North Florida Water Challenges, A Private Landowner's Perspective - Discussion Outline

- Who is Rayonier?
- What do forests <u>currently do</u> for water?
- How can forests impact water <u>quality</u>?
- How can forests impact water <u>quantity</u>?
- What COULD the future hold?



North Florida Water Challenges, A Private Landowner's Perspective – Who is Rayonier?

- Rayonier is a <u>publicly traded forest products company</u> (stock ticker is RYN)
- Rayonier owns/manages <u>2.6 million acres</u> in the US and New Zealand
- We are the <u>third largest timber REIT</u> (Real Estate Investment Trust) in the US
- US land is located in <u>ten states</u>: FL, GA, AL, MS, LA, TX, AR, OK, TN and WA (~<u>419K acres in FL</u>)
- Rayonier recently (June 28th) spun off a <u>new publicly</u> <u>traded company</u>, Rayonier Advanced Materials (RYAM) which contains two cellulose specialty mills (in FL & GA)

North Florida Water Challenges, A Private Landowner's Perspective – What Forests Currently Do for Water

- In addition to providing <u>wildlife habitat</u> and <u>cleaning our air</u> by replacing Carbon Dioxide with Oxygen (one tree can produce about 260 pounds of O2 per year), <u>forests clean our water</u>...
- Forest vegetation acts as a <u>sediment trap</u> to prevent sediment from reaching water bodies
- Forests also <u>metabolize nutrients</u> (nitrogen and phosphorus) before it can reach waterways; many cities use forests to treat wastewater effluent
- Forested wetlands provide <u>natural filtration</u> for surface water and <u>surface water storage</u> capacity
- Forested uplands can provide <u>recharge to surficial aquifers</u>
- <u>Storm attenuation</u> from forests can lessen the impact of hurricane related storm surges and flooding



North Florida Water Challenges, A Private Landowner's Perspective – How Forests Impact Water Quality

- Landowners use water quality <u>Best Management Practices</u> (BMPs) to prevent water quality issues (sediment, nutrients, etc) by preserving
 <u>Streamside Management Zones</u> (SMZs) along water courses
- The overall BMP <u>compliance rate</u> in FL for the 2013 audit is <u>98.9%</u>
- Virtually all <u>loggers are certified and trained</u> to follow BMPs
- Currently <u>5.1 million acres</u> in FL have enrolled in a <u>Notice Of Intent (NOI)</u> program (to follow water quality BMPs)
- Landowners that <u>manage certified forests</u> (SFI, FSC, ATFS, etc.) <u>OR</u> send wood to certified mills are <u>required to follow water quality BMPs</u> and <u>protect aquatic habitat</u>

SFI = Sustainable Forestry Initiative, FSC = Forest Stewardship Council; ATFS = American Tree Farm System



North Florida Water Challenges, A Private Landowner's Perspective – How Forests Impact Water Quantity

- Forests use groundwater through <u>evapo-transpiration</u> (ET)
- By managing forest health, vigor and density, you can "manage" the amount of groundwater a forest "uses"
- Excess rainwater, not used by the forest, can either run off into surface water bodies or recharge aquifers
- Runoff can be a good thing (where a waterbody needs more flow) or not (in the case of a hurricane where you want the forest to use all the water it can)



North Florida Water Challenges, A Private Landowner's Perspective – What COULD the Future Hold?

- Working forests should be kept working through continued strong markets for forest products ("*Forests follow markets*")
- Strategically located forests could be kept in perpetuity via conservation easements or incentives (ecosystem services payments)
- Forest densities could be reduced, with compensation paid by utilities, etc, to <u>increase recharge capacity</u>
- Forestland and freshwater grasslands could be used as surface water reservoirs, with landowner compensation
- Historic surface drainage could be "re-plumbed" to help
 increase aquifer recharge

Other "North Florida Water Challenges":



62# Cobia



Redfish #33 (...has a good story)



North Florida Water Challenges, A Private Landowner's Perspective

Questions & Discussion



Water is good... be happy!

