

MENDOCINO REDWOOD COMPANY RESOURCE MANAGER 2020 ANNUAL REPORT

I. Overview

The Mendocino Redwood Company Resource Manager (MRCRM) was developed in 2003 by Mendocino Redwood Company (MRC) and Mendocino Forest Products (MFP) to further expand the availability of FSC® (FSC-C013133) certified lumber. The program was also designed to provide access to local landowners, for whom individual FSC-certification was cost-prohibitive, to the benefits of FSC-certification. In 2008, the Humboldt Redwood Company (HRC) was formed as an additional sister company to MRC. Since the inception of HRC, the MRCRM program has also provided access to landowners local to the HRC forestlands.

In early 2011, the MRCRM re-initiated our program utilizing a participation agreement to ensure all participants were aware of their requirements under the program. To be added as participants in the program, applicants must sign the participation agreement, submit a management plan for review, and successfully undergo a field audit by a member of the MRCRM staff.

The program remained stable in 2020, with three new entities joining the program.

Table 1. MRCRM program participants and acreage

| Participant type | Number | Forest Management Units Represented | Acreage represented |
|--------------------------|--------|-------------------------------------|---------------------|
| Landowner | 17 | 17 | 65,822 |
| Resource Manager | 5 | 10 | 26,782 |
| Landowner Representative | 0 | 0 | 0 |
| TOTAL | 22 | 27 | 92,604 |

II. Monitoring visits to various participants

| Participant type | Number harvested in 2020 | Number FMUS harvested in 2020 | Number visits/remote interviews in 2020 |
|--------------------------|--------------------------|-------------------------------|---|
| Landowner | 8 | 8 | 6 |
| Resource Manager | 2 | 3 | 1 |
| Landowner Representative | 0 | 0 | 0 |
| TOTAL | 10 | 11 | 7 |

In 2020, three field visits were conducted at three new participants' properties, prior to onset of COVID19 restrictions. The remaining internal and independent audit interviews were conducted remotely.

III. Significant events or discoveries

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All units visited complied with the FSC-US standards. Two new rare plant occurrences were recorded. One successful osprey nest was discovered. A stream restoration project involving harvest of trees for large woody debris installation was conducted. Two properties conducted sanitation harvest after a wildfire.

IV. Harvest, yield, environmental impacts can all be located in the harvest plans related to each of these harvest activities.

In 2016, MRCRM made the commitment with its participants to monitor additional outcomes including: erosion control points addressed; acres of WLPZ harvest; rare plant detections; and the number of northern spotted owl (NSO) surveys to protocol. The following information was provided by participants as part of an annual reporting requirement:

- 1) Erosion control points treated: 29
- 2) Acres of WLPZ harvested: 113
- 3) Rare plants detected: Two new occurrences
- 4) NSO surveys to protocol: 19

V. Changes made to MRC Resource Manager Program related to monitoring outcomes.

MRCRM continues to review and revise our participation and auditing process to meet ongoing requirements of the FSC, our certifying bodies, and requests from group members. MRCRM participant harvest remained approximately the same in 2020 – we expect harvest rates of participant to maintain, though many of the very small-sized ownership participants will only harvest once every 15-25 years, depending on economic conditions.