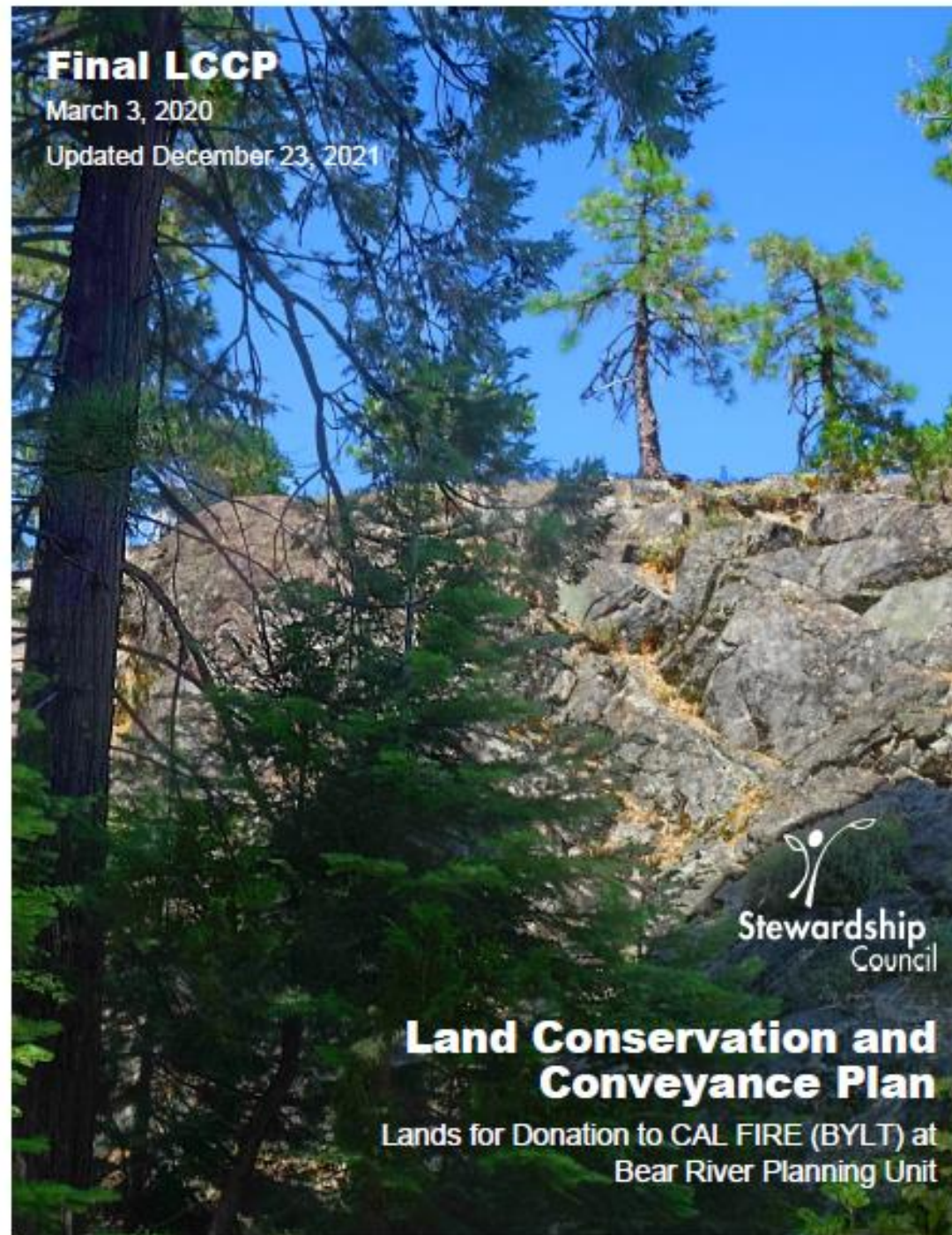
Land Conservation and Conveyance Plan

PG&E Retained Lands at Eel River Planning Unit



Bear River

Donation to Cal Fire
Bear-Yuba Land Trust
CE holder





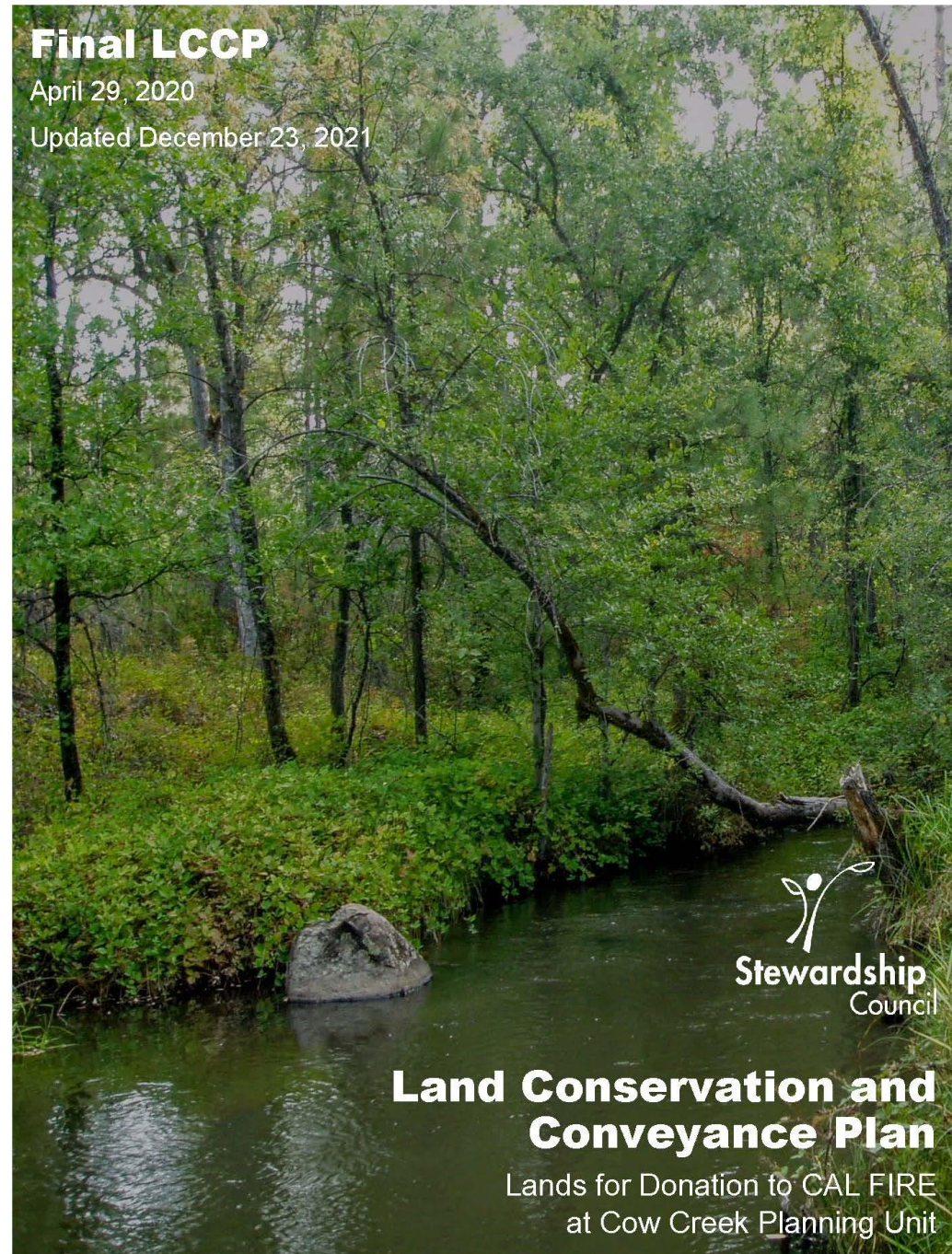
Cow Creek

Donation to CAL FIRE
Shasta Land Trust
CE holder

Final LCCP

April 29, 2020

Updated December 23, 2021



Land Conservation and Conveyance Plan

Lands for Donation to CAL FIRE
at Cow Creek Planning Unit

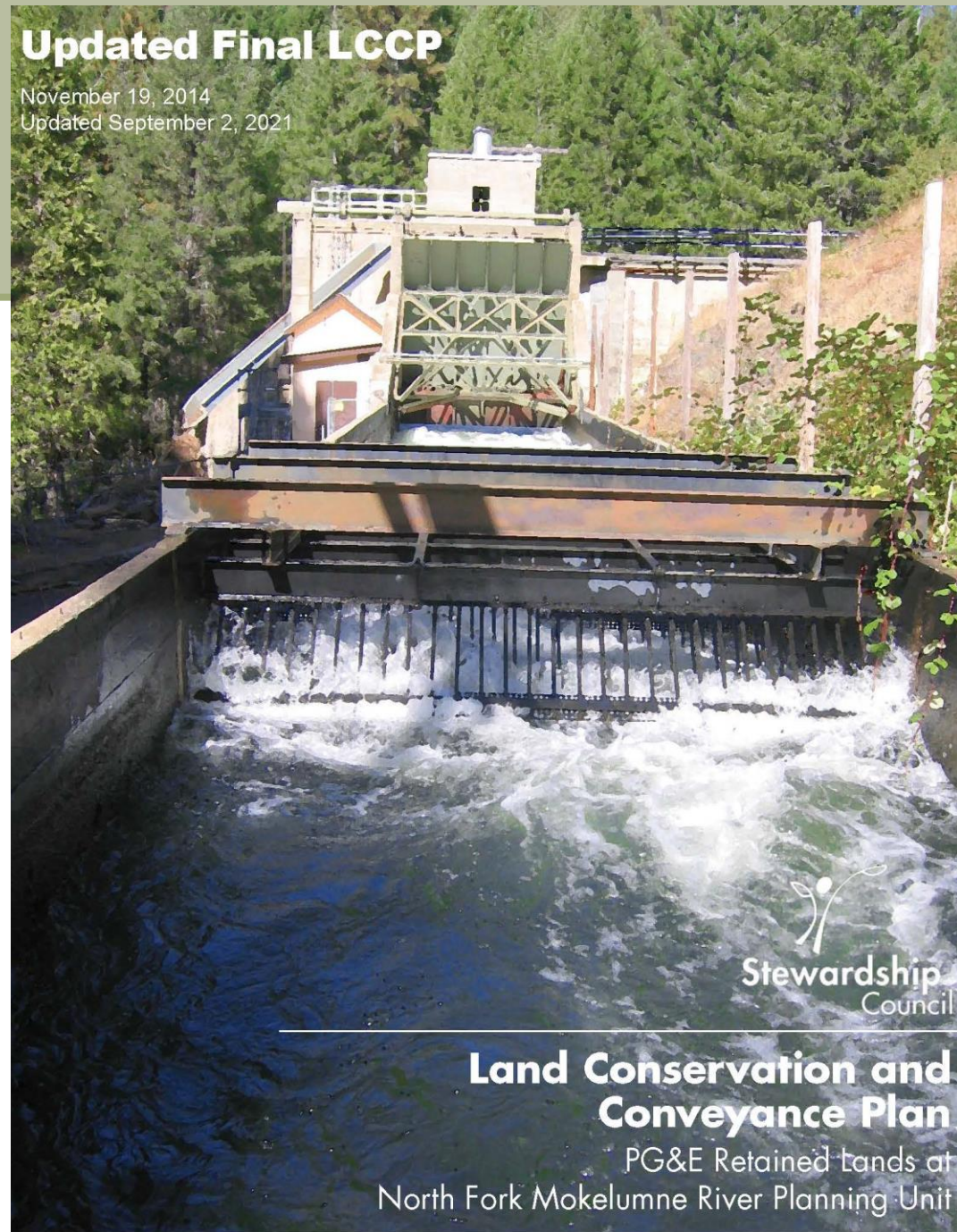


North Fork Mokelumne River

Retained by PG&E
Mother Lode Land Trust
CE holder

Updated Final LCCP

November 19, 2014
Updated September 2, 2021



Land Conservation and Conveyance Plan

PG&E Retained Lands at
North Fork Mokelumne River Planning Unit



Sky Mountain Tour







Public Comment and Announcements

- Final public comment
- Board member announcements
- Adjournment