

A stylized, light green graphic of a tree with a curved trunk and a few rounded branches, positioned on the left side of the page. The background is a solid, muted green color.

Pacific Forest and Watershed
Lands Stewardship Council

**California Public
Utilities Commission**

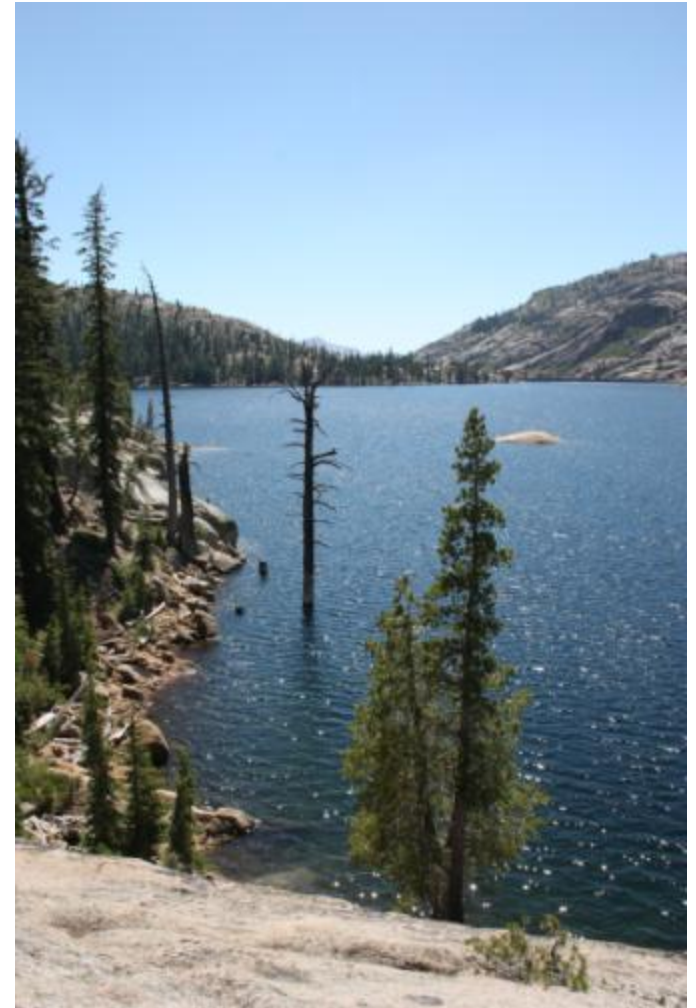
Biannual Report

May 6, 2010



Mission

The Stewardship Council protects and enhances watershed lands and uses, and invests in efforts to improve the lives of young Californians through connections with the outdoors.



- Land Conservation
- 141,000 acres
- 100% to be protected by easements or equivalent
- Approximately 50% of lands available for donation





Land Conservation Program

- Lands are located in nine watersheds in 22 counties
- 1,000 parcels
- Grouped into 47 planning units



Land Conservation Program Recent Progress

- Transaction negotiations underway with recommended donees at Kennedy Meadows pilot planning unit
- Stewardship Council is evaluating capacity of interested donees of fee title for 10 Round 1 planning units



Land Conservation Program Recent Progress (cont.)

- Stewardship Council is meeting with several organizations interested in holding conservation easements over multiple planning units in three watersheds



Land Conservation Program Next Steps

- Summer/Fall 2010 - Land Stewardship Proposals will be submitted by interested donees of fee title for Round 1 planning units
- June 2010 - process begins to select fee title holders on Round 2 planning units



Land Conservation Program Next Steps

- First 851 filings are expected in late 2010 or early 2011



Forested Watershed Lands – Carbon Sequestration

PG&E's forested
lands have value for
carbon sequestration





PG&E's Forested Lands

- 52,000 acres of commercial conifer and hardwood species
- 12,000 acres of non-commercial hardwood and oakwood species
- Approximately 40,000 of these forested acres are on lands currently designated as available for donation



Forested Watershed Lands – Carbon Sequestration

- On April 30, PG&E submitted Forest Project applications with the Climate Action Reserve listing 27 individual projects for consideration as part of the Reserve's carbon offset program
- The listed "improved forest management" projects encompass 63,000 acres in total



Climate Action Reserve Carbon Offset Program

- PG&E's listing of the projects by the Reserve's April 30 deadline preserves an opportunity to register pre-existing projects to obtain credit for historic Carbon Reserve Tons
- PG&E has 30 months following listing to complete the verification and registration process for its projects



Climate Action Reserve Carbon Offset Program

- PG&E and the Stewardship Council will receive stakeholder input and consider potential impacts on PG&E's Land Conservation Commitment prior to PG&E pursuing verification and registration of any of the projects



Financial Update

- In January 2010, Stewardship Council received the 7th installment of PG&E ratepayer funds - \$10 million
- Total commitment of \$100 million over 10 years
- \$70 million for land conservation program
- \$30 million for youth investment program
- \$53 million in investments as of 3/31/10



Financial Update

Category	2009 (Actual)	2010 (Budget)
Youth Investment Program	2,929,838	3,134,304
Land Conservation Program	2,319,112	3,433,248
Total	\$5,248,950	\$6,567,552

Youth Investment Program





Youth Investment Program

- Connecting underserved California youth to the outdoors
 - Park investments
 - Support for outdoor programs
 - Total funding commitment of \$30 million

Grantmaking 2009

- Over \$2.1 million awarded to 48 organizations



2009 Stakeholder Survey

- Increase understanding of our grantmaking
- Surveyed award winners and non-winners





2009 Stakeholder Survey

- Very favorable opinions about the Stewardship Council's:
 - Outreach
 - Application process
 - Responsiveness and communications
 - Grantmaking
 - Role in field of outdoor and environmental programming

Grantmaking 2010

- \$2.1 million in funding
 - Over \$300K in grants awarded to date
- Grant review panels
 - Ensure integrity/transparency
 - Youth Advisory Panel





Youth Investment Program Leadership

- Evaluation workgroup
- Regional gatherings
- Native American Best Practices Workshop
- Yosemite Youth Program Providers Summit





Foundation for Youth Investment (FYI)

- New nonprofit approved by SC Board
- Pro Bono legal work offered by Morrison & Foerster
- First 3 board members appointed by SC





Yosemite Field Tour & Site Visit

- **WildLink Site Visit**
 - Connecting Central Valley youth to Yosemite
- **National Parks discussion**

