

# **Biannual Report to the California Public Utilities Commission**

August 2021

**Pacific Forest and Watershed  
Lands Stewardship Council**



# Pacific Forest and Watershed Lands Stewardship Council

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## Background and Mission

The Stewardship Council was formed as the result of a PG&E Settlement Agreement (D.03-12-035) with the California Public Utilities Commission (“CPUC”) in 2003 and the Stipulation Resolving Issues Regarding the Land Conservation Commitment (“Stipulation”). The Stewardship Council’s mission is to protect and enhance watershed lands and uses and invest in efforts to improve the lives of young Californians through connections with the outdoors.

As part of the 2003 PG&E Settlement Agreement and Stipulation, a Land Conservation Commitment was established to permanently protect PG&E watershed lands (“Watershed Lands”). Located across more than 20 counties, the land encompasses some of California's most beautiful wilderness landscapes. The parcels, almost 1,000 in total, stretch from Shasta County in the north to Kern County in the south, and from the Sierra Nevada and Cascade ranges in the east to the Eel River watershed in Mendocino and Lake Counties in the west. For purposes of implementing the Land Conservation Commitment, the Stewardship Council grouped the parcels into 47 planning units.

The Settlement Agreement establishes that 140,000 acres of PG&E’s Watershed Lands will be conserved in perpetuity for outdoor recreation, sustainable forestry, agriculture, natural resource protection, open space preservation, and protection of historic and cultural resources. The permanent protection, preservation, and enhancement of these Beneficial Public Values (“BPVs”) is achieved through the donation of a portion of the Watershed Lands to qualified entities, establishment and funding of conservation easements on the Watershed Lands, promotion of new collaborative partnerships, and grant funding of a variety of enhancement projects.

The Settlement Agreement required PG&E to establish the Stewardship Council and provide \$100 million toward land conservation and youth engagement; \$70 million for the land conservation program and \$30 million for a program to connect underserved youth to the outdoors. PG&E was authorized to recover these costs through retail rates. As of December 31, 2020, the Stewardship Council had approximately \$23 million in remaining assets, which are invested in conservative financial instruments and almost entirely allocated or restricted for specific purposes to implement our work.

## Update on Implementation of PG&E’s Land Conservation Commitment

With Board approval completed in 2020 for all of the Land Conservation and Conveyance Plans (“LCCPs”) the Stewardship Council has focused efforts on completing transaction documents, supporting the regulatory approval process, and closing escrow. So far as of the end of August 2021 five transaction agreements have been signed, five advice letters have been submitted to the CPUC for approval, one has been submitted to the Federal Energy Regulatory Commission (FERC) for approval, and three transactions have closed escrow. 32 transactions remain to close escrow and of these, 25 transactions still require finalization and regulatory submittal. The

Board continues to review the timeline for the completion of all land donation and conservation easement transactions and forecasted expenditures of the \$70 million which was provided for the land conservation program. The timeline includes dates for completion of specific deliverables, including anticipated regulatory approvals and dates of anticipated escrow closings for the 32 remaining land transactions. The transaction schedule anticipates final completion of all land transactions in 2023, however the schedule can vary. The transaction schedule will influence enhancement project projections, grant funding release dates and totals, and budget projections through mission completion and dissolution of the Stewardship Council.

In prior years the Stewardship Council's Biannual Reports to the CPUC have provided extensive background information and detail about our work. This August 2021 report provides an update since the February 2021 report on the progress to date to oversee and implement the Land Conservation Commitment. At the end of this report are seven exhibits that provide additional detail about topics addressed in this report.

### ***Land Conservation and Conveyance Plans Adopted by the Stewardship Council***

As of December 2020, the Board approved all 96 LCCPs for conservation easement or conservation covenant transactions, including all proposed land donations. The LCCPs describe how the proposed transactions satisfy the requirements of the Settlement Agreement and Stipulation. After the Board approves a LCCP, PG&E prepares formal documents to submit for regulatory approval from the CPUC for all transactions, and from FERC generally only for PG&E retained properties.

The 40 donated properties total approximately 38,697 acres and the 56 properties retained by PG&E total approximately 102,114 acres. For additional information see *Exhibit 1 Transaction Status and Acreages*.

### ***PG&E's Regulatory Filings***

As of August 1, 2021, PG&E filed 37 applications with FERC for approval of conservation easements, and FERC has approved 35 of those applications. Since the beginning of the year one application has been filed with FERC – the Lower-Drum Folsom project. PG&E has filed 72 advice letters with the CPUC for approval of conservation easements, conservation covenants, and fee donation transactions, therefore 24 more filings are anticipated. Since the February 2021 Biannual Report, five advice letters were filed with the CPUC, and the CPUC has approved four – Hat Creek #1 donation to the Pit River Tribe, Lake Almanor Cemetery donation to Maidu Summit Consortium, Eel River retained by PG&E, and Lower Drum-Folsom retained by PG&E. The one currently under review by the CPUC is Lake Britton donation to California State Parks. The next advice letters anticipated to be submitted to the CPUC by PG&E include:

- Bass Lake PG&E retained
- Fall River Mills donation to the Pit River Tribe

- North Fork Mokelumne River PG&E retained
- Lake Britton/Hat Creek #2 donation to the Pit River Tribe, and
- Pit River donation to the University of California.

PG&E will submit additional advice letters for the remaining 24 transactions to the CPUC, and there are 14 remaining transactions for PG&E to submit to FERC for approval to effectuate the conservation easement transactions.

### ***Completed Land Transactions***

Since our February report, three transactions closed escrow – Lake Almanor Maidu Wetlands donation to the Maidu Summit Consortium, and the Lake Britton donation to the USFS, and Fall River Valley retained property. The Maidu Wetlands property provides opportunities for healing and practice of traditional ecological knowledge on the shores of Lake Almanor. The land now underlying Lake Almanor, known as Big Meadow, is part of the ancestral territory of the Maidu people where entire villages once stood. The Lake Britton USFS donation consists of parcels adjacent to larger Lassen National Forest lands which are managed for public use and protection of natural resources. As of August 2021, a total of 64 transactions have closed escrow, out of a total of 96, totaling 51,171 acres. *Exhibit 1 Transaction Status and Acreages* details each transaction that has closed, as well as those transactions that have been approved by the Board and are still in process toward finalization.

**Completed PG&E Retained Lands.** When escrow closes the conservation easements are recorded, and so far on retained properties easements have been completed for 37 properties totaling approximately 35,428 acres at the following planning units: Doyle Springs, Kern River, Narrows, Middle Fork Stanislaus, Lower Bear, Iron Canyon Reservoir, Fordyce, Merced River, Lower Drum, Kilarc, Wishon Reservoir, Lake Spaulding, Blue Lakes, McArthur Swamp, Chili Bar, Mountain Meadows, Lake McCloud, Willow Creek, Kerckhoff Lake, Lyons Reservoir, Cow Creek, Battle Creek, Kings River, Manzanita Lake, Butte Creek, Philbrook Reservoir, Auberry, Butt Valley Reservoir, Fall River Valley and North Fork Feather River.

**Completed Donated Lands.** Fee title has been conveyed for 27 land donations encompassing approximately 15,743 acres, with completed conservation easements or conservation covenants. PG&E has transferred fee title of lands to the following organizations: University of California, Tuolumne County, Placer County, the Auburn Area Recreation and Park District, the Fall River Valley Community Services District, the Potter Valley Tribe, Maidu Summit Consortium, CAL FIRE, Madera County, San Joaquin County Office of Education, and the Fall River Resource Conservation District (RCD). For lands conveyed to the USFS with concurrent recordation of conservation covenants, planning units include Lake Britton, Battle Creek, Deer Creek, Wishon Reservoir, North Fork Mokelumne River, Lower Bear Area, Blue Lakes, Fordyce (White Rock) Lake, and Lyons Reservoir.

### ***Conservation Easements and Conservation Covenants***

The BPVs associated with PG&E's Watershed Lands will be protected in perpetuity by conservation easements, or in the case of lands donated to the USFS, by conservation

covenants held by the Sierra Nevada Conservancy. The conservation easement and conservation covenant holders will monitor ongoing uses of the lands on a regular basis to ensure compliance with the conservation easement or covenant terms and can take enforcement action if appropriate. See *Exhibit 2* for a map of Conservation Easement and Conservation Covenant Holders. The Stewardship Council is providing funding to the conservation easement and conservation covenant holders to fund the long-term cost of monitoring, easement administration, and legal defense and enforcement of the easements.

The conservation easements are held by non-profit organizations (primarily local land trusts) and public agencies with expertise and experience holding conservation easements. The Board has approved all 86 conservation easements and ten conservation covenants for the Watershed Lands.

The Sierra Nevada Conservancy will hold the conservation covenants over approximately 4,529 acres donated to the USFS. Fee title to nine of the ten properties that will be donated to the USFS have already been transferred, along with the conveyance of conservation covenants.

### ***Parcels Not Being Encumbered by a Conservation Easement***

The PG&E Settlement Agreement and Stipulation contemplated the possibility that some parcels of Watershed Lands would not have a significant public interest value and not need to be protected by a conservation easement.<sup>1</sup> The Stewardship Council developed a robust process for evaluating the public interest value of each of the candidate parcels. The process consists of: (1) the establishment and application of a set of considerations for evaluating the public interest value of each parcel, focusing on the BPVs associated with the parcels; (2) the assessment of the physical condition of each parcel through review of existing information, satellite imagery, and site visits; (3) consultation with the entity that would hold any conservation easement established on the subject parcel; and (4) the review of applicable databases with historical information pertaining to biological and cultural resources that may be present on or in the immediate vicinity of each parcel.

As previously reported the Board made findings that approximately 115 acres in 35 separate parcels (detailed in *Exhibit 4*) do not have significant public interest value (NSPIV) and therefore will not be protected by a conservation easement. The most recent NSPIV finding occurred at the December 9, 2020 Board meeting, for eight acres within the Bear River planning unit, after having been reviewed and approved for recommendation by the NSPIV work group.

For additional information, please see *Exhibit 3, No Significant Public Interest Value Findings*.

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<sup>1</sup> I.02-04-026, Appendix E, at 38; Stipulation Resolving Issues Regarding the Land Conservation Commitment.

## ***Stewardship Council Board Recommendations for Fee Title Donations***

In June 2019, the Stewardship Council Board made its final recommendations for which entities would hold fee title and which land trusts would hold the conservation easements. Initially, the Board selected a diverse set of entities to receive fee title to approximately 47,000 acres of Watershed Lands. Due to a variety of reasons more fully detailed in prior Biannual Reports submitted to the CPUC, some fee title donees withdrew from recommended donations. The Stewardship Council anticipates that a total of 38,697 acres of Watershed Lands will be transferred in 40 separate transactions to public agencies, nonprofit organizations, and Native American entities as further shown in Exhibit 1.

### ***Status of Fee Title Donations to State Agencies***

The Stewardship Council has recommended 11 distinct fee title donations to CAL FIRE, California State Parks, and University of California, Berkeley Forests (UC).

CAL FIRE was selected to receive approximately 15,278 acres for the purpose of expanding the Demonstration State Forest system. The first donation to CAL FIRE at the North Fork Mokelumne River planning unit closed and title was transferred at the end of 2019, totaling 1,052 acres. The remaining donations to CAL FIRE continue to have issues that PG&E and the State of California have been working through including securing access rights and ensuring that transfers of any existing leases to CAL FIRE honor the existing agreements for economic use as required by the Settlement Agreement and Stipulation. It is anticipated that the additional CAL FIRE transactions will begin to be submitted to the CPUC in late 2021 or early 2022.

California State Parks was selected for a donation of 135 acres at the Lake Britton planning unit in Shasta County and the transaction was submitted to the CPUC just this month – August 2021. The donation will add acreage to Burney Falls State Park, a major recreation area in the region.

Donations to UC in the Narrows and Lake Spaulding planning units total 1,500 acres and closed in 2015 and 2016 respectively. The remaining donation to UC of 3,203 acres in the Pit River planning unit could be submitted to the CPUC later this year for regulatory approval.

### ***Status of Fee Title Donations to Native American Entities***

The Stewardship Council has encouraged collaboration and dialogue among stakeholders resulting in groundbreaking partnerships between nonprofit conservation organizations, public entities, and Native American tribal entities. The Stewardship Council has approved ten recommendations to donate fee title for almost 8,200 acres of land to three tribal entities including the Potter Valley Tribe, Pit River Tribe, and the Maidu Summit Consortium (*Exhibit 4*). These lands hold significant historic and cultural value as the ancestral homelands to our partnering tribal entities, while also having important wildlife habitat and recreational values.

The first of these historic donations to tribal entities closed escrow in 2019 with 879 acres of land donated to the Potter Valley Tribe in the Eel River planning unit.

The Board has approved LCCPs for three donations to the Pit River Tribe totaling approximately 4,343 acres. The first donation of 789 acres at the Hat Creek #1 planning unit received CPUC approval and is currently in the closing process. The tribe is interested in hosting a ribbon cutting ceremony in the Fall. Two additional LCCPs for approximately 3,554 acres in the Hat Creek #2, Lake Britton, and Fall River Mills planning units were approved by the Board at the September and December 2020 Board meetings and are anticipated to all be submitted to the CPUC by the end of 2021.

The Board has approved five LCCPs for fee donations to the Maidu Summit Consortium (“MSC”) at the Lake Almanor and Humbug Valley planning units, totaling 2,935 acres. The 2,325-acre property at Humbug Valley, also known as Tàsmam Kojòm in Maidu, closed in September 2019. Three properties at the Lake Almanor planning unit, the 8-acre Maidu Trail, 296-acre Maidu Wetlands, and 164-acre Maidu Forest properties have closed escrow and transferred to MSC. The final donation of approximately 142 acres at the Maidu Cemetery at Lake Almanor was submitted to the CPUC for approval on August 6, 2021.

In addition, as previously reported, Stewardship Council staff has actively reached out and worked with other tribal entities across the Watershed Lands to facilitate introductions and relationships between those entities and recommended fee donees of other properties. Tribal entities and fee donees are developing conservation partnerships for the properties. For example, in the case of the donation of lands at Manzanita Lake to Madera County, the North Fork Rancheria of Mono Indians of California and the County have developed a Memorandum of Understanding for the property and will jointly partner on future management of the BPVs. The Stewardship Council strongly encourages these types of conservation partnerships for transactions across the Watershed Lands. Please reference the summary of our efforts that support Native American interests on PG&E Watershed Lands, available under separate cover, and titled *Stewardship Council Native American Outreach and Engagement Efforts* (Stewardship Council, August 2019).

### ***Property Tax Neutrality***

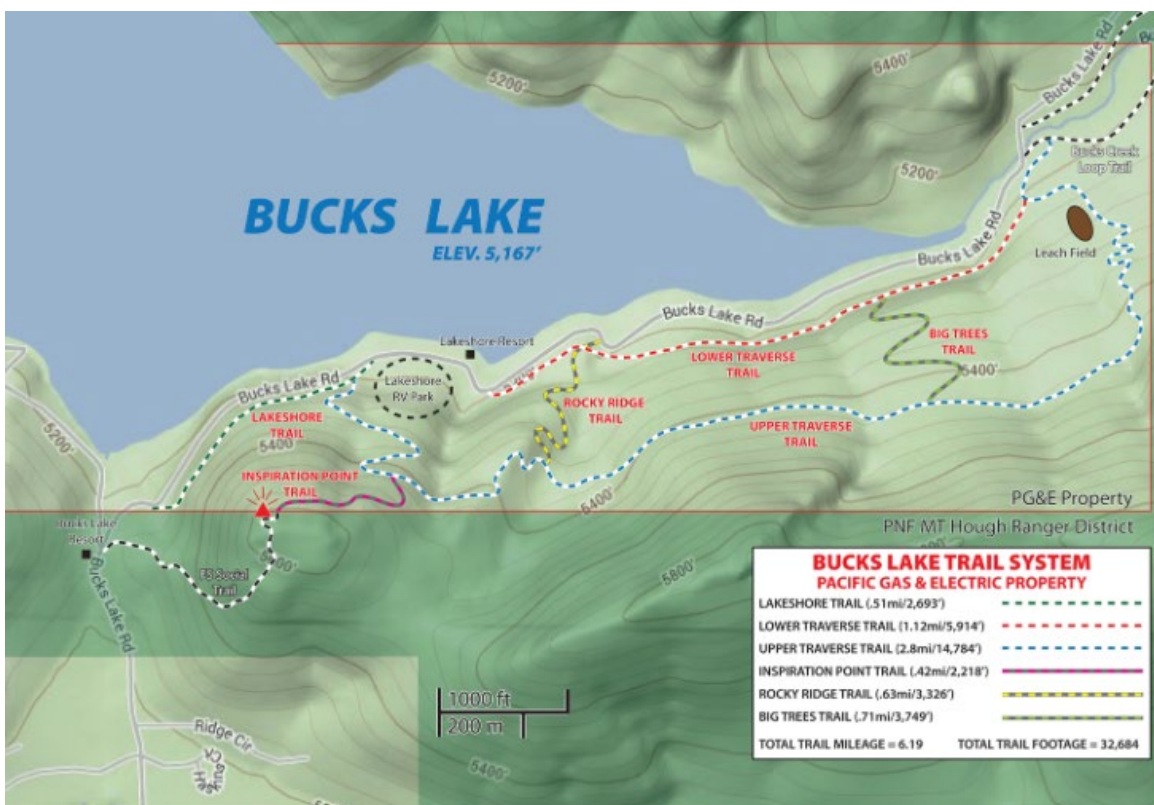
The Settlement Agreement and Stipulation that established the Land Conservation Commitment require that the Land Conservation Plan being developed by the Stewardship Council provide property tax revenue so that the totality of dispositions in each affected county will be “tax neutral.” Since many of the potential fee donees expressed concern about their ability to make in lieu payments to counties for lost property taxes, the Stewardship Council agreed to use its funding to make in lieu property tax payments, and the CPUC provided approval of this approach. Counties were originally provided with the option of choosing a lump sum payment, an annual payment, or annual installment payments totaling the lump-sum amount for a maximum of five years. However, on November 15, 2017 the Board approved that



a lump-sum payment is the sole and standard payment process when lands are transferred to organizations that are exempt from paying property taxes. The revised methodology is included in *Exhibit 5*. In fulfillment of the Tax Neutrality obligation, a county will receive a one-time lump sum payment in satisfaction of property tax neutrality after close of escrow for each land transaction. The lump-sum payment is calculated using a discounted cash flow analysis for perpetual payment streams, otherwise known as a Capitalization Rate (“Cap Rate”) detailed in the Property Tax Neutrality Methodology (*Exhibit 5*).

## ***Environmental Enhancement Program***

Since launching the Enhancement Program in 2012, the Stewardship Council has awarded \$12.2 million in grants shown in *Exhibit 6*. Overall, the Stewardship Council has budgeted approximately \$12.7 million for projects that enhance the BPVs of the Watershed Lands and promote productive partnerships involving landowners, conservation easement holders, local communities, youth, and other stakeholders. Examples of enhancement projects include habitat restoration, recreational trails and facilities, cultural resource protection and interpretation, forest research, management plans, planning and feasibility studies, cultural surveys, and biological surveys.



In March 2021, the Board approved an enhancement grant to Sierra Buttes Trail Stewardship for the Bucks Lake Trail System in the amount of \$253,000. The project, pictured above, will build a new 6.2 mile multi-use trail system in Plumas County at the Bucks Lake planning unit to

enhance public recreation with beginner and family friendly trails, and increase safe access to regional trails. The trail system will be sustainably designed to minimize long term maintenance and impacts to natural resources.

In July, an additional grant of \$592,750 was awarded to the Fall River RCD to continue demonstration of the synergy between grazing and wildlife habitat at McArthur Swamp and restoration of the land to support the beneficial public values. The proposed project was guided by the recently adopted management plan funded by a prior Stewardship Council grant and focuses on increased water delivery to the property for wildlife, waterfowl, and agricultural uses. Photo below: Spring migration at McArthur Swamp, Ducks Unlimited, 2020.



At Sky Mountain Outdoor Education Center, San Joaquin County Office of Education has completed permitting and has begun construction on necessary facility upgrades to accommodate students including safety and accessibility improvements. The Stewardship Council provided \$5 million to purchase the facilities and complete the necessary upgrades. Project delivery is also continuing with four enhancement projects in Shasta, Lassen, Madera, and Plumas counties at Fall River Lake, Indian Ole Dam at Mountain Meadows Reservoir, Manzanita Lake, and Tasmam Kojom (Humbug Valley). Construction is currently underway on the Fall River Lake Trail project, which Fall River Valley Community Services District and Lomakatsi Restoration Project are installing with complementary native plantings and

educational features. CEQA compliance and land survey work for the trail and facilities at Indian Ole Dam have been completed and Mountain Meadows Conservancy anticipates the trail easement will be submitted to the CPUC in the near future. Madera County has completed fuel reduction work and is constructing trail and campground amenities for the Bass Lake North Fork Regional Trail in the Manzanita Lake Planning Unit. At Tàsmam Kojòm, the MSC continues to plan campground improvements and visitor interpretation elements of the new Tribal Cultural Park, though the scope of the project may need to be adjusted given recent damage from the Dixie Fire.

The Stewardship Council launched a new competitive solicitation for Enhancement Grants in January 2020 with an estimate of up to an additional \$3 million in available funding. However, exact funding and the timing of availability is still unknown and depends on meeting key milestones including progress with the remaining transactions. After the concept proposal round with original requests totaling \$7 million, applicants were prioritized and the Stewardship Council eventually received eight full proposals which were again ranked based on the scoring criteria used by the Enhancement Review Committee and staff. Due to considerations regarding funding availability, project readiness, and priorities, the Board has not yet made a recommendation for funding any of the eight projects.

### ***Youth Investment Program***

The Settlement Agreement augments the \$70 million allocated to land conservation program activities with \$30 million for the implementation of a program to connect underserved youth in the PG&E service area to the outdoors. In approving funding for the youth program, the CPUC stated its expectation that a portion of the \$30 million would be used to provide seed money that would establish a permanent program for young people who are least likely to enjoy the wonder of California's natural beauty.

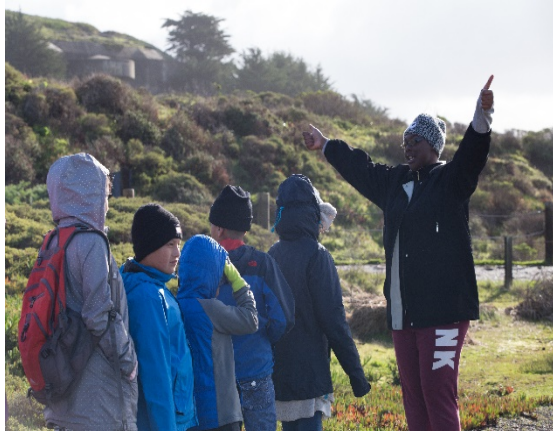


### **Youth Outside, now named Justice Outside**

In 2005, the Stewardship Council established a Youth Investment Program to support outdoor and environmental programming for youth. Five years later, the Stewardship Council created the Foundation for Youth Investment ("FYI") to sustain this important work beyond the life of the Stewardship Council. In 2013, the Stewardship Council awarded a \$10.76 million grant ("Major Grant Agreement") to FYI to connect underserved youth in the PG&E service area to the outdoors. FYI later changed its name to Youth Outside to reflect the heart of their work. In 2020, their organization engaged in a strategic refresh process. During this process, they acknowledged their work is not only focused on solving the symptoms of inequity, but rather, moving the needle to reverse historic systems of marginalization that have created those symptoms. In 2021 they changed their name again to Justice Outside, envisioning a "just world



where Black, Indigenous, and Communities of Color experience safety, health, and abundant joy through meaningful relationships with one another and the outdoors.”



Since its creation, Justice Outside has been a recognized leader in the field to ensure all youth have equitable access to meaningful outdoor experiences and the opportunity to be stewards of our natural resources long after the Stewardship Council has completed its work. By the time the Stewardship Council dissolves, it is anticipated that the remaining funds subject to the Major Grant Agreement will be expended.

*Photos: Youth build outdoor skills and leadership, Justice Outside, 2020*

Justice Outside utilizes the Stewardship Council's remaining youth funds and other funds it raised to strengthen the engagement of underserved youth in outdoor activities and programs. In 2020, Justice Outside's Outdoor Educators Institute (OEI) included 27 youth. OEI is a three-month professional and workforce development program for young adults from communities historically underrepresented in the outdoors with an active interest in outdoor leadership. OEI graduates receive training in wilderness backpacking, sea kayaking, rock climbing, outdoor facilitation, group management, and conservation skills, and are supported in securing placement in outdoor employment at the end of the program.

Justice Outside hosted again their Rising Leaders Fellowship (RLF) program gaining valuable career experience on curriculum development and program implementation. This program supports the professional development of individuals in entry-to mid-level positions within youth-serving outdoor programs. Over the course of RLF, participants were tasked with working in small groups on projects that could be implemented at their organizations to increase equity, inclusion, and cultural relevancy efforts. On Justice Outside's website, they've provided an overview of the RLF program between 2015 and 2020, which can be found at <https://justiceoutside.org/programs/rising-leaders-fellowship-1/rising-leaders-fellowship-evaluation/>.

Justice Outside continued their Cultural Relevancy Series aimed at supporting equity through systemic change and inclusion. According to Justice Outside, *“Cultural relevancy is effectively reaching and engaging communities and their youth in a manner that is consistent with the cultural context and values of that community; while effectively addressing the disparities of diversity and inclusion within an organization's entire structure.”* The series consists of workshops, coaching and development of an action plan geared toward decision makers of outdoor focused organizations. Organizational teams participate in a dynamic learning community building their capacity to effect transformative change, advancing anti-racism within their own communities and organizations.



The Liberated Paths grant program was launched with generous funders - William and Flora Hewlett Foundation, the David and Lucile Packard Foundation, and The North Face - that now partner with Justice Outside to advance racial justice in the outdoor and environmental movement. This program expands the value Justice Outside provides to active community and youth serving organizations aligned with their mission. Through recreation and conservation, policy and advocacy, and environmental education, each of the inaugural grantees are ensuring that Black, Indigenous, and Communities of Color are front and center in decision-making that impacts their experiences with land, air, water, and nature. The new Liberated Paths grantmaking program funded 17 organizations providing between \$7,000 and \$30,000 per grant.

Fulfilling a great need in the outdoor programs community, in 2020 Justice Outside provided \$662,000 in grant funds to 37 organizations. Justice Outside's historic grant program also funded the remaining year of a two-year grant program for 21 organizations, ranging in awards between \$15,000 and \$30,000 in 2020. The list of organizations that received a 2020 grant award can be found online at <https://justiceoutside.org/grantmaking/grantees/2020-grantees/>. The Stewardship Council has approximately \$12,627 of youth program funds remaining.

### ***Financial Update***

The Stewardship Council is funded through a \$100 million commitment (\$70 million dedicated to the Land Conservation Program and \$30 million dedicated to the Youth Investment Program), which was paid fully in ten \$10 million installments by PG&E from 2003 to 2013. As of August 1, 2021, the Stewardship Council had approximately \$22.6 million in remaining assets, invested in conservative financial instruments; most of which are allocated to program needs.

As part of its efforts to ensure sound stewardship of ratepayer funds, the Stewardship Council engages an independent accounting firm to perform an annual audit of its financial statements and an independent investment advisor. The Stewardship Council has received clean audit opinions for each of its years of operation, starting in 2004. Complete Financial Statements are available on the Stewardship Council's website.

*Exhibit 7* includes the Stewardship Council's 2021 budget totaling almost \$10 million and an accounting of enhancement-related grants.

## **LIST of ATTACHED EXHIBITS**

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| 1 | <b>Transaction Status and Acreages</b>                                  |
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# Exhibit 1 Transactions and Acreages

## Donated Transaction Status

| Closed                      |                           |        | Board Approved LCCPs       |                            |        |
|-----------------------------|---------------------------|--------|----------------------------|----------------------------|--------|
| USFS                        | Deer Creek                | 151    | USFS                       | Eel River                  | 907    |
| USFS                        | Lower Bear                | 907    | Maidu Summit Consortium    | Lake Almanor (Cemetery)    | 142    |
| Tuolumne County             | Kennedy Meadows           | 240    | UC                         | Pit River                  | 3,203  |
| UC                          | Narrows                   | 41     | CAL FIRE                   | Pit River/Tunnel Reservoir | 7,016  |
| USFS                        | Blue Lakes                | 410    | Pit River Tribe            | Hat Creek #1               | 789    |
| Auburn Recreation District  | Lower Drum (CV)           | 16     | Cal State Parks            | Lake Britton               | 135    |
| USFS                        | Wishon Reservoir          | 167    | CAL FIRE                   | Lake Spaulding             | 1,151  |
| UC                          | Lake Spaulding            | 1,459  | CAL FIRE                   | Bear River (BYLT)          | 267    |
| USFS                        | North Fork Mokelumne      | 98     | CAL FIRE                   | Bear River (PLT)           | 1,238  |
| Fall River RCD              | McArthur Swamp            | 4,491  | CAL FIRE                   | Cow Creek                  | 2,246  |
| Placer County               | Lower Drum                | 10     | CAL FIRE                   | Battle Creek               | 2,306  |
| USFS                        | Fordyce (White Rock)      | 77     | Pit River Tribe            | Hat Creek #2/Lk Britton    | 1,728  |
| USFS                        | Lyons Reservoir           | 628    | Pit River Tribe            | Fall River Mills           | 1,826  |
| Fall River Valley CSD       | Fall River Mills          | 34     |                            |                            |        |
| Potter Valley Tribe         | Eel River                 | 678    |                            |                            |        |
| Potter Valley Tribe - Alder | Eel River                 | 201    |                            |                            |        |
| Maidu Summit Consortium     | Humbug Valley             | 2,325  |                            |                            |        |
| Maidu Summit Consortium     | Lake Almanor (Trail)      | 8      |                            |                            |        |
| CAL FIRE                    | North Fork Mokelumne      | 1,052  |                            |                            |        |
| Madera County               | Manzanita Lake            | 146    |                            |                            |        |
| Maidu Summit Consortium     | Lake Almanor (Forest)     | 164    |                            |                            |        |
| USFS                        | Battle Creek              | 934    |                            |                            |        |
| SJCOE                       | Lake Spaulding            | 63     |                            |                            |        |
| Fall River RCD              | Fall River Mills          | 463    |                            |                            |        |
| Fall River RCD              | Fall River Mills Gun Club | 434    |                            |                            |        |
| Maidu Summit Consortium     | Lake Almanor (Wetlands)   | 296    |                            |                            |        |
| USFS                        | Lake Britton              | 250    |                            |                            |        |
| Total Acres                 |                           | 15,743 |                            |                            | 22,954 |
| Total Transactions          |                           | 27     |                            |                            | 13     |
|                             |                           |        | Total Donated Acres        |                            | 38,697 |
|                             |                           |        | Total Donated Transactions |                            | 40     |

## PG&E Retained Transaction Status

| Closed                         |       |       | Board Approved LCCPs      |       |        |
|--------------------------------|-------|-------|---------------------------|-------|--------|
| Doyle Springs                  | SRT   | 43    | Lake Spaulding (Rucker)   | BYLT  | 3,165  |
| Kern River                     | SRT   | 700   | Eel River                 | MLT   | 5,660  |
| Narrows                        | BYLT  | 23    | Lower Drum (Wise Forebay) | PLT   | 16     |
| Middle Fork Stanislaus         | MLLT  | 515   | Oroville                  | NCRLT | 1,333  |
| Lower Bear (Upper Bear)        | MLLT  | 899   | Deer Creek-Nevada, NID    | BYLT  | 782    |
| Iron Canyon Reservoir          | WSRCD | 386   | NF Mokelumne              | MLLT  | 2,351  |
| Fordyce (Sterling)             | BYLT  | 1,741 | Bucks Lake                | FRLT  | 2,164  |
| Fordyce (Meadow Lake)          | BYLT  | 196   | Lower Drum (Folsom)       | WHF   | 12     |
| Merced River                   | SFC   | 21    | Tunnel Reservoir          | SLT   | 757    |
| Fordyce (Kidd/Cascade)         | PLT   | 248   | Lake Spaulding            | PLT   | 827    |
| Lower Drum (Old Airport)       | PLT   | 200   | Pit River                 | SLT   | 4,444  |
| Lower Drum (Upper Pinecroft)   | PLT   | 50    | Fall River Mills          | SLT   | 2,393  |
| Kilarc                         | WSRCD | 112   | Bear River                | PLT   | 2,438  |
| Lower Drum (Rock Creek)        | PLT   | 191   | Bear River                | BYLT  | 2,276  |
| Lower Drum (Halsey)            | PLT   | 546   | Hat Creek                 | SLT   | 1,820  |
| Wishon Reservoir               | SFC   | 1,190 | Lake Britton              | SLT   | 4,621  |
| Lake Spaulding (Lindsey Lakes) | BYLT  | 857   | Bass Lake                 | MLLT  | 1,085  |
| McArthur Swamp                 | DU    | 3,168 | Battle Creek              | WSRCD | 1,485  |
| Blue Lakes                     | MLLT  | 1,447 | Lake Almanor              | FRLT  | 29,057 |
| Chili Bar                      | MLLT  | 205   |                           |       |        |
| Lake McCloud                   | WSRCD | 833   |                           |       |        |

Transactions and Acreages

|                            |       |        |  |                         |         |
|----------------------------|-------|--------|--|-------------------------|---------|
| Mountain Meadows Reservoir | FRLT  | 7,058  |  |                         |         |
| Kerckhoff Lake             | SFC   | 325    |  |                         |         |
| Willow Creek               | SFC   | 241    |  |                         |         |
| Lyons                      | MLLT  | 460    |  |                         |         |
| Battle Creek               | NCRLT | 2,335  |  |                         |         |
| Cow Creek                  | SLT   | 66     |  |                         |         |
| Fordyce-White Rock Lake    | BYLT  | 40     |  |                         |         |
| Lower Drum (Bell)          | PLT   | 28     |  |                         |         |
| Auberry                    | SFC   | 29     |  |                         |         |
| Kings River                | SRT   | 100    |  |                         |         |
| Manzanita Lake             | SFC   | 330    |  |                         |         |
| Butte Creek                | NCRLT | 2,192  |  |                         |         |
| Philbrook Reservoir        | NCRLT | 277    |  |                         |         |
| Butt Valley Reservoir      | FRLT  | 2,472  |  |                         |         |
| North Fork Feather River   | NCRLT | 5,668  |  |                         |         |
| Fall River Valley          | DU    | 236    |  |                         |         |
| Total Acres                |       | 35,428 |  |                         | 66,686  |
| Total Transactions         |       | 37     |  |                         | 19      |
|                            |       |        |  | Total Ret. Acres        | 102,114 |
|                            |       |        |  | Total Ret. Transactions | 56      |

|                     |        |                             |                    |         |
|---------------------|--------|-----------------------------|--------------------|---------|
| Closed Acres        | 51,171 | Approved Acres              | 89,640             |         |
| Closed Transactions | 64     | Board Approved Transactions | 32                 |         |
|                     |        |                             | Total Acres        | 140,811 |
|                     |        |                             | Total Transactions | 96      |



# Stewardship Council

## Conservation Easements by Organization

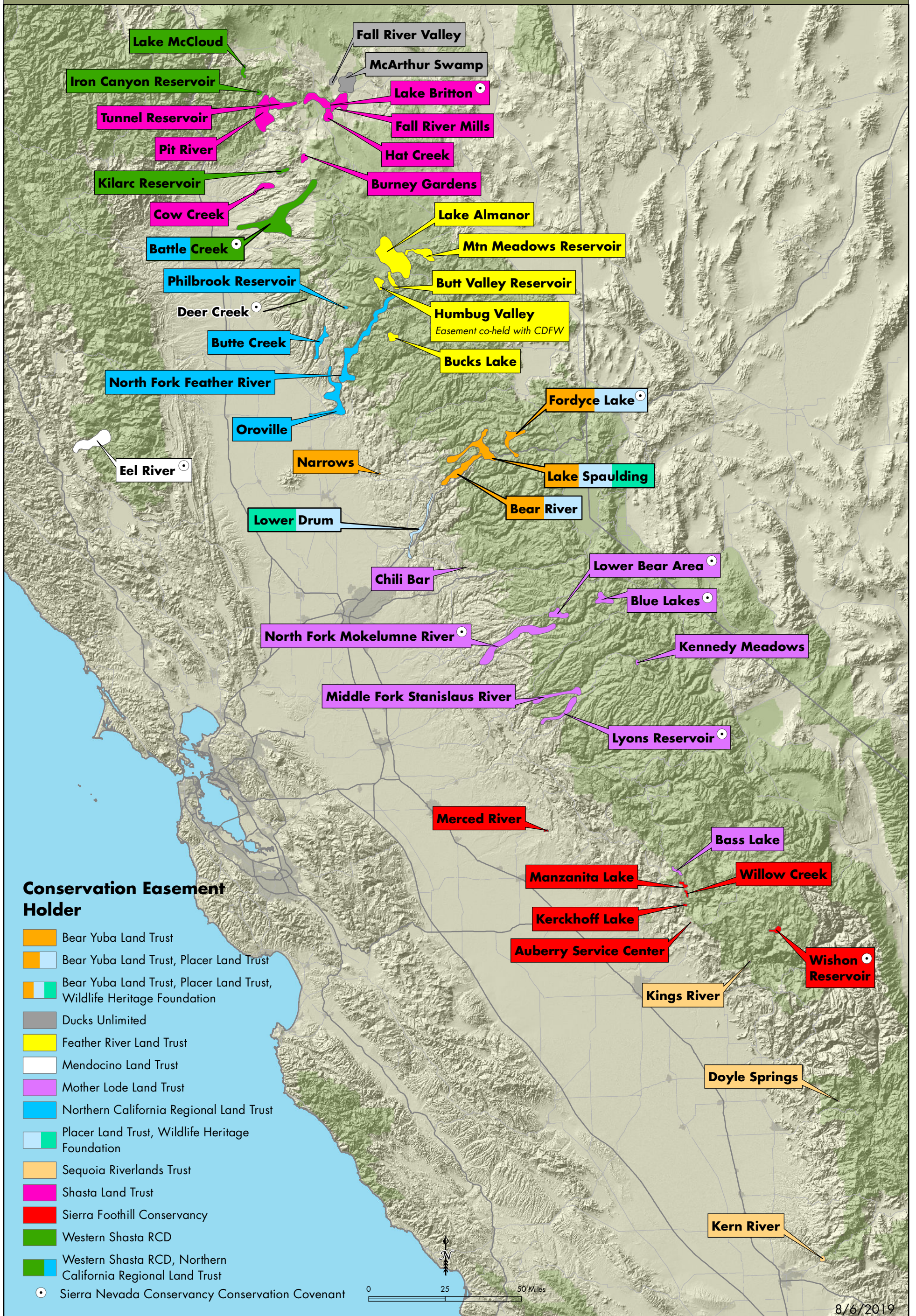




Exhibit 3

**No Significant Public Interest Value Findings**

| <b>Planning Unit</b>   | <b>Parcels</b>  | <b>Acres</b> | <b>Date of Board Approval</b> |
|--|---|--------------|-------------------------------|
| Doyle Springs  | 1077  | 3            | 9.11.13                       |
| Bass Lake  | 1033  | 0.3          | 10.16.15                      |
| Fordyce (Kidd/Cascade) Lake  | 790   | 0.2          | 1.21.16                       |
| Eel River  | Portion of 748  | 23.9         | 6.27.16                       |
| Willow Creek   | 1053, 1054  | 4.7          | 1.25.17                       |
| Auberry  | Portion of 1061   | 12.7         | 1.25.17                       |
| Lower Drum<br>(Rollins Reservoir,<br>Rock Cr Yard, Wise Forebay,<br>Wise Forebay Powerhouse, Folsom<br>Lake) | 877, 878, 880,<br>898-900, 905-907,<br>908-911, 912-915 | 39           | 5.3.17                        |
| Bear River   | 852, 867, 868   | 2            | 9.20.17                       |
| Bass Lake  | 1039  | 0.06         | 9.20.17                       |
| Oroville   | 679   | 6            | 1.24.18                       |
| Hat Creek  | 193   | 9            | 1.24.18                       |
| Fall River Mills   | 133   | 2            | 1.24.18                       |
| North Fork Feather River   | 667, 668  | 3            | 1.24.18                       |
| North Fork Mokelumne River   | 991   | 1.4          | 5.2.18                        |
| Bear River retained BYLT   | Portion of 840  | 7.3          | 12.9.20                       |
| <b>Total:</b>  | <b>35</b>   | <b>114.6</b> |                               |

**Exhibit 3**  
**NSPIV Findings**

| Planning Unit | Parcels    | Acres | Date of Board Approval     | Notes  |
|---------------|------------|-------|----------------------------|--|
| Bear River    | Port. 840  | 7.3   | 12.9.20                    | State Hwy 20 Caltrans right-of-way, 230' wide; designated scenic byway; no substantive public comments; no significant resources or BPV's  |
| Auberry       | Port. 1061 | 12.7  | 1.25.17 amended<br>9.20.17 | Paved and encumbered by the Auberry service yard. Used as staging area for maintenance ops, work sheds, heliport, laydown area, storage for heavy machinery. -Fenced, no public access -Land surrounding service center protected by CE -no public comment   |
| Bass Lake     | 1033       | 0.3   | 11.19.2015                 | Encumbered by back yard fence, shed, and landscaping. -Only accessible through private adjacent property, no public access - extremely small (.03 acres) - lot line adjustment planned for parcel to address encroachment  |
| Bass Lake     | 1039       | 0.06  | 9.20.2017                  | Mostly paved parcel - extremely small (less than .06 acres) - encumbered by private driveway and landscaping from immediate landowner. - Though its on county road no public access, surrounded by private residences.   |
| Bear River    | 867, 868   | 2     | 9.20.2017                  | Both parcels are Paved and encumbered by PG&E operations service yard and large office buildings - surrounded by private residences, and public road, but parcels are fenced and not accessible to the public.   |
| Eel River     | Port. 748  | 23.9  | 6.27.2016                  | This finding is based on a discrepancy concerning the ownership of the 23.9 acre area based on an incorrect property boundary survey that was conducted and recorded with Mendocino County in 1973. This discrepancy was discovered in 2015. As a result of this discrepancy, the 23.9 acre area cannot readily be encumbered with a conservation easement. Quitclaim completed.                 |
| Lower Drum    | 877, 878   | 2     | 5.3.2017                   | Parcels are located on a small strip of land between river and canal which are paved and are entirely encumbered by hydro facilities associated with Rollins Reservoir dam - safety concerns for outside easement holder to be monitoring these parcels which contain dam operations infrastructure and are in an inundation zone -no public access, not visible or accessible from public road. |
| Lower Drum    | 880        | 1     | 5.3.2017                   | Paved, narrow canal - isolated from rest of Bear River parcels -entirely encumbered by the canal - no public access, fenced for safety concern   |
| Lower Drum    | 899-900    | 13    | 5.3.2017                   | Entirely Paved and encumbered by industrial PG&E service yard - includes operations buildings, trailers, storage facilities, parking lot and number of vehicles - both parcels are fenced and inaccessible to the public, surrounded by private residential and industrial properties  |
| Lower Drum    | 905-906    | 2     | 5.3.2017                   | Small, narrow parcels, mostly paved - Encumbered by the Wise Canal and the Wise Penstock intake structures - fenced and inaccessible to the public, safety concerns with access  |
| Lower Drum    | 908        | 2     | 5.3.2017                   | Paved - Encumbered by Wise power house and associated electrical facilities and a paved parking lot -Fenced and inaccessible to public - significant safety concerns with access.  |

**Exhibit 3**  
**NSPIV Findings**

|                             |               |      |           |  |
|-----------------------------|---------------|------|-----------|--|
| Lower Drum                  | 912, 914, 915 | 3    | 5.3.2017  | Paved, encumbered by a Newcastle Penstock, South Canal, and associated facilities, paved access road and parking area - fenced and inaccessible to public  |
| North Fork Mokelumne River  | 991           | 1.4  | 5.2.2018  | Mostly paved, located in Pine Acres subdivision, entirely encumbered by backyards of multiple landowners, fences, driveways, landscaping. Significant impacts from subdivision and no access. Not visible or accessible from public road.  |
| Doyle Springs               | 1077          | 3    | 9.11.2013 | Encumbered by transmission line corridor, steep topography, thin, isolated- visible but not accessible from road. Doyle springs transaction has closed.  |
| Bear River                  | 852           | 0.06 | 9.20.2017 | Extremely small (.06 acres) and extremely isolated - encumbered by large communications microwave tower - consistently cleared to maintain tower - surrounded by private forest land inaccessible to the public - extremely difficult to physically access, requires hiking through private property   |
| Fordyce (Kidd/Cascade) Lake | 790           | 0.2  | 1.21.2016 | Very small and isolated parcel, impacted by highway and adjacent industrial facilities. This transaction has closed.   |
| Lower Drum                  | 898           | 1    | 5.3.2017  | Partially unpaved - contains about 1 acre of grassland the rest of the parcel is impacted by Wise Canal, adjacent facilities, fence and access road - ongoing problems with unauthorized camping and dumping of debris on parcel   |
| Lower Drum                  | 909           | 1    | 5.3.2017  | Parcel is small and bisected by busy Wise Road. The section of the parcel south of Wise Road contains facilities associated with the Wise Powerhouse including a paved switchyard and parking area. Section of parcel to the north of road is open sloped grassland impacted by busy road, adjacent private driveway, and an underground gas line - while it is visible from the road it is not accessible from the road because of its steep incline - no public access or use opportunity                              |
| North Fork Feather River    | 667           | 1    | 1.24.2018 | Partially encumbered by reflective microwave tower - surrounding vegetation consistently cleared to maintain communications tower - Remote and difficult to access, requires hiking uphill through private property - entirely surrounded by private forested land   |
| Fall River Mills            | 133           | 2    | 1.24.2018 | While it is located on the Fall River, it is a small inaccessible strip, surrounded by private residences and private agricultural land- parcel is legally described as 100 ft buffer between private land and the Fall River, meaning boundaries change with change in water line - A use agreement with the adjacent landowner exists for access through parcel to water livestock. Not visible or accessible from public road. -entirely surrounded by private land, no opportunity for public access or enhancement. |
| North Fork Feather River    | 668           | 2    | 1.24.2018 | Small, isolated parcel -Partially paved, encumbered by a dirt access road, a helipad, and a microwave station that is served by a 12 kilovolt (kV) electric distribution line that ends on the parcel. -Surrounded by private property and is only accessible to authorized visitors on a private dirt road.   |
| Lower Drum                  | 913           | 3    | 5.3.2017  | Inaccessible to the public, can only be accessed through parcels 914 and 915 - Primarily open grassland, though the eastern section contains encroachment by adjacent private homes, backyard fences, and mobile home - Large section of parcel falls within FERC boundary   |



**Exhibit 3**  
**NSPIV Findings**

|              |            |     |           |  |
|--------------|------------|-----|-----------|--|
| Lower Drum   | 910-911    | 4   | 5.3.2017  | Parcels are immediately adjacent to and impacted by Wise Powerhouse - 910 contains some open grassland across the street from powerhouse, impacted by busy road and neighbor's paved driveway. 911 contains small portion of Auburn Ravine that is impacted by the powerhouse and associated improvements to the ravine, not visible from the road because of dense brush. Both parcels are inaccessible to the public because of steep topography and fences. Parcels lie within FERC boundary. |
| Willow Creek | 1053, 1054 | 4.7 | 1.25.2017 | Two parcels, dispersed by about 1 mile. 1053 not paved but encumbered by encroachment from adjacent autobody shop, multiple occurrences of trespassing, unauthorized building, and debris dumping . An unauthorized structure was built and partially torn-down on the north-eastern portion of the parcel. 1054 is partially paved, encumbered by canal hydro infrastructure. 1054 is not visible or accessible from public road.   |
| Lower Drum   | 907        | 6   | 5.3.2017  | Partially encumbered by Wise Penstock pipeline and dirt access road that runs through the parcel. -Contains sloped grassland and dense brush cover that is not accessible. -Impact from adjacent Mount Vernon Road and surrounding private residences. -Not accessible by the public- accessed regularly by PG&E for maintenance of the pipeline.  |
| Oroville     | 679        | 6   | 1.24.2018 | Extremely thin, inaccessible strip, dense shrub, impossible for a CE holder to monitor through dense brush, surrounded by over 20 land owners many of which have impacted or fenced off portions of the parcel . Not visible or accessible from public road. Too thin for significant development. No public access or visibility from public road- entirely surrounded by private property.   |
| Hat Creek    | 193        | 9   | 1.24.2018 | Transmission line corridor - cleared of trees for operation and maintenance of PG&E-owned 230 kV electric transmission lines -the power lines and required clearing area surrounding power lines encumber the entire parcel.<br>Impact/enroachment by adjacent landowners on southern portion - no opportunity for public access or use - In FERC boundary   |
| Total:       |            | 35  | 114.6     |  |

Exhibit 4

| <b>Acres for Donation to Native American Entities</b> |              |
|---|--------------|
| <b>Potter Valley Tribe</b>                            |              |
|   | <b>Acres</b> |
| Eel River Trout                                       | 678          |
| Eel River Alder                                       | 201          |
| <b>Total</b>  | <b>879</b>   |
| <b>Maidu Summit Consortium</b>                        |              |
| Lake Almanor (Cemetery)                               | 142          |
| Lake Almanor (Forest)                                 | 164          |
| Lake Almanor (Trail)                                  | 8            |
| Lake Almanor (Wetlands)                               | 296          |
| Humbug Valley   | 2,325        |
| <b>Total</b>  | <b>2,935</b> |
| <b>Pit River Tribe</b>                                |              |
| Hat Creek #1  | 830          |
| Hat Creek #2  | 579          |
| Lake Britton  | 1,149        |
| Fall River Mills                                      | 1,826        |
| <b>Total</b>  | <b>4,384</b> |
| <b>Total Acres</b>                                    | <b>8,198</b> |

As of January 2021

## PROPERTY TAX NEUTRALITY METHODOLOGY

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### INTRODUCTION

The Settlement Agreement<sup>1</sup> and Stipulation<sup>2</sup> that established the Land Conservation Commitment require that the Land Conservation Plan being developed by the Stewardship Council provide property tax revenue, other equivalent revenue source, or a lump sum payment, so that the totality of dispositions in each affected county will be “tax neutral” for each county. Section 4.3 of Volume I of the Land Conservation Plan (LCP) adopted by the Stewardship Council in November 2007 described the Stewardship Council’s potential strategies and anticipated approach to achieving property tax neutrality at a programmatic level.

More recently, on September 17, 2009, the Stewardship Council adopted a funding policy. This policy further clarified the Stewardship Council’s approach to property tax neutrality and identified several potential vehicles to achieving this requirement. On March 30, 2011, the Stewardship Council adopted a set of guidelines which describe scenarios in which the Stewardship Council will make property tax payments to affected counties and further defined a set of overarching assumptions regarding property tax neutrality payments.

Table 1 in Appendix A lists the estimated acreage and estimated annual property taxes associated with PG&E watershed lands which have been recommended by the Stewardship Council Board of Directors for donation. The estimated total tax liability that would be subject to tax neutrality will depend upon the total acreage actually transferred, and the types of organizations receiving fee title to the lands. No PG&E watershed lands will be recommended for donation in counties that are not listed in Table 1.

### PURPOSE OF PROPOSED METHODOLOGY

The purpose of this methodology is to establish a standard payment process when lands are transferred to organizations that are exempt from paying property taxes. The following methodology will be applied to all counties which experience a loss in property tax revenues due to a recommended donation of fee title as part of the Stewardship Council’s Land Conservation Commitment.

### DETERMINING TAX NEUTRALITY PAYMENT AMOUNT

Following the Stewardship Council approval of a fee-title donation, the Stewardship Council will work with the affected county to calculate the payment amount for inclusion in the Stewardship Council’s Land Conservation and Conveyance Plan (LCCP).

1. Using the legal description and/or survey of lands identified for transfer to an organization which is exempt from paying property taxes, the Stewardship Council and PG&E will prepare an estimate of the annual taxes on lands to be donated. If assessed values on the lands recommended for donation change prior to the transfer of land, the

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<sup>1</sup> *Opinion Modifying the Proposed Settlement Agreement of Pacific Gas & Electric Company, PG&E Corporation and the Commission Staff, and Approving the Modified Settlement Agreement*, December 18, 2003:

[http://www.stewardshipcouncil.org/documents/Settlement\\_Agreement.pdf](http://www.stewardshipcouncil.org/documents/Settlement_Agreement.pdf)

<sup>2</sup> *Stipulation Resolving Issues Regarding the Land Conservation Commitment*, September 25, 2003:

[http://www.stewardshipcouncil.org/documents/Stipulation\\_Agreement.pdf](http://www.stewardshipcouncil.org/documents/Stipulation_Agreement.pdf)

Stewardship Council will revise the payment calculation included in the proposed tax neutrality funding agreement prior to its execution by the parties.

2. The reduction in annual taxes caused by the donation of acres to organizations exempt from property tax will constitute the “Annual Base Value” for the funding calculation.
3. The County will receive a one-time lump sum payment The Stewardship Council will provide a draft funding agreement for county review and approval using the Annual Base Value and payment option. The draft funding agreement is expected to include, among other items, the following acknowledgements by the county:
  - a. Payment by the Stewardship Council satisfies the tax neutrality requirement as specified in the Settlement and Stipulation for the subject fee-title donation.
  - b. The county has issued (or will not reasonably withhold) a Welfare Tax Exemption for the new landowner, if required.
  - c. The county will agree to distribute the lump-sum payment to the applicable special districts as dictated in the relevant Tax Rate Area at the time of payment. In consideration for the additional administrative responsibility of the county to set up the process to allocate payments to special districts, the Stewardship Council will make a \$3,000 payment to the county for county’s anticipated costs to perform such activities for the first fee title donation of lands in the county. Said payment will be made at the time the Stewardship Council makes its lump-sum tax neutrality payment. For subsequent fee title donations, if a county expects to incur more than \$3,000 in costs to perform such activities, then it shall make a request to the Stewardship Council for increased funding no later than 60 days following the recording of the grant deed for each additional fee title donation or the execution of a tax neutrality funding agreement, whichever comes later. The Stewardship Council will review each funding request and provide the county with sufficient funds to cover all reasonable anticipated costs.
4. The Stewardship Council will fund the settlement amount according to the terms of the tax neutrality funding agreement as described in number 3 above no later than 60 days following the recording of the grant deed for the fee title donation or the execution of a tax neutrality funding agreement, whichever comes later.

### ***Lump-sum payment***

Lump-sum payments in satisfaction of property tax neutrality would be calculated based upon the net present value of the Annual Base Value at the time that lands are removed from the property tax rolls. The lump-sum payment will be calculated using a discounted cash flows analysis for perpetual payment streams, otherwise known as a Capitalization Rate (Cap Rate).

The Cap Rate calculation requires an assumption of a long-term rate of return on comparable investments, and a long-term inflation rate. In order to develop a Cap Rate for a lump-sum payment, the Stewardship Council considered multiple long-term inputs, including long term equity and fixed income returns (Dow Jones Industrial Average, S&P 500, U.S. Treasury,



CalPERS), weighted average borrowing costs for subject counties, and discount rate assumptions for pension and other post-employment benefits.

Based upon the analysis described above, **the Stewardship Council is offering counties a Cap Rate of 4.0%** to be used in the calculation of a lump-sum payment in satisfaction of property tax neutrality. The calculation for arriving at a lump-sum payment is as follows:

$$\text{Lump Sum Value} = \text{Annual Base Value} \div 4.0\%$$

The following table provides an example of the application of the Cap Rate to various Annual Base Values:

| Annual Base Value | \$500    | \$1,000  | \$5,000   | \$10,000  |
|-------------------|----------|----------|-----------|-----------|
| Lump Sum at 4.0%  | \$12,500 | \$25,000 | \$125,000 | \$250,000 |

Lump-sum payments would be allocated based upon the applicable Tax Rate Area at the time of payment. The Stewardship Council envisions making these lump-sum payments as unrestricted payments in lieu of property taxes, subject to the distribution method described in section 4.c above. Counties and special districts would be free to determine the best use of the funds pursuant to the needs of the county or special district, including, if desired investment in a shared investment pool of the county's choosing.

## Appendix A

Estimated acreage and property taxes associated with PG&E watershed lands which have been recommended by the Stewardship Council Board of Directors for donation.

**Table 1**

**Table 1 – Estimated Property Taxes From Land Available for Donation<sup>3</sup>**

| County    | Lands Available for Donation | Total Taxes (Annual) | Total Taxes (Lump) |
|-----------|------------------------------|----------------------|--------------------|
| Alpine    | 410                          | 2,948                | \$73,691           |
| Amador    | 2,040                        | \$8,577              | \$214,431          |
| Butte     | N/A                          | \$0                  | \$0                |
| Calaveras | 60                           | \$53                 | \$1,320            |
| El Dorado | N/A                          | \$0                  | \$0                |
| Fresno    | 267                          | \$2,413              | \$60,334           |
| Kern      | N/A                          | \$0                  | \$0                |
| Lake      | 986                          | \$31,844             | \$796,090          |
| Lassen    | N/A                          | \$0                  | \$0                |
| Madera    | 220                          | \$10,271             | \$256,770          |
| Mariposa  | N/A                          | \$0                  | \$0                |
| Mendocino | 797                          | \$17,011             | \$425,289          |

## Exhibit 6

Adopted 06/27/2012  
 Amended 06/24/2015  
 Amended 01/21/2016  
 Amended 11/15/2017

|                 |               |                  |                    |
|-----------------|---------------|------------------|--------------------|
| Merced          | N/A           | \$0              | \$0                |
| Nevada          | 1,867         | \$13,150         | \$328,758          |
| Placer          | 2,683         | \$46,794         | \$1,169,882        |
| Plumas          | 3,278         | \$40,873         | \$1,021,828        |
| San Luis Obispo | N/A           | \$0              | \$0                |
| Shasta          | 23,386        | \$89,727         | \$2,243,172        |
| Tehama          | 151           | \$45             | \$1,125            |
| Tulare          | N/A           | \$0              | \$0                |
| Tuolumne        | 868           | \$360            | \$9,900            |
| Yuba            | 41            | \$530            | \$13,256           |
| <b>Total</b>    | <b>37,054</b> | <b>\$264,597</b> | <b>\$6,615,846</b> |

<sup>a</sup> This acreage  
 includes lands within  
 parcels that cross  
 county boundaries

## Enhancement Project and Capacity Building Grants Awarded to Date

8/17/2021

| Organization                                    | Planning Unit    | Grant Date | Description   | Grant Amount        | Paid To Date       | Project Status             |
|---|------------------|------------|---|---------------------|--------------------|----------------------------|
| <b>Project Grants</b>                           |                  |            |   |                     |                    |                            |
| Auburn Area Recreation and Park District        | Lower Drum       | 6/23/2015  | Development of concept plan for initial planning and design of future enhancements to support CEQA analysis | \$24,520            | \$24,520           | Completed                  |
| Auburn Area Recreation and Park District        | Lower Drum       | 11/30/2012 | Topographic and biological surveys  | \$16,200            | \$16,200           | Completed                  |
| Auburn Area Recreation and Park District        | Lower Drum       | 7/15/2014  | Study to identify potential enhancement opportunities   | \$14,100            | \$14,100           | Completed                  |
| CAL Trout                                       | Hat Creek        | 8/6/2015   | Habitat restoration, cultural resource protection, recreational improvement, and youth involvement          | \$1,389,533         | \$1,389,533        | Completed                  |
| Fall River Resource Conservation District       | McArthur Swamp   | 4/14/2014  | Enhancement development and assessment  | \$14,000            | \$14,000           | Completed                  |
| Maidu Summit Consortium                         | Humbug Valley    | 10/13/2011 | Enhancement proposal development  | \$5,000             | \$5,000            | Completed                  |
| Maidu Summit Consortium                         | Humbug Valley    | 5/7/2012   | Installation of fencing to protect cultural resources and preliminary design of interpretive kiosk          | \$45,200            | \$45,200           | Completed                  |
| Maidu Summit Consortium                         | Humbug Valley    | 6/30/2015  | Ethnographic survey   | \$23,670            | \$23,670           | Completed                  |
| Maidu Summit Consortium                         | Humbug Valley    | 12/2/2015  | Land management plan  | \$350,000           | \$350,000          | Completed                  |
| Placer Land Trust                               | Lower Drum       | 10/15/2013 | Land management plan  | \$5,750             | \$5,750            | Completed                  |
| Plumas County                                   | Bucks Lake       | 4/10/2013  | Feasibility study for potential new trail   | \$8,659             | \$8,659            | Completed                  |
| San Joaquin County Office of Education          | Lake Spaulding   | 3/29/2016  | Assessment of Sierra Camp   | \$40,000            | \$40,000           | Completed                  |
| Sierra Camp                                     | Lake Spaulding   | 11/10/2015 | Appraisal of Sierra Camp  | \$2,500             | \$2,500            | Completed                  |
| Spring Rivers Foundation                        | Hat Creek        | 10/21/2015 | Habitat restoration, youth involvement  | \$673,795           | \$673,795          | Completed                  |
| Tuolumne County                                 | Kennedy Meadows  | 11/13/2013 | Employee Housing Impacts Study, Manure Management Study   | \$75,500            | \$75,500           | Completed                  |
| University of California                        | Lake Spaulding   | 5/21/2015  | Future enhancement and restoration project field research   | \$49,800            | \$49,800           | Completed                  |
| Sierra Foothill Conservancy                     | Merced River     | 10/21/2015 | Merced River Riparian Enhancement feasibility study   | \$10,000            | \$10,000           | Completed                  |
| Sierra Foothill Conservancy                     | Merced River     | 6/2/2016   | Merced River Riparian Enhancement   | \$130,000           | \$84,689           | Maintenance and monitoring |
| Fall River Valley CSD                           | Fall River Mills | 3/1/2018   | Fall River Mills Community Center Park Enhancement  | \$56,112            | \$56,112           | Completed                  |
| Fall River Resource Conservation District       | McArthur Swamp   | 1/1/2018   | Range Manager Position  | \$149,500           | \$149,500          | On-going; 5 year grant     |
| Fall River Valley CSD                           | Fall River Mills | 6/27/2018  | Fall River lake Trail Improvement and Ecocultural Enhancement   | \$299,230           | \$151,847          | Active                     |
| Mountain Meadows Conservancy                    | Mountain Meadows | 6/27/2018  | Indian Ole Dam Public Access Improvements   | \$130,000           | \$40,000           | Active                     |
| Bear Yuba Land Trust                            | Lake Spaulding   | 7/16/2018  | Pines to Mines Trail Planning and Feasibility   | \$25,000            | \$20,208           | Active                     |
| Far Western Anthropological Research Group, Inc | Burney Gardens   | 8/1/2019   | Burney Gardens cultural survey  | \$50,000            | \$49,946           | Completed                  |
| Maidu Summit Consortium                         | Humbug Valley    | 10/29/2019 | Tasmam Kojom: Maidu Cultural Park enhancement grant   | \$178,700           | \$25,000           | Active                     |
| Madera County                                   | Manzanita        | 12/3/2019  | Manzanita Lake Planning Unit, North Fork Regional Trail Enhancement Project                                 | \$502,882           | \$104,767          | Active                     |
| San Joaquin County Office of Education          | Lake Spaulding   | 1/17/2020  | Enhancement grant for the purchase and renovation of Sky Mountain Camp                                      | \$5,000,000         | \$2,589,950        | Active                     |
| Fall River Resource Conservation District       | McArthur Swamp   | 3/27/2018  | Management plan, bridge repairs, invasive plant management, fencing repairs, water delivery systems         | \$1,017,750         | \$856,134          | Active                     |
| Fall River Resource Conservation District       | McArthur Swamp   | Pending    | Water delivery system for habitat and agricultural improvements, exclusion fencing                          | \$592,750           | \$0                | Approved 7/15/21           |
| Sierra Buttes Trail Stewardship                 | Bucks Lake       | 5/20/2021  | 6 miles of multi use trails at Bucks Lake   | \$253,000           | \$0                | Active                     |
| <b>Subtotal</b>                                 |                  |            |   | <b>\$11,133,151</b> | <b>\$6,876,380</b> |                            |
| <b>Capacity Building Grants</b>                 |                  |            |   |                     |                    |                            |
| Maidu Summit Consortium                         | Humbug Valley    | 7/1/2014   | Phase 1: Organizational development   | \$127,520           | \$127,520          | Completed                  |
| Maidu Summit Consortium                         | Humbug Valley    | 11/13/2015 | Phase 2: Organizational development   | \$350,293           | \$350,293          | Completed                  |
| Maidu Summit Consortium                         | Humbug Valley    | 3/10/2017  | Phase 3: Organizational development   | \$268,695           | \$268,695          | Completed                  |
| Mother Lode Land Trust                          | Multiple         | 7/20/2015  | Capacity building for multiple planning units   | \$50,000            | \$50,000           | Completed                  |
| Mother Lode Land Trust                          | Multiple         | 4/27/2016  | Capacity building for organizational mgmt   | \$25,000            | \$25,000           | Completed                  |
| Mother Lode Land Trust                          | Multiple         | 8/18/2016  | Capacity building Organization Mgmt (Final)   | \$200,000           | \$200,000          | Completed                  |
| <b>Subtotal</b>                                 |                  |            |   | <b>\$1,021,508</b>  | <b>\$1,021,508</b> |                            |
| <b>Grand Total</b>                              |                  |            |   | <b>\$12,154,659</b> | <b>\$7,897,888</b> |                            |
|   |                  |            |   |                     |                    |                            |
| <b>Funding Allocations</b>                      |                  |            |   |                     |                    |                            |
| Organization                                    | Planning Unit    | Grant Date | Description   | Grant Amount        | Paid To Date       | Project Status             |
| Possible Eel River                              | Eel              | 2021-2022  | Allocated amount in budget for future grant award   | \$278,000           | \$0                |                            |
| Possible Spaulding                              | Spaulding        | 2021-2022  | Allocated amount in budget for future grant award   | \$275,000           | \$0                |                            |
| <b>Subtotal</b>                                 |                  |            |   | <b>\$553,000</b>    | <b>\$0</b>         |                            |
|   |                  |            |   |                     |                    |                            |
| <b>Grand Total</b>                              |                  |            |   | <b>\$12,707,659</b> | <b>\$7,897,888</b> | <b>\$4,809,771</b>         |

Estimated Remaining 2019 Expenditure  
Balance

\$4,198,458

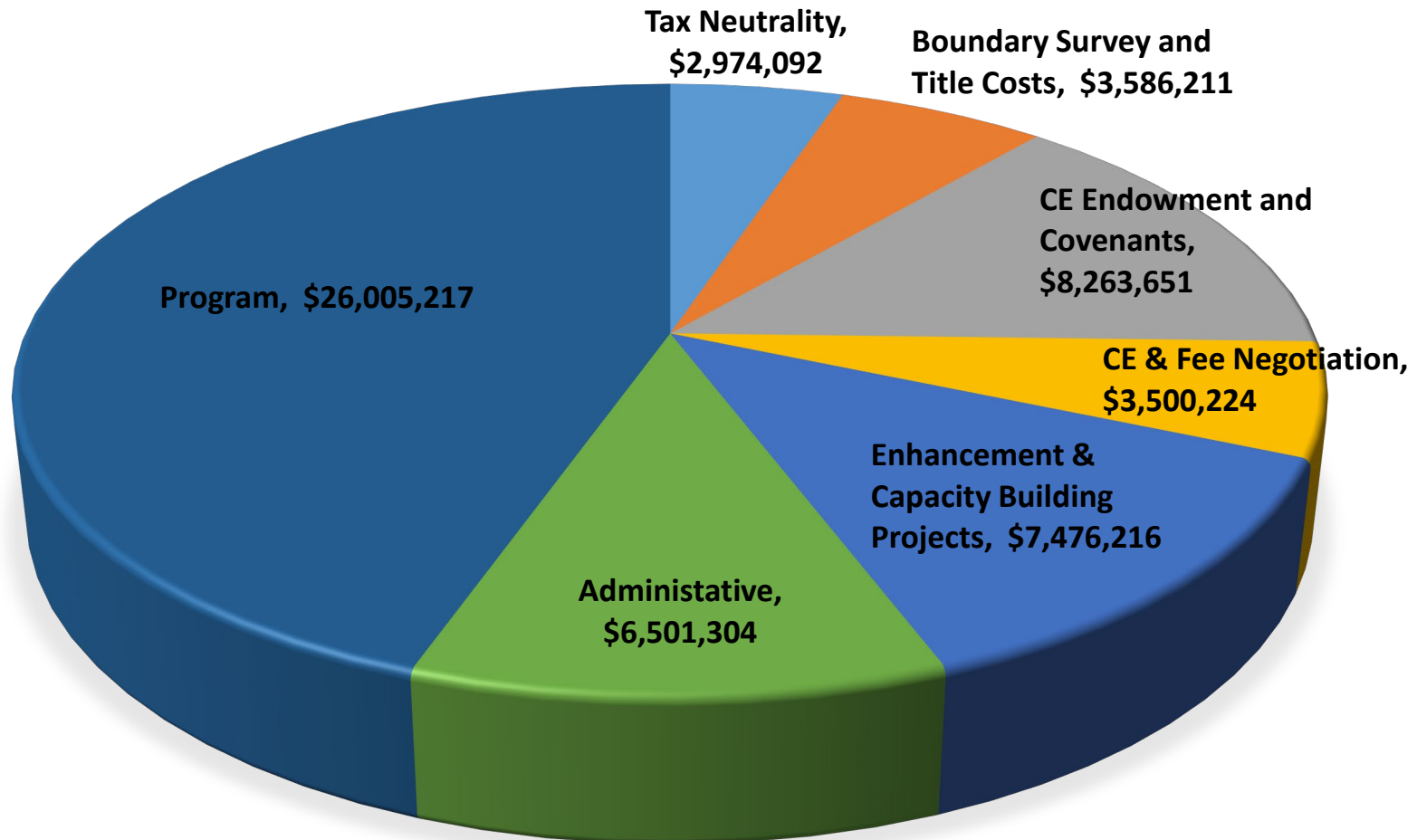
\$611,313

\$4,809,771

BUDGET AND EXPENDITURES



# TOTAL EXPENDITURES THROUGH 2020



## BUDGET AND EXPENDITURES



# 2021 BUDGET TO ACTUAL

|  | Budgeted            | Actual*             |
|--|---------------------|---------------------|
| <b>GENERAL AND ADMINISTRATIVE EXPENSES</b> | <b>\$ 952,302</b>   | <b>\$ 509,647</b>   |
| <b>CONTRACTUAL EXPENSES</b>                | <b>\$ 452,150</b>   | <b>\$ 212,299</b>   |
| <b>PROGRAM EXPENSES</b>                    | <b>\$ 8,364,270</b> | <b>\$ 356,650</b>   |
| <b>CONTINGENCY</b>                         | <b>\$ 143,975</b>   | <b>\$ 143,975</b>   |
| <b>TOTAL BUDGETED</b>                      | <b>\$ 9,912,697</b> | <b>\$ 1,078,596</b> |

\* As of July 31, 2021