

#### **Testimony of**

## DANA A. DORAN Executive Director Professional Logging Contractors of the Northeast

Before the Joint Standing Committee on Agriculture, Conservation and Forestry on LD 1529, An Act to Enhance the Protection of High-value Natural Resources

Statewide

#### Thursday, April 17, 2025

Senator Talbot Ross, Representative Pluecker, and members of the Joint Standing Committee on Agriculture, Conservation and Forestry, my name is Dana Doran, and I am the Executive Director of the Professional Logging Contractors of the Northeast (PLC). The PLC is a regional non-profit organization that educates the public on professional logging and trucking issues throughout the Northeast, predominately in the state of Maine.

As background, the PLC was created in 1995 to give logging and associated trucking contractors a voice in a rapidly changing forest products industry. As of 2021, logging and trucking contractors in Maine employed over 3,000 people directly and were indirectly responsible for the creation of an additional 2,500 jobs. This employment and the investments that contractors make contributed \$582 million to the state's economy. Our membership, which includes over 220 contractor members in the state of Maine and an additional 125 associate members, is responsible for more than 80% of Maine's annual timber harvest.

Thank you for providing me the opportunity to testify on behalf of our membership in opposition to LD 1529, An Act to Enhance the Protection of High-value Natural Resources Statewide. The bill before you aims to enhance and encourage the preservation of late-successional forests and old-growth forests in Maine. While on face value, this appears to be a noble endeavor, what is described in Section1-4 and 6 as conservation projects are in fact prescriptive preservation measures that will use taxpayer funds to take working forestland out of production and prohibit timber harvesting in the future. In the land of Paul Bunyan with a 250-year history of forest management, we simply cannot support these sections of the bill. If the committee chooses to amend the bill and remove these sections, we will remove our opposition.

As a member of the Maine Climate Council's Natural and Working Lands Workgroup in 2020 and again in 2024 and as a member of the Governor's Forest Carbon Task Force in 2021, we certainly made recommendations in our reports (attached) which would increase investment in forestland conservation, predominately through the Land for Maine's Future program. However, you will note that not once in our deliberations or recommendations, did we ever

support taking forestland out of production and prohibiting timber harvesting. We were very deliberate and thoughtful to ensure forests not only stay forests, but we use them to grow higher quality wood and expand markets simultaneously.

It is a major concern to us that this legislation would attempt to gerrymander the Land For Maine's Future program, which is taxpayer funded, to preserve forestland and take it out of production.

As forests get older, they reach a point where it is beneficial to cut the older trees leaving room for younger forest growth to regenerate in their place. Trees in Maine will not live for 1,000 years and they will die, rot on the forest floor, produce methane and limit regeneration. For managed forests, it has been proven that regenerative growth will capture more carbon in the long run. Even if a mature tree is harvested, if used in the right application, the carbon is stored permanently in long lasting forest products, even after being harvested.

In the most recent Natural and Working Lands Work Group's final report to the Maine Climate Council from 2024 (attached), there is no mention of preservation and using the Land for Maine's Future Program to achieve such a goal. This report was unanimously supported by a group that consisted of state officials, environmental organizations, landowners, loggers, mills and wildlife officials. Recommendation 1 of the work group's final report states:

Focus land protection efforts in areas with high biodiversity value, high carbon storage sequestration, cultural and economic importance, and/or which offer opportunities to improve public access equitably. Through voluntary, focused purchases of land and conservation easements, increase of the area of conserved lands in Maine by at least 1.5 million acres by December 2030 with the following target in mind:

Sustain ecosystem services and lands needed for carbon storage and sequestration and natural resource-based industries by securing significant and well-distributed working forest conservation, including productive lands for storage and sequestration and durable wood product production and new fee and easement conservation within source drinking water watersheds to ensure water quality without additional water treatment measures.

As you should note in this recommendation, but what is pervasive throughout all three reports over the last five years, the emphasis is upon conservation and there is not one mention of preservation. All stakeholders recognized that the forests can be conserved, but managed and kept in production for the benefit of all.

Protecting Maine's environment is a priority for everyone in the state and it must be done in collaboration with the people who live on and care for the land every day. Maine can achieve conservation goals while also maintaining economic resilience. This bill would take 250 years of careful management and essentially throw it out the window in favor of doing nothing as a management plan for the future.

Thank you for your consideration and I respectfully urge you to vote ought not to pass on this bill as soon as possible.

#### Dear Hannah and Melanie:

The Natural and Working Lands Work Group is pleased to submit its final recommendations to the Maine Climate Council to supplement and update the important recommendations it developed in 2020 for the state's climate action plan, *Maine Won't Wait*.

The Natural and Working Lands Work Group selected three of its original recommendations to define further through this 2024 update process:

- Increase the total acreage of conserved lands in the state to 30% by 2030;
- Increase the amount of food consumed in Maine from state food producers to 30% by 2030 through local food system development; and
- Establish an incentive-based forest carbon program for woodland owners to increase carbon sequestration and storage.

Maine's significant land base consisting of working forests, active agricultural land, and natural lands is the envy of the region and the nation. These lands play an essential role in sequestering carbon, offsetting Maine's greenhouse gas emissions, supporting a vibrant food system, and providing essential habitat for biodiversity protection and species migration, all necessary attributes to mitigate and adapt to climate change.

These expanded recommendations identify the most promising approaches Maine can take to increase protected land, local food consumption, and forest carbon sequestration. While the recommendations are distinct, there are commonalities in approach. Collectively, they require a commitment to and investments in research and monitoring, expanded capacity, technical support, incentives, planning, public engagement, stewardship, and long-term funding. With these further investments, the state can maximize the potential of its natural and working lands to mitigate climate change and support community and natural resource resilience.

Thank you for your leadership in promoting climate action by overseeing the update to *Maine Won't Wait*. We look forward to working with you and the rest of the Maine Climate Council to advance these recommendations over the next six months.

Sincerely,

Amanda E. Beal, Commissioner Maine Department of Agriculture, Conservation and Forestry

Thomas Abello, Legislative Director Office of the Governor

# MAINE CLIMATE COUNCIL NATURAL AND WORKING LANDS WORK GROUP RECOMMENDATIONS

May 30, 2024

#### 30% Land Conservation Recommendations

#### Introduction

The Natural and Working Lands Working Group reviewed Strategy E, Recommendation 1-Protect Natural and Working Lands and Waters from Maine Won't Wait.

- Increase by 2030 the total acreage of conserved lands in the state to 30% through voluntary, focused purchases of land and working forest or farm conservation easements.
- Additional targets should be identified in partnership with stakeholders to develop specific sub-groups for these conserved land for Maine's forest cover, agriculture lands and coastal areas.
- Focus conservation on high biodiversity areas to support land and water connectivity and ecosystem health.

Maine is rich in contrasts between the boreal and temperate, freshwater, saltwater, upland and wetland, alpine, and lowlands. The state's 33,315 square miles includes 17.5 million acres of forestland interspersed with rugged mountains, over 700,000 acres of productive farmland, more than 5,600 lakes and ponds, roughly 5 million acres of wetlands, 31,800 miles of rivers and streams, 4,100 miles of coastline, and 4,613 coastal islands. Most of Maine's conserved lands consist of large working forest easements in northern and eastern Maine. Southern Maine, with a higher population density and numerous biodiversity' hot spots,' has a lower proportion of conserved lands. Maine has been most successful in conserving wetlands and mountaintops with high ecological, scenic, and recreational values. Compared to forestlands and wetlands, farmland conservation lags significantly behind, with only 3.5% conserved, and Maine has historically provided significantly less public funding for farmland conservation than all other states in the northeastern U.S. (Due to this lack of farmland protection, this set of recommendations includes a stand-alone section for farmland funding and conservation planning.)

Maine's conserved forestlands and farmlands also play a vital role in the state's economy by providing wood for our mills and food for our people and by enabling jobs for farmers, loggers, foresters, truckers, park rangers, and others. Moreover, conserved lands form the backbone of Maine's outdoor recreation economy, valued at more than \$3 billion per year.

The *Maine Won't Wait* 2023 Update notes that 4,357,462 acres, or 22.2% of Maine, are permanently conserved through fee and/or easement. Over recent years, Maine has conserved about 50,000 acres annually; to reach the 30% goal, this rate will need to increase *nearly fivefold*.

Our sub-group recognized that the 2030 goal should represent a milestone rather than an end in itself; land conservation will surely need to continue beyond 2030.

The following is a collaboratively developed definition of 'conserved lands':

"Conserved Lands" means any natural and working land that is durably\* protected and provides natural resource-based benefits. These benefits can include clean water, healthy soils, habitat for diverse and thriving populations of plants and wildlife, food security, climate resiliency, carbon storage, and cultural, economic, and outdoor recreational opportunities for all Maine people.

\*Durable includes lands under permanent fee or conservation easements (meeting GAP status 1-3) in the Maine Conservation Lands GIS layer) or natural and traditionally managed lands identified in government-to-government relationships with Wabanaki Nations in Maine. Durable lands do not include temporary protections by such tools as, for example, lease agreements, shoreland or municipal land use restrictions, carbon offset projects, or areas enrolled in tree growth or other open space current use tax law provisions.

Many discussions focused on the importance of evaluating Maine's suite of conserved lands (both current and future) through a lens of equity and inclusivity. The benefits of conserved lands should be equitably distributed and inclusive to all Maine residents, with a focus on ensuring access for marginalized communities. Specific recommendations are included below.

Although sub-group discussions focused on permanent land conservation, we also recognized the value of other programs that maintain Maine's landscape in functional, compatible land uses. These compatible land uses include many municipally owned lands and Tree Growth, Open Space, and Farmland' current use' tax programs. Collectively, these compatible land uses, together with permanently conserved lands, account for 65.9% of Maine. (Note that although the definition above suggests the inclusion of tribally owned lands, the 65.9% figure excludes approximately 330,000 acres of those lands, which comprise 1.7% of the state. The role of tribal lands and tribal interests/needs in state land conservation needs further discussion and engagement with tribes). One suggestion for tracking this 'compatible land use' statistic is to recommend *no net loss*.

Sub-group discussions recognized that not all values will be conserved on every acre – that is, some acquisitions will feature ecological attributes while others may focus on sustainable resource production or accessible outdoor recreation. Group discussions also touched on a wide range of related topics, including the importance of the forest economy (and balance between reserves and working forests), recognizing other community needs (e.g., housing, economic growth), and workforce housing for conservation employees.

#### **Recommendation 1: Priorities**

Focus land protection efforts in areas with high biodiversity value, high carbon storage and sequestration, cultural and economic importance, and/or which offer opportunities to improve public access equitably.

Metric: Through voluntary, focused purchases of land and conservation easements, increase the area of conserved lands in Maine by at least 1.5 million acres by December 2030 with the following targets in mind:

- Conserve land within Beginning with Habitat Focus Areas of Statewide Ecological Significance, add new State and private-owned ecological reserves (including high carbon forests), and increase fee and easement conservation for important terrestrial and aquatic areas that ensure landscape-level connectivity as identified through efforts such as a new statewide landscape conservation blueprint (referenced as an action item in the recommendation on increasing capacity).
- Conserve lands that fill gaps in equity for land use, cultural significance, and access. Conservation efforts should prioritize properties that support the goals of and secure land to the Wabanaki Nations; increase open space opportunities for Maine residents located within a 10-minute walk of where they live; include ADA-accessible trails and boat access within 10 miles of Maine population centers; protect working waterfronts; amongst others. Focusing land conservation efforts on ensuring equitable access and use for marginalized communities will help provide cultural, economic, and recreational opportunities for all Maine people.
- Sustain ecosystem services and lands needed for carbon storage and sequestration and natural resource-based industries by securing significant and well-distributed working forest conservation, including productive lands for storage and sequestration and durable wood product production and new fee and easement conservation within source drinking water watersheds (including for Portland and Lewiston-Auburn) to ensure water quality without additional water treatment measures.

#### **Recommendation 2: Farmland**

Safeguard the state's agricultural resources by doubling the permanently protected farmland in Maine by 2030 through a comprehensive and collaborative strategy that brings increased state funding, capacity, and new strategies to this work.

**Metric**: Annually invest \$20 million in state funding toward permanent conservation of Maine's farmland, with the goal of protecting at least 7% of the state's presently undeveloped farmland by 2030. Develop a strategy to continue and fund this work past 2030, with a goal of no net loss of farmland.

• Establish a well-funded, sufficiently staffed, stand-alone state program or mechanism (in addition to Land for Maine's Future) to prioritize the efficient flow of farmland conservation resources in collaboration with non-profit and federal partners, which includes both traditional easement acquisition as well as seamless support for alternative methods of protecting farmland outside of the process (Buy/Protect/Support/Sell, community land trust/non-profit acquisitions, etc.).

- Commission a Maine Farmland Action Plan to articulate goals and strategies regarding Maine's farmland resource and agricultural economy beyond 2030, identifying the highest priority lands to secure against nonagricultural development along with affordable and achievable pathways to farmland access and development of practical tools and programs for supporting Maine's agricultural economy.
- Recognizing that farmland viability is critical to this recommendation, expand funding for state programming and infrastructure (such as grant, loan, and assistance programs) that have a tangible, positive impact on farm viability in Maine.

#### **Recommendation 3: Funding**

Significantly expand the funding and funding eligibility for fee and easement acquisition through existing and new land conservation programs, including the Land for Maine's Future Program.

**Metric**: By December 2025, Maine has established permanent conservation funding that generates at least \$50 million per year (excluding farmland, which is addressed in Recommendation 4).

- Establish permanent and ongoing funding for the Land for Maine's Future Program; consider a variety of mechanisms, including mitigation funding, real estate transfer tax, reallocation of outdoor goods or rooms and meals tax, enhancement of dedicated funds for resource conservation (deer yards, stream buffers, etc.), and others (in part) to create a match for federal funds.
- Advocate for increased, sustained, and more flexible federal conservation funding that supports state, tribal, and non-governmental efforts (e.g., a new Forest Conservation Easement Program). Examples of critical funding include the Forest Legacy Program, Pittman-Robinson Funds, North American Wetlands Conservation Act, Land and Water Conservation Fund, and others.
- Streamline state processes for conservation funding and grant review, approval, and administration.

#### **Recommendation 4: Capacity**

Expand public and private capacity to support all conservation acquisition and stewardship elements, including participatory planning efforts, acquisition and due diligence, ongoing land management and monitoring, and program evaluation and accountability.

*Metric*: By 2030 (and using 2023 as a baseline), increase the conservation acquisition and stewardship staff of land management agencies in proportion to the acreage of land owned,

under easement, and other legal stewardship responsibilities, and develop a plan for long-term land uses for the State of Maine.

- Ensure agency staffing keeps pace with acquisition and stewardship responsibilities, including land acquisition, grant, database administration, land management, and monitoring.
- Create incentives to expand the network of land acquisition contractors, including appraisers, surveyors, and legal services, and recruit conservation workers (land stewards, park rangers, foresters, ecologists) that reflect the diversity of current and future generations.
- Over the next three years, state agencies should work with a coalition of partners and large landowners, as well as Wabanaki Nations, in government-to-government relationships to develop a non-regulatory statewide landscape conservation blueprint. This action allows a collaborative process to unfold for setting goals to and beyond 2030 for the conservation and management of key places for biodiversity, recreation, and ecosystem services (drinking water, timber products, etc.) in the broader context of land use in Maine's natural and working lands while respecting individual management objectives of private landowners. This strategy addresses the following 2020 Maine Won't Wait recommendation: "Additional targets should be identified in partnership with stakeholders to develop specific sub-goals for these conserved lands for Maine's forest cover, agriculture lands, and coastal areas."

#### **Deliverable Template Questions:**

#### 1. Impacts

Mitigation: Maine's natural landscape is vital to mitigating greenhouse gas emissions: each year, Maine's forests sequester an amount of carbon equal to at least 60 percent of the state's annual carbon emissions, a figure that rises to 75 percent when durable forest products are included. In addition, conserved lands also provide innumerable other benefits – maintaining wildlife habitat, ensuring clean water, providing access to food, and creating recreational opportunities that support the physical and mental health of all of Maine's people. Preserving land prevents conversion to other uses that would typically result in higher energy use and emissions rates. An increase in climate-friendly farming practices on permanently conserved farmland can enhance long-term carbon sequestration in soils, helping to mitigate an increase in greenhouse gas emissions.

Workforce and Economic Opportunity: Maine's natural landscapes are central to the state's economy and high quality of life. Maine's outdoor economy provides \$3.3 billion through jobs and tourism dollars. Additional conserved lands will support the health of these industries. Farmland conservation investments provide critical capital for farm businesses, supporting infrastructure and equipment improvements and reducing debt. Purchased agricultural conservation easements directly support the viability of the farm economy, often leading to opportunities for new and beginning farmers to develop their businesses and generate ongoing

revenue for businesses that provide inputs or services for farms.

One challenge related to the conservation and agricultural workforce is the need for more affordable housing for seasonal workers. Similarly, wages for entry-level workers can create challenges for workforce recruitment and retention. Agencies and organizations involved in hiring should create incentives and best recruitment practices that increase the number of conservation workers and increase access to conservation careers for priority populations. (One group member recommended an analysis of hiring barriers associated with increasing workforce diversity. While this action merits consideration, it was considered beyond the scope of this Work Group.)

Resilience: Conserved lands increase the resilience of the landscape. Healthy and intact ecosystems are less susceptible to pests, and conserved lands provide important buffers to flood waters, rising sea levels, and other natural disasters, including fire. Accordingly, conservation practitioners should consider the value of conserved lands for natural climate solutions, including flood mitigation, coastal buffering, and mitigation of storm damage. Conserved lands also allow habitat connectivity, essential for shifting species ranges from warming climate conditions. In addition, farmland conservation contributes to the resilience of Maine's food system in the face of future climate-related disruptions to the global supply chain.

Equity: Future conservation must consider equitable land access for underserved populations and communities. There is also a growing focus on expanding conservation opportunities for and with Wabanaki tribes. Affordable and equitable land access in the agricultural space has been and will continue to be accomplished primarily through farmland conservation and the purchase of conservation easements. The purchase of agricultural conservation easements and associated farmland conservation tools are often used to conserve land, make land affordable, and help lower-income and socially disadvantaged populations overcome the lack of capital as a land access barrier. As the pace for agricultural land conservation expands, affordable and equitable land access opportunities will also be critical as farmers of color, New American farmers, and other underserved communities continue to seek avenues to participate in Maine's food system.

Proven Strategy and Feasibility: Maine has an excellent track record of federal funding, collaboration among public agencies and conservation groups, and public support for conservation. Maine also has property owners typically willing to engage in conservation alternatives for their land—in other words, the project 'pipeline' presents opportunities for increased conservation. However, the feasibility of the 30% goal is dependent on funding and capacity. We estimate that up to \$1.5 billion of funding could be required over six years (with an average land cost of \$1,000/acre).

#### 2. Cross-over

<u>Coastal and Marine</u>: Funding for land conservation will likely include properties that conserve coastal ecosystems and working waterfronts.

<u>Resilience</u>: Projects emphasizing habitat connectivity, landform diversity, and land conservation will support ecological resilience. The Community Resilience Work Group would be another cross-over group, as it looks at human populations and vulnerabilities to climate-related disasters, such as flooding, wildfires, and human health.

<u>Energy</u>: The State's renewable energy development goals intersect directly with its land conservation goals.

#### 3. Priority Populations

Populations: Efforts to fund land conservation should recognize the importance of low-income and marginalized populations, particularly those with limited access to conserved lands and conservation funding. In addition, consideration should be given to expanding funding for land conservation opportunities for Wabanaki tribes. Regarding increased farmland conservation, in line with recent experience and trends, affordable and equitable land access opportunities will increase for low-income and socially disadvantaged groups (including BIOPC and New American farmers).

Impacts: The majority of Maine's conserved lands lie in undeveloped, rural parts of the state, raising concerns about the equitability of property tax responsibilities. Meanwhile, conserved lands in more developed parts of coastal and southern Maine may disproportionately benefit affluent populations. Farmland protection, if not done carefully, can result in protected high-value estate properties without any agricultural production.

Sources of Information: The State's Conserved Lands database is the foundation of all analyses conducted on conserved lands. While there is an increasing pool of studies regarding the impacts of conserved lands on marginalized communities at the regional or national scale (e.g., *Distribution of Capitalized Benefits from Land Conservation*, Lang et al. 2023), our Work Group is not aware of any such studies from Maine.

Implementation: Conservation actions should consider the impacts of land access, property tax implications, and workforce development (e.g., jobs for loggers, farmers, or park staff). These considerations can be enhanced by engagement with local communities as part of the acquisition and management planning process for conserved lands. Farmland conservation activities should prioritize increasing equitable access to affordable land and coordinate closely with groups representing socially disadvantaged farmers. In addition, state agencies should continue to seek ways for tribal input and collaboration through, for example, the Conservation Delegation of the First Light program and other avenues.

#### **4. Timeframe** (Short-term: by 2025; Mid-term: by 2030; Long-term: by 2050 or beyond)

Efforts should be made to identify and create a permanent land conservation funding mechanism (or mechanisms) by the end of 2025. Recognizing the need for the pace of farmland conservation to rapidly increase to bring Maine in line with the rest of the northeast, investment is needed immediately to achieve the goal of doubling the amount of farmland protected in Maine by 2030.

#### 5. Implementation

• <u>Legislative action</u> would be needed to create permanent state funding sources to conserve lands and farms and to increase 'head count' to boost state agency capacity where needed.

- <u>Incentives</u> may be needed to increase the number of appraisers, surveyors, and legal staff required for due diligence efforts.
- <u>Advocacy</u> will be needed to maintain or increase various federal land and farm conservation funding programs.
- <u>Collaboration and teamwork</u> will be needed among public agencies, conservation groups, and landowners.

#### 6. Measuring Outcomes

The Maine Climate Council currently has a dashboard metric for conserved lands based on the Conserved Lands GIS data layer administered by the Department of Agriculture, Conservation and Forestry (DACF). Various other databases and GIS layers maintained by DACF and the Department of Inland Fisheries and Wildlife (DIFW) track progress on land conservation and protection of specific habitats. Note that the Climate Council's Science and Technical Team previously estimated that the rate of land conservation needed to increase threefold to reach the 2030 goal, and the NWL group estimates that the rate needs to increase fivefold. This difference reflects variations in the definitions of conservation used, the lengths of time considered, and the specific time periods used for the calculation. Furthermore, both estimations indicate that the rate of conserved land will need to substantially increase to meet the 30% by 2030 goal, and the NWL WG strategies were updated with this in mind.

#### 30% Maine Food by 2030 Recommendations

#### Introduction

The Natural and Working Lands Work Group identified specific actions to accomplish the *Maine Won't Wait* goal of increasing the amount of food consumed in Maine from state food producers to 30% by 2030 through local food system development.

About a third of all human-caused greenhouse gas emissions are linked to food. Moreover, climate-related disruptions pose a serious threat to the production and transportation of food around the globe. These realities make strengthening Maine's food system a fundamental climate strategy for no fewer than three reasons: we can reduce the climate impacts of transporting food long distances; we can reduce dependence on fragile global supply chains; and we can enhance the state's ability to support climate-friendly agricultural practices, including cover cropping, reduced/no-till, crop rotation, soil carbon/organic matter amendments, agroforestry, and rotational grazing – a power that is largely lost with imported food.

The overarching recommendation to accomplish this goal is to create a state-level food plan; this is a necessary precursor to strategic improvements in Maine's food system. The working group acknowledged that there have been important, NGO-led food system planning efforts in Maine and that the State itself has created plans for aspects of Maine's food system—notably a plan to reduce food insecurity and a plan to support the marine economy. However, the state has no comprehensive plan for its food system, a system that impacts every resident and two significant heritage industries. A food planning process involving the State, the University of Maine, and other key institutional players will have the capacity to bring together a broad range of stakeholders and collect baseline information about Maine-grown food production and consumption. It will also include recommended policies, expanded funding mechanisms, new programs, and additional cooperation, which the State, academic institutions, businesses, and non-profits will implement. While the creation of this plan is underway, the recommendations to increase the viability of food businesses and ensure that more consumers can access local food can be implemented.

#### **Recommendation 1: Create a Maine Food Plan**

- a. Identify funding for the state food planning process and identify key goals for the plan.
- b. Align food plan recommendations with those of existing Maine strategic plans.
- c. Center community involvement, particularly youth and priority populations, in every phase of plan creation, especially in strategic decision-making.
- d. Create a local food definition and metrics that can be adopted and used statewide.

Recommendation 2: Strengthen the viability of Maine farms, fisheries, and other food producers through expanded, equitable, and ongoing access to funding, technical assistance, and processing and distribution infrastructure.

<sup>&</sup>lt;sup>1</sup> United Nations (n.d.). Food and Climate Change: Healthy diets for a healthier planet. Climate Action. Retrieved April 22, 2024, from https://www.un.org/en/climatechange/science/climate-issues/food#:~:text=Food%20needs%20to%20be%20grown,emissions%20is%20linked%20to%20food.

- a. Maintain and expand access to farmland, working waterfront, and other key pieces of the food supply chain infrastructure.
- b. Establish permanent funding for the State to help producers navigate the technical assistance and funding opportunities available throughout the state, with a focus on reaching priority populations.
- c. Establish permanent funding for infrastructure development that aligns with the scale, geography, and food type needs and increase the capacity of the Maine Agriculture, Food and Forest Products Investment Fund.
- d. Target funding to support producers in adopting climate change mitigation and resilience strategies, including the Maine Healthy Soils Program.
- e. Create an inventory of the current food processing, storage, and aggregation capacities and evaluate the infrastructure gaps and needs.

### Recommendation 3: Create more Maine markets for Maine producers and increase access to Maine food.

- a. Develop a marketing plan to increase the consumption of Maine food that supports consumer education efforts focused on the climate-related, economic, and nutritional value of Maine food; aligns DACF's Real Maine and the Maine Sea Grant's Seafood Directory towards the 30% Maine food by 2030 goal; and educates consumers about local food preparation.
- b. Leverage State contracting and appropriations to incentivize the purchase of local foods and establish permanent funding for equitable local food access programs. Direct State investments should grow from \$1.75 million to \$4 million annually to support existing<sup>2</sup> and innovative programming in support of local food procurement, local food access, and food equity initiatives.
- c. Support producers to diversify market channels and identify and connect with profitable Maine markets for their products.

#### **Deliverable Template Questions:**

#### **Recommendation 1: Create a Maine Food Plan**

#### 1. Impacts

If 30% of food purchased in the state were grown, fished, and raised in Maine, climate change impacts would be reduced, primarily by reducing the greenhouse gas emissions associated with long-distance food transportation. Increasing Maine's food production with a focus on local markets will strengthen the resiliency of our food system in the face of inevitable future climate-driven disruptions.

Increasing the number of consumers of Maine food and the amount they purchase will strengthen the economic viability of the farms throughout the state, an important natural heritage industry.

<sup>&</sup>lt;sup>2</sup> Existing programs that receive State funding or pass-through funding from the State include Local Food for Schools, Maine Senior FarmShare, Maine Harvest Bucks, Farm Fresh Rewards, Mainers Feeding Mainers, Fishermen Feeding Mainers, Local Food Purchase Assistance, Farm to Institution Incentives, and the WIC Farmers Market Nutrition Program.

Many producers could scale up, enabling them to hire more workers, which would help to strengthen rural communities, or smaller farms can grow opportunities to diversify, develop value-added products, or innovate in other ways to access new markets and customers.

Increasing local food availability, together with removing market barriers for producers and customers, will enable all people in Maine to have access to high-quality, nutritious, and delicious Maine-grown food.

Food system questions evoked the most passionate engagement from youth participants, and we recommend that engagement be encouraged and leveraged through a youth-centered planning process.

#### 2. Cross-over

Coastal and Marine Working Group Materials Management Task Force

The Working Group coordinators met regularly with the coordinators of the three relevant Working Groups as recommendations were being developed.

#### 3. Priority Populations

Populations - Priority populations are disproportionately impacted by food insecurity,<sup>3</sup> and many work in the farming, fishing, food processing, and food distribution industries. Strengthening the local food system will positively impact many priority populations by increasing economic activity and making healthy, local food more accessible through various market channels, including those serving low-income people.

Many farms and food processing businesses are in rural areas with limited access to public transportation. Most farms in Maine are small businesses, and many farm owners earn below the poverty line. Farm workers and food processing workers are often low-income, migrant workers, new Mainers, undocumented workers, and members of tribal nations.

Impacts – Strategic investments in these businesses will improve their economic sustainability, enabling them to flourish and expand.

Supporting Maine's food producers will make local food more available. There will need to be continued focus to ensure that Maine-grown food is affordable and accessible to everyone throughout the state.

Sources of Information - The USDA Census of Agriculture and Everyone at the Table: Maine's Roadmap to End Hunger by 2030 provide data on how priority populations are engaged in agriculture and food purchasing and consumption.

<sup>&</sup>lt;sup>3</sup> Everyone at the Table: Maine's Roadmap to End Hunger by 2030, p 15-19.

Result of engagement - This subgroup had little input from priority populations. Those invited from priority populations could not attend because of time constraints. We hope the Mitchell Center process will help fill these gaps and strengthen these recommendations.

Implementation - As noted in Recommendations 1c, the participation of priority populations will be critical to the creation of an effective and equitable Maine food plan. The process for creating a Maine food plan should be designed to explicitly incorporate input from priority populations. Increasing access to land and food infrastructure, technical assistance, and funding should focus on reaching priority populations. The expansion of food access programs and the creation of new ones should be prioritized and done in collaboration with people from priority populations.

a. **Timeframe** (Short-term: by 2025; Mid-term: by 2030; Long-term: by 2050 or beyond)

All of these actions could be implemented in the short term. The outcomes for creating a local food definition will be realized in the mid-term while the outcomes from creating a food plan will be seen in the long-term.

#### 4. Implementation Next Steps

- ☑ Legislation, rules/regulation, internal program guidance changes
- ☑ Establishment of a new program or a fund,
- ☑ Conduct additional research
- ☑ Coordinate with other parties/agencies/states

University of Maine Cooperative Extension (UMCE) has secured funding for some aspects of a strategic food plan. The State could collaborate with the UMCE to create a more comprehensive plan. DACF should identify additional funding for the state food plan by working with state, federal, private, and philanthropic funders to leverage additional funds.

The planning process can provide an opportunity to coordinate activities outside DACF across other state agencies, including the Departments of Economic and Community Development, Health and Human Services, Energy, Marine Resources, Inland Fisheries and Wildlife, and others, to ensure that the plan aligns with the goals and plans of those agencies. The process can also leverage and support the ongoing work of non-state entities, including the Maine Food Strategy, Focus Maine, CEI, New England Food Planners Partnership, and others.

DACF is positioned to support the development of a plan, including by helping to identify funds to implement the recommendations, and work with food system partners to act on the recommendations. Outputs should include key food system infrastructure inventories and a Maine food system data dashboard.

#### 5. Measuring Outcomes

A state-level food plan would enable the state to make strategic decisions about strengthening the Maine food system. One of the outcomes of the plan could be the creation of definitions and

metrics with which the food system's strengths and challenges can be evaluated. This increased understanding of the food system could enable the State to identify funding, policy, and programmatic priorities. Through the planning process, the Maine food system may become better networked, with various businesses, agencies, and non-profits increasing collaboration and working toward common goals. Policies could be implemented to remove barriers and enable equitable, climate-friendly growth in the Maine food system.

Though many of these metrics should be included in the state food plan, several specific metrics should measure actions toward creating more viable farms, fisheries, and other food producers, including the acreage in farmland, the number of working waterfront facilities, the key food supply chain infrastructure, and the funding available to navigate technical assistance, develop infrastructure, and adopt climate-friendly agricultural practices.

Creating a cohesive Maine-based food marketing strategy will increase consumer awareness of the benefits of purchasing local food and make them more interested in choosing it. Food producers will also diversify the channels through which they market their products. As a result, local food sales at all market channels will likely increase. By expanding food equity programs, more low-income children and adults will have access to healthy local food, and public health outcomes will improve.

Together, these recommendations are intended to create a Maine food system that is more equitable, economically robust, and environmentally sustainable. Ultimately, the success of the three recommendations will measured by whether we meet the 30% Maine food target.

Recommendation 2: Strengthen the viability of Maine farms, fisheries, and other food producers through expanded and ongoing access to funding, technical assistance, and processing and distribution infrastructure.

#### 1. Impacts

Same as Recommendation 1.

#### 2. Cross-over

Same as Recommendation 1.

#### 3. Priority Populations.

Same as Recommendation 1.

**4.** Timeframe (Short-term: by 2025; Mid-term: by 2030; Long-term: by 2050 or beyond)

All the actions can be implemented in the short-term, aside from maintaining and expanding access to farmland and the working waterfront, will take place in the mid-term. Realizing the outcomes of creating an inventory of the food processing and storage facilities will take place in the short-term, while the outcomes of establishing targeted funding streams will take place in the

mid-term. The outcomes of expanding access to farmland and the working waterfront will be realized in the long term.

#### 5. Implementation Next Steps

- ☑ Legislation, rules/regulation, internal program guidance changes
- ☑ Establishment of a new program or a fund,
- ☑ Conduct additional research
- ☑ Provide education or training
- ☑ Coordinate with other parties/agencies/states

DACF should lead many of these efforts in collaboration with Soil and Water Conservation Districts, the University of Maine Cooperative Extension, the USDA Natural Resources Conservation Service, the Department of Economic and Community Development, and the Division of Marine Resources. In addition, DACF should work with non-profit technical assistance providers, including MOFGA, Maine Farmland Trust, and others. They should also collaborate with funders, such as Community Development Financial Institutions, including CEI; local credit unions, including Farm Credit East; and philanthropic organizations, including those in the Maine Food Funders Network.

#### 6. Measuring Outcomes

These actions will enable businesses that grow, raise, produce, harvest, catch, and distribute food to be more financially and environmentally sustainable. It will be important to capture baseline measurements of economic and sustainability indicators and then track these over time. These measurements may include the number of farms and food businesses, the profitability of farms and food businesses, the amount of food produced, and the number of people employed in the food sector. It will also be useful to measure the amount of funds distributed, the number of recipients, and the return on investment of that funding.

Regarding sustainability measures, acres of land in conservation and a reduction in food production activities that negatively impact climate change should be tracked.

Increased viability of farms and food businesses could also positively impact the farming, fishing, and food-producing community. Increasing numbers of young and beginning farmers and fishermen, as well as lower stress/improved mental health among farmers and food producers, would be indicators of success.

Recommendation 3: Create more Maine markets for Maine producers and increase access to Maine food.

#### 1. Impacts.

Same as Recommendation 1.

#### 2. Cross-over

Same as Recommendation 1.

#### 3. Priority Populations

Same as Recommendation 1.

**4.** Timeframe (Short-term: by 2025; Mid-term: by 2030; Long-term: by 2050 or beyond)

The actions to create a marketing plan and increase food equity will take place in the short term, and the outcomes will be realized in the mid-term.

#### 5. Implementation Next Steps

- ☑ Establishment of a new program or a fund
- ☑ Provide education or training
- ☑ Coordinate with other parties/agencies/states

Real Maine and the Division of Marine Resources could lead the development of a comprehensive in-state marketing plan for Maine food. They could partner with many organizations offering nutrition education to strengthen and align the work.

The State should pursue additional funding to expand existing food equity programs and work to create new programs to reach additional populations. They should pursue federal, state, and philanthropic funds to expand this work and partner with non-profits focusing on food justice and equity.

#### 6. Measuring Outcomes

Ultimately, metrics would be guided by the state food plan. In the short term, farm and fishing indicators include the value of harvests by indicator crop and the value of landings by indicator species. To capture new market channels identified by producers, the number of new products sold in Maine and the number of new channels will be collected. Understanding consumer purchases of Maine foods and consumer sentiments will strengthen this recommendation.

#### **Forest Carbon Recommendations**

#### Introduction

The Forest Carbon Task Force, established by Executive Order in 2021, identified multiple recommendations aimed at increasing forest carbon sequestration and storage in Maine forests. Three key principles formed the starting point for these previous recommendations and the new set of recommendations below because they are foundational to Maine forests successfully sequestering and storing more carbon. These principles were:

- Maintaining existing forestland ("keeping forests as forests") is fundamentally important if forests are to make a growing contribution toward achieving the State's climate goals;
- Improving forest condition through widespread adoption of climate-friendly forest management practices is equally important to increase forest carbon; and
- Increasing economically viable markets for low-grade wood is necessary to facilitate adoption of carbon-enhancing forest practices.

The Natural and Working Lands Work Group re-affirms these principles. Forests in Maine are the primary contributor to carbon sequestration and storage, and maintaining as much forest land as possible is essential to meeting Maine's climate goals. The management of Maine forestland is closely linked to its capacity to provide climate-related and other important ecosystem services, including contributing to human health with clean air and water, and supporting local and regional wood markets. Yet forest carbon management, inventorying, and accounting are parts of a highly dynamic field, and new programs and methodologies are constantly emerging.

Informed by these realities, the following three new recommendations aim to increase carbon sequestration and storage in Maine forests while also ensuring these forests continue to support other critical economic, environmental, and cultural values.

#### Recommendations

- 1. Provide incentives to forest landowners, foresters, and loggers to increase the implementation of climate-friendly practices.
  - a. Maine's Open Space current use taxation program should be updated to include the broadly supported modifications proposed in LD 1648 (131<sup>st</sup> legislature) that incorporate incentives for forest owners to adopt climate-friendly land management practices.
  - b. With further funding, the Maine Forest Service (MFS) should expand the WoodsWISE incentives program and include climate-friendly management strategies in forest management plans.
  - c. MFS and other entities should identify additional technical and financial resources to increase the implementation of climate/carbon-friendly forest management and timber harvesting practices; provide cost-share assistance to loggers to purchase low-impact

- harvesting equipment and implement carbon-enhancing forest management practices; and support the voluntary use of professionals and service providers who follow protocols to validate the implementation of climate-smart practices.
- d. Given the rapidly evolving availability, content, and geographic focus of carbon-offset and practice-based forest carbon programs for forest landowners, Maine should explore potential opportunities to increase the suitability and availability of incentive programs for Maine's forest landowners that increase forest carbon sequestration and storage while maintaining a robust forest economy.
- e. DACF's Bureau of Parks and Lands (BPL) should explore the potential benefits of engaging in forest carbon pilot projects that increase carbon sequestration and/or storage, maintain forest sector jobs, provide new revenue streams for the management of the self-funded Public Reserve Lands System, and contribute practical knowledge on climate-friendly forest management practices.
- f. Coordinate with existing forest sector development initiatives to help improve markets for low-grade wood that help make implementation of climate-smart forest management practices financially viable.
- g. Continue to engage in a multistate collaboration with state agencies and universities in consultation with landowners regarding the role of forest carbon sequestration in reducing net greenhouse gas emissions, which, among other benefits, will help inform the State of Maine as it defines how it will account for voluntary/regulatory carbon sequestration markets in its emissions accounting approach.
- 2. Increase the availability of technical assistance, training, and education for forest landowners, foresters, and loggers to increase the application of climate-friendly forest practices.
  - a. MFS, in collaboration with others, should develop and maintain up-to-date materials and provide training on extreme weather BMPs, forest carbon offset programs, other revenue-generating forest carbon programs, current use taxation programs, and other strategies, targeting outreach to specific audiences such as landowners of over 40 acres, new woodland owners, farmers, foresters, and loggers to expand the implementation of climate-friendly forest management practices, resulting in increased forest carbon sequestration and storage.
  - b. MFS should work with partner entities to increase and diversify forest sector-related natural resource professional capacity to apply climate-friendly forest management practices.
- 3. Improve forest carbon data, monitoring, and verification to support forest policy-making and outreach program development.

a. With further funding, the MFS Forest Resource Assessment program should work with the Maine Department of Environmental Protection and the University of Maine to develop a climate-focused forest data and monitoring program that continuously produces the best available information on Maine's forest composition, management, and harvest activity, and forest carbon sequestration and storage, and identifies climate-driven forest health and resilience metrics, to better inform climate-friendly forest management practices and public policy decision-making.

#### **Deliverable Template Questions:**

#### **Recommendation 1 (Incentives)**

#### 1. Impacts

Mitigation - Providing financial incentives to forest landowners, foresters, and loggers that enables them to implement climate/carbon-friendly forest management and timber harvesting practices will have a direct mitigation impact through increased forest carbon sequestration and storage.

Adaptation and Resilience - Providing financial support to forest landowners, foresters, and loggers will enable them to implement forest management strategies that improve resilience and adaptation in the face of a changing climate. Climate-friendly forest management can reduce wildfires and other climate hazards and safeguard neighboring communities. It also can increase ecosystem services such as wildlife habitat and connectivity and water quality protection.

Workforce/Economic Opportunity - Engaging more forest landowners in managing their forests will lead to more active timber management, and will create economic opportunities for technical service providers, loggers, and landowners. This strengthens one of the state's primary natural heritage industries.

Achieving Equity – These financial incentives will make the development of forest management plans and the implementation of climate-friendly forest management practices accessible to previously underserved populations.

Additional Costs - Providing financial incentives to forest landowners, foresters, and loggers to implement climate-friendly forest management and harvesting practices will require the identification and/or development of new public funding mechanisms or funding from the private or non-profit sector. Funding from practice-based forest carbon programs is a potential source of new funding.

Proven Strategy/Feasibility - Providing direct financial support to forest landowners to incentivize adoption of certain forest management practices is a rapidly evolving field. New voluntary and regulatory forest carbon markets and associated implementation approaches are emerging each year. Barriers include program complexity and length of commitment.

#### 2. Cross-over

Community Resilience WG

#### 3. Priority Populations

Populations - <u>Rural communities</u> (family woodland owners), <u>natural resource industries</u>, <u>small businesses</u> (logging and contractor businesses), and previously <u>underserved populations of forest landowners</u> who have a presumed higher-than-average potential to increase carbon sequestration and storage on their lands, including those with over 40 acres, new woodland owners, and farmers. Climate-smart forestry has indirect benefits for people with health vulnerabilities.

Impacts - Financial incentives to increase carbon sequestration and storage would provide new economic opportunities for rural landowners and loggers.

Sources of Information - MFS surveys confirm that landowners with a forest management plan are far more likely to manage their forest in ways that improve forest condition and associated ecosystem services than those without a plan. Surveys also confirm that small forestland owners face barriers to engaging in forest carbon programs due to program complexity and cost of entry.

Result of Engagement – The Natural and Working Lands Work Group did not engage in further outreach beyond the makeup of the Forest Carbon Subgroup.

Implementation (via consultation/access by Priority Populations) – MFS will need to develop approaches that target outreach to priority populations to ensure increased access to financial incentives and other funding opportunities.

- **4.** Timeframe (Short-term: by 2025; Mid-term: by 2030; Long-term: by 2050 or beyond)
  - Implementation and realized outcomes should be achievable in the short/mid-term (2025-2030), dependent on additional funding allocations. The actions are ongoing.

#### 5. Implementation Next Steps

Type:- Legislation; Establishment of a new program or fund; Coordinate with other parties/agencies/states.

Next Steps: Many of the actions depend on securing stable and adequate funding to implement. Partnerships must be developed to modify existing or develop new programs.

#### 6. Measuring Outcomes

Standard metrics include the number of new forest landowners with forest management plans; the number of forest landowners who received funding and are implementing carbon-friendly forest management practices; the amount of acreage engaged; the number of acres enrolled in revised Open Space Tax Program climate-enhancing options; the use of practices by loggers; and

the total forest carbon sequestration and storage in Maine's forests. Metrics should also include an ongoing assessment of the relative impact of different climate-enhancing forest management practices to identify those that result in the greatest carbon sequestration and storage over time. Baseline data are needed to measure progress. MFS's BMP monitoring program could be adapted to test and verify educational and operational ground performance.

#### Recommendation 2 (Technical Assistance/Training/Education)

#### 1. Impacts

Mitigation - Would directly enhance mitigation of greenhouse gas emissions by increasing carbon sequestration and storage through better implementation of climate-friendly forest practices.

Adaptation and Resilience - Climate-friendly forest practices have the benefit of increased resilience of the forest resource, allowing for greater adaptation in the face of climate change. These practices also have co-benefits related to the creation and maintenance of wildlife habitat and improved connectivity if implemented on a wide scale. Decreased negative impacts from major storm events, wildfires, or other natural disasters would also be an outcome.

Workforce/Economic Opportunity - Engaging new forest landowners and others not currently managing their forests could lead to more active timber management and create economic opportunities for foresters, loggers, and landowners. This would strengthen one of the state's key natural heritage industries.

Achieving Equity - Targeted outreach to underserved landowner groups can ensure priority populations are engaged. Existing cost-share programs make the development of forest management plans accessible to previously underserved populations.

Additional Costs - An existing training network already exists, although it would likely require additional resources to handle additional demand and outreach needs. Materials will need to be maintained and distributed through ongoing outreach, which may require additional MFS staff.

Proven Strategy/Feasibility - Landowner outreach and direct technical assistance are proven strategies that lead to active landowner engagement with their land. Barriers include a shrinking pool of consulting foresters in Maine and ongoing difficulty filling open MFS forester positions with qualified candidates.

#### 2. Cross-over

Community Resilience WG (through flood mitigation); Transportation (wood haulers); Building, Infrastructure/housing (wood products)

#### 3. Priority Populations

Populations - <u>Rural communities</u> (family woodland owners), <u>natural resource industries</u>, <u>small businesses</u> (logging and contractor businesses), and previously <u>underserved populations of forest landowners</u> who have a presumed higher-than-average potential to increase carbon sequestration and storage on their lands, including those with over 40 acres, new woodland owners, and farmers. Climate-smart forestry has indirect benefits for <u>people with health vulnerabilities</u>.

Impacts - The Equity Subcommittee recommended (Ch. D, Goal 2) providing workforce training opportunities for natural resource industry workers to help adapt to a changing climate. This recommendation aims to increase and diversify forest sector-related natural resource professional capacity. The Equity Subcommittee also recommended (Ch. E, Goal 1) expanding access to natural resource grants for priority communities.

Sources of Information - The lack of individuals entering forestry professions in Maine and nationwide is broadly understood. A myriad of industry assessments by the public and private sector confirms this.

Result of Engagement – The Natural and Working Lands Work Group did not engage in further outreach beyond the makeup of the Forest Carbon Subgroup.

Implementation (via consultation with/access by Priority Populations) – MFS will need to develop training materials that target the unique needs of priority populations and provide targeted technical assistance to priority populations that results in increased access to technical assistance.

**4. Timeframe** (Short-term: by 2025; Mid-term: by 2030; Long-term: by 2050 or beyond)

Implementation and realized outcomes should be achievable in the short/mid-term (2025-2030). The actions will need to be ongoing.

#### 5. Implementation Next Steps

Type: Provide education/training; Coordinate with other parties; Internal program guidance changes; Establishment of a new program or a fund

Next Steps: New training opportunities can build upon multiple existing training programs. Certain educational resources can be developed with existing MFS staff. Increased landowner outreach will require filling vacant MFS forester positions. Increasing and diversifying professional capacity will require collaboration between MFS, the University and community college system, and the private sector.

#### 6. Measuring Outcomes

Outcomes could be measured by the number of individuals trained on climate-friendly forest management practices, including the number of individuals from priority populations. Requiring such training to be incorporated into Woodland Resource Action Plans is one possible approach. Increases in the availability and diversity of forest sector-related natural resource professionals could also be tracked. Additional metrics could be established to document which practices are being implemented and on how many acres. MFS's BMP Monitoring Annual Report could gauge the effectiveness of training in climate-smart practices. Baseline data are needed to measure progress.

#### **Recommendation 3 (Data/Monitoring/Verification)**

#### 1. Impacts

Mitigation - This would improve the accuracy of data to validate climate-smart initiatives, confirming whether Maine is meeting its climate commitments. It is necessary to accurately quantify the CO2e sequestered and the amount reduced over time. It will confirm whether the intended outcomes of lower atmospheric GHG and reduced co-pollutant impacts on human and ecosystem health are being achieved.

Adaptation and Resilience – This would increase the likelihood and risk of climate hazards by improving the efficacy of GHG reductions. Improved forest carbon data will inform management decisions that lead to increased ecosystem services such as water quality protection, erosion control, and wildlife habitat and connectivity. Improved data access could improve community engagement in climate-smart programming and educational activities.

Workforce/Economic Opportunity - This would create job/economic benefits through the University of Maine to assist the MFS in the development and maintenance of a climate-focused forest data and monitoring program.

Achieving Equity - One barrier could be access to technology (internet, smartphone, computer) to adequately access and use the data. An improved carbon measurement and verification system assures that priority populations are included in the data used for decision-making. The recommendation is currently silent on specific details that encompass culture, historical access, and low-income and communities of color and is also silent on tribal communities, including the potential impact of issues of trust and sovereignty in the management of data necessary for improved carbon accounting. However, the data could be useful for assessing and mitigating the impacts on these communities.

Additional Costs - Any useful set of data/tools would likely cost several \$100K in staffing and other expenses to develop and then an annual budget of \$100K to maintain. At a minimum, funding would be needed to develop a prototype and solicit public feedback on how this information could best be distributed and used. USFS and EPA are possible funding sources.

Proven Strategy/Feasibility - Current technology can be used at the outset, but data collection techniques must keep pace with emerging technology. Financial and workforce capacity are

current barriers to implementation. Generally, other states are spending more than Maine on monitoring and data management of carbon budgets.

#### 2. Cross-over

Community Resilience WG. Coastal and Marine WG for blue carbon data and monitoring. Buildings, Infrastructure, and Housing WG and Energy WG with likely recommendations that rely on forest products to meet their goals (biomass, mass timber, etc.). More generally, intersection with other WGs is through Maine's biennial GHG reporting and carbon budget development that encompasses GHG sources and sinks across all sectors.

#### 3. Priority Populations

Populations - The majority of Maine forestland is located in the state's <u>rural and low-income</u> <u>communities</u>. Forest management, timber harvesting, and wood processing are all vital components of the state's <u>forestry</u> sector, one of Maine's major <u>natural resource industries</u>. The sector is comprised largely of <u>small businesses</u>.

Impacts - The Equity Subcommittee recommended (Ch. E, Goal 2) consulting with priority populations, including tribal communities on climate change-related data collection. This forestry recommendation would increase access to forest carbon data by these communities.

Sources of Information - The Forest Carbon Subgroup included representatives of woodland owners and small businesses from Maine's rural communities.

Result of Engagement – The Natural and Working Lands Work Group did not engage in further outreach beyond the makeup of the Forest Carbon Subgroup.

Implementation - The MFS, DEP, and the University of Maine will need to consult and partner with priority populations to develop data collection and monitoring protocols, including participatory approaches to data collection, and ensure maximum usability of climate data by priority communities.

**4.** Timeframe (Short-term: by 2025; Mid-term: by 2030; Long-term: by 2050 or beyond)

Increased data collection will first require funding to support staffing. Implementation and initial outcomes should then be achievable in the short/mid-term (2025-2030). The need, however, is continuous. New data could potentially be the next (11<sup>th</sup>) DEP GHG reporting cycle.

#### 5. Implementation Next Steps

Type: Legislation; Coordinate with other parties/agencies; Establishment of a new program or a fund; Conduct additional research.

Next Steps: Secure funding. MFS, UMaine, DEP to identify key individuals; solicit input to identify data acquisition and analytical needs to develop a framework that complements other relevant reporting frameworks (e.g., USEPA, IPCC, UNEP).

#### 6. Measuring Outcomes

Metrics should measure the extent of improved access to Maine forest carbon data by priority populations. Progress will be evident by improved precision, accuracy, and completeness of Maine carbon budget calculations and improved understanding of the relationship between Maine calculations and those of other states and federal agencies (e.g., USFS FIA, USEPA).

## Governor's Task Force on the Creation of a Forest Carbon Program

Final Report

October 29, 2021

#### TABLE OF CONTENTS

|  | Page |
|--|------|
| Maine Forest Carbon Task Force Members   | 3    |
| Executive Summary  | 4    |
| Section 1. Review current harvest levels and carbon stocking data                        | 6    |
| Section 2. Review practice-based carbon programs throughout the U.S.                     | 10   |
| Section 3. Identify a suite of climate-friendly forest management practices              | 11   |
| Section 4a. Identify technical assistance activities to increase carbon sequestration    | 14   |
| Section 4b. Identify financial incentives to increase carbon sequestration               | 17   |
| Section 5. Identify incentives for loggers and promote low-impact harvesting             | 20   |
| Section 6. Recommend updates to the Open Space Current Use Taxation                      | 21   |
| Section 7. Explore partnership opportunities with commercial forestland owners           | 24   |
| Section 8. Consider participation opportunities in multi-state forest carbon initiatives | 25   |
| Section 9. Recommend a numeric goal or targets for increased carbon sequestration        | 26   |
| Appendix A. Analysis of Maine's Small Landowner Forest Carbon Mitigation Potential       | 30   |
| Appendix B. Acres, Harvest Levels, and Carbon Storage within 10-10,000 acres Ownerships  | 44   |
| Appendix C. Abbreviations  | 50   |

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#### **Executive Summary**

The Governor's Task Force on the Creation of a Forest Carbon Program was established by Executive Order on January 13, 2021. The Executive Order directs the Task Force to develop incentives to encourage forestland management practices that increase carbon storage specifically on woodland owners of 10 to 10,000 acres while maintaining harvest levels overall. It notes the negative impacts climate change is having on Maine, and recognizes that Maine's forests, which cover 89% of the state, currently sequester an amount of carbon equal to at least 60% of the state's annual carbon emissions, or 75% when durable forest products are included. It also notes that Maine is losing an estimated 10,000 acres of natural and working lands to development each year, and that this development is a direct source of carbon emissions and hinders the growth of natural climate solutions. The work of the Task Force advances that recommendation of the Maine Climate Council's Natural and Working Lands Work Group to develop incentives that increase carbon storage on this forestland size category while maintaining harvest levels.

The Task Force also identified certain overarching principles that are foundational to the success of Maine's forests in sequestering more carbon. These include:

- Maintaining existing forestland ("keeping forests as forests") is fundamentally important if forests are to make a growing contribution toward achieving the State's climate goals. The Task Force supports increasing state, federal, and private funding for forestland protection, including funding for conservation easements or fee purchase. To monitor Maine's progress in this regard, the Task Force recommends that the Department of Agriculture, Conservation and Forestry (DACF) be permanently tasked with tracking the amount and type of conserved land in Maine (including municipal, NGO, state, and federal lands), and also tracking forestland loss.
- It is equally important to increase forest carbon on existing forestland by improving forest condition through the widespread adoption of sustainable forest practices that increase carbon sequestration, both through more intensive silvicultural management of stands that will increase forest growth, and by delayed harvests that allow trees to mature into older forest, resulting in greater carbon storage, which also increases the opportunity to store more carbon in long-lived forest products.
- The adoption of carbon-enhancing forest practices depends on the existence of economically viable markets for low-grade wood. Such markets incentivize Maine woodland owners and loggers to practice sustainable forestry that results in improved silviculture. The lack of such markets is a particular and ongoing challenge for Maine woodland owners and loggers.
   While markets alone do not inherently produce climate benefits, they are a necessary part of the equation as they can either reduce the costs of climate-beneficial practices or even make

them profitable. Expanded, financially viable markets for low-grade wood will also help to counteract pressures to convert forestland to non-forest uses.

In offering its ambitious recommendations, the Task Force also offers a note of caution, acknowledging the significant uncertainties that influence the health and productivity of Maine's forests. These vulnerabilities, exacerbated by climate change, include impacts from pest outbreaks, disease, extreme weather events, wildfire and invasives, all of which can have a negative bearing on the ability of Maine's forestland to sequester carbon. Despite these risks, the Task Force enthusiastically supports the recommendations in this report, understanding the important role Maine's forests currently play in sequestering carbon, and the potential of Maine's forests to continue to make significant contributions to achieving Maine's climate goals.

This report is structured to align with the nine directives outlined in the Governor's Executive Order. These directives provide the framework for actions the Task Force is recommending be taken to develop a voluntary, incentive-based program for woodland owners of 10 to 10,000 acres and forestry practitioners to increase carbon storage in Maine's forests. In broad terms, these actions aim to:

- Increase investment in forestland conservation
- Encourage, promote, and incentivize the voluntary adoption of climate-friendly forest management practices
- Promote the expansion of markets for low-grade wood
- Highlight the need for better data regarding harvest levels within this broad landowner size class, and the relative effectiveness of various forest management practices in increasing carbon sequestration
- Significantly increase technical assistance to landowners by expanding Maine Forest Service capacity and engaging licensed consulting foresters
- Increase alignment with federal funding programs that support forest carbon sequestration efforts
- Explore partnerships with a private entity or entities to support the development of a voluntary credit-based and/or practice-oriented carbon program
- Promote climate-friendly timber harvesting practices and support the use of low-impact harvesting equipment
- Identify a suite of potential changes to the Open Space Current Use Taxation program that integrate carbon management elements into the program
- Encourage coordination between landowners of 10-10,000 acres and large, commercial forestland owners for mutual learning and benefit
- Recognize the potential of collaborating with other states to increase investment in forest carbon sequestration
- Establish a statewide total forest sector carbon sequestration target

These and many other supporting recommendations are further articulated in the report sections that follow.

## 1. Review current harvest levels and carbon stocking data on woodland owners of 10 to 10,000 acres.

To better understand current harvest levels and carbon stocking on 10-10,000-acre woodland ownerships, the Task Force first sought information from University of Maine representatives and the Maine Forest Service (MFS) on the distinction between carbon storage and sequestration, how and where carbon is stored in forests, and the capacity of Maine's forests to sequester more carbon. Carbon storage is the amount (stock) of carbon stored in the forest ecosystem and in harvested wood products at a specific point in time. Carbon sequestration is the change in that stock over a given period of time, typically one year.

Non-profit and state agency personnel provided the Task Force with an understanding of Maine woodland owner demographics. Maine woodland owners with 10-10,000 acres comprise a highly diverse group. There are approximately 86,000 Maine family woodland owners of 10 acres or more, and according to the USDA Forest Service's National Woodland Owner Survey (NWOS), family woodland ownerships (10+ acres) represent 29% of Maine's private land base. There are some corporate owners that fall into this size class category too. Sixty percent of landowners with between 10 to 10,000 acres are individuals 65 years or older, while only 4% of this landbase is owned by individuals 45 years or younger. Only 27% of landowners with 10-10,000 acres have a management plan, but 90% of those with a plan report they have implemented at least part of their plan. This points to the importance of helping more woodland owners develop forest management plans as an effective step toward the adoption of forest stewardship practices that increase carbon sequestration and storage.

Active forest stewardship is considerably less prevalent on the smaller end of the 10-10,000- acre ownership spectrum than on its larger end. Yet taken as a whole, 10-10,000-acre ownerships, which account for at least 24% of the private land area and 27% of the standing aboveground carbon, produce at least 24% of the state's annual wood harvest (Table 1). Estimates of acres, standing aboveground biomass, and harvest vary greatly depending on which data source is being used, highlighting that more definitive data are needed to better understand this ownership class. Forest Inventory and Analysis Program (FIA) data on all small private ownerships (family and corporate) estimate that the area may comprise 43% of the private forest. However, the ownership data that are presently available are incomplete, leaving many acres that could not be assigned to an appropriate ownership size class (see Appendix B). Despite the variation between data sources, it is apparent that small woodland owners make up a sizable amount of Maine's forest area, stored carbon, and harvest base. These data also support conducting further analysis

to estimate how improving forest stewardship for this ownership size class could influence the state's forest carbon sequestration.

**Table 1.** Task Force estimates of acres owned, stocking, removals, and potential harvested wood in long-term storage for Maine's 10 - 10,000 acres forest ownership size class.

| Estimate   | Low<br>End | High<br>End | Best<br>Guess | All Private<br>Forest | % Total Private – Best<br>Guess (low, high) |  |  |  |  |
|--|------------|-------------|---------------|-----------------------|---|--|--|--|--|
| Total Acres Owned (million acres)  |            |             |               |                       |   |  |  |  |  |
| NWOS acres (family forests only)   | N/A        | N/A         | 4.7           | 16.1                  | 29%   |  |  |  |  |
| FIA acres (family and corporate)   | 3.9        | 10.9        | 6.9           | 16.1                  | 43% (24%, 68%)                              |  |  |  |  |
| Total Carbon Stock (million metric tons of carbon)                       |            |             |               |                       |   |  |  |  |  |
| FIA aboveground carbon   | 78.1       | 199.3       | 134.3         | 289.5                 | 46% (27%, 69%)                              |  |  |  |  |
| Total carbon stock (million metric tons of carbon dioxide equivalents) * |            |             |               |                       |   |  |  |  |  |
| FIA aboveground carbon (assuming released as CO <sub>2</sub> only)       | 286.6      | 731.4       | 492.9         | 1,062.5               | 46% (27%, 369%)                             |  |  |  |  |
| Total Harvest (million dry tons)   |            |             |               |                       |   |  |  |  |  |
| FIA bole removals (2019)   | 2.2        | 6.0         | 3.8           | 9.1                   | 42% (24%, 66%)                              |  |  |  |  |
| Total Long-Term Harvested Wood Product Storage (green tons)**            |            |             |               |                       |   |  |  |  |  |
| Sawlog wood products   | 0.8        | 1.2         | 1.0           | 2.3                   | 44% (36%, 51%)                              |  |  |  |  |

NWOS: National Woodland Owners Survey; FIA: Forest Inventory and Analysis

\*Forest carbon (C) stocks are typically reported in tons of C (a solid that is a relatively constant proportion of total forest biomass), while the standard unit for reporting GHG emissions and removals is metric tons of carbon dioxide equivalents (CO<sub>2</sub>e). Because the dominant gas phase of C in the atmosphere is CO<sub>2</sub>, the CO<sub>2</sub>e standard of expression has been widely adopted to normalize the comparison of different forest C forms or atmospheric GHGs. If we assume C is released into the atmosphere as CO<sub>2</sub> (ignoring minor forms of C gas emissions from forests, such as methane (CH<sub>2</sub>)), the atomic weight of each element (i.e., C and oxygen (O)) in the CO<sub>2</sub> molecule can be used to calculate the expression of C in the form of CO<sub>2</sub> (that is the mass of the gas if we add O and C molecules). The atomic weight of C and CO<sub>2</sub> are 12 and 44 grams per mole, respectively; therefore, one ton of C equals approximately 44/12 or 3.67 tons of CO<sub>2</sub>.

GHGs include a variety of compounds, most notably carbon dioxide ( $CO_2$ ), methane ( $CH_4$ ), nitrous oxide ( $N_2O$ ), hydrofluorocarbons (HFC), perfluorocarbons (PFC), and sulfur hexafluoride ( $SF_6$ ). While  $CO_2$  is the most abundant GHG, other GHGs also include C (e.g.,  $CH_4$ ) while still others contain no C (e.g.,  $N_2O$  or  $SF_6$ ) even though they all have the radiative properties that warm the atmosphere. Standard units of  $CO_2$ e are used to compare GHG emissions and removals by calculating the equivalent impact on atmospheric warming based on the unique global warming potential (GWP) of each gas as though they were all  $CO_2$ , and thus the concept of a  $CO_2$  "equivalent."

When C is stored in the form of biomass in a forest, the C molecule is most commonly released back to the atmosphere by stem and root respiration from living trees, or microbial respiration resulting from the decomposition of dead organic materials dominated by tree mortality in the forest. However, other forms of the C molecule can be released, particularly in wet soils (e.g., CH<sub>4</sub>) or when a tree is burned (e.g., GHGs including CO<sub>2</sub>, CH<sub>4</sub>, and N<sub>2</sub>O are released to the atmosphere). The type of GHG is important because of the unique GWP of each GHG that encompasses both the radiative forcing of that particular molecule and the length of time that it remains in the atmosphere. Converting all GHG emissions into CO<sub>2</sub>e requires knowledge of how much of each gas is emitted as well as the GWP for each gas. Based on the IPCC Sixth Assessment Report (2021, Table 7.15), the 100-year GWP (GWP-100) for non-fossil-fuel-based CH<sub>4</sub> is 27.2, for N<sub>2</sub>O is 273, and for CO<sub>2</sub> is 1. GHGs must be multiplied by their GWP-100 to be converted to CO<sub>2</sub>e, thus a single molecule of CO<sub>2</sub> equals 1 CO<sub>2</sub>e while a single molecule of CH<sub>4</sub> equals 27.2 CO<sub>2</sub>e.

\*\*Sawlogs account for 31% of harvest; assume 60% of sawlog volume at time of harvest goes into long-term storage. Accounting for sawlog product decay over time would reduce this figure.

Additional data on the known area of small woodland owners provided by the U.S. Forest Service's FIA program (i.e., 4.0 million acres) can be used to better understand how the metrics presented above vary by stocking and stand size class, as listed in Table 2. These estimates highlight how different combinations of stand classifications have varying levels of biomass (and carbon) stock and density as well as their relative contribution to the total annual removals across this specific landowner size. This information can be used to help identify how forest carbon could be enhanced by making changes to the landscape, such as thinning overstocked stands or planting poorly stocked forests. As an illustrative example based on these data, the Task Force roughly estimates that implementing management practices that shift all 1.5 million acres of poorly and moderately stocked stands to well-stocked could increase the FIA's reported estimate of small woodland owners forest aboveground carbon stocks by about 57 million metric tons of carbon dioxide equivalent (MtCO<sub>2</sub>e), a gain of 20% compared to their current state. Assuming this transition would occur over 30 years, this could result in about 1.9 MtCO<sub>2</sub>e/yr in additional forest carbon sequestration. To be clear, the Task Force does not expect that every acre will experience this change. The Task Force also cautions that the data used to derive these estimates have high uncertainty, and thus should not be used to derive a specific mitigation target. Rather, it supports the idea that improving forest stewardship and stocking levels should result in increased carbon sequestration and storage in Maine's small woodlands.

Table 2. FIA reported estimates for aboveground biomass, removals, and area organized by stocking class and stand size class for all known ownerships of 10-10,000 acres

| FIA Size<br>Class* | Area<br>(Acres) | Aboveground<br>Biomass (dry<br>tons)^ | Biomass<br>Density<br>(dry<br>tons/ac) | Annual<br>Removals<br>(dry<br>tons/yr) | % Total<br>Removals | Opportunity<br>to Increase<br>Forest C |
|--------------------|-----------------|---------------------------------------|--|--|---------------------|--|
|                    |                 | (                                     | Overstocked                            | •                                      |                     |  |
| Large              | 51,713          | 5,720,547                             | 111                                    | 13,359                                 | 1%                  |  |
| Medium             | 74,820          | 4,976,064                             | 67                                     | 0                                      | 0%                  | Thin                                   |
| Small              | 216,187         | 4,616,750                             | 21                                     | 104,496                                | 5%                  | Thin                                   |
| Total              | 342,720         | 15,313,361                            | 45                                     | 117,855                                | 5%                  |  |
|                    |                 | 1                                     | Well stocked                           |  |                     |  |
| Large              | 777,686         | 54,957,311                            | 71                                     | 145,667                                | 6%                  |  |
| Medium             | 844,108         | 42,568,368                            | 50                                     | 62,570                                 | 3%                  |  |
| Small              | 427,575         | 8,891,641                             | 21                                     | 322,435                                | 14%                 |  |
| Total              | 2,049,369       | 106,417,320                           | 52                                     | 530,672                                | 23%                 |  |
| 700000             |                 |                                       | lerately Stocke                        |  |                     |  |
| Large              | 522,934         | 23,364,121                            | 45                                     | 627,561                                | 28%                 |  |
| Medium             | 613,812         | 19,576,937                            | 32                                     | 332,761                                | 15%                 |  |
| Small              | 150,097         | 2,696,456                             | 18                                     | 317,020                                | 14%                 | Enrich, Plant                          |
| Total              | 1,286,843       | 45,637,513                            | 35                                     | 1,277,341                              | 56%                 |  |
|                    |                 |                                       | oorly stocked                          |  | 33-1-3-1-           |  |
| Large              | 104,419         | 3,032,178                             | 29                                     | 121,441                                | 5%                  |  |
| Medium             | 155,394         | 3,135,600                             | 20                                     | 190,770                                | 8%                  |  |
| Small              | 16,288          | 123,273                               | 8                                      | 21,559                                 | 1%                  |  |
| Total              | 276,100         | 6,291,051                             | 23                                     | 333,769                                | 15%                 | Enrich, Plant                          |
| 56350              |                 |                                       | Von-stocked                            |  | UNARA               |  |
| Large              | 291             | 0                                     | 0                                      | 0                                      | 0%                  |  |
| Medium             | 1,157           | 857                                   | 1                                      | 0                                      | 0%                  |  |
| Small              | 1,785           | 0                                     | 0                                      | 0                                      | 0%                  | Plant                                  |
| Non-stocked        | 10,006          | 55,304                                | 6                                      | 2,124                                  | 0%                  | Plant                                  |
| Total              | 13,239          | 56,160                                | 4                                      | 2,124                                  | 0%                  | Plant                                  |
|                    | ,               |                                       | Acre Landown                           | Committee Strategy .                   | 05.5.5              | NH.THEE                                |
| Large              | 1,457,043       | 87,074,157                            | 60                                     | 908,027                                | 40%                 |  |
| Medium             | 1,689,290       | 70,257,825                            | 42                                     | 586,101                                | 26%                 |  |
| Small              | 811,932         | 16,328,120                            | 20                                     | 765,510                                | 34%                 |  |
| Non-stocked        | 10,006          | 55,304                                | 6                                      | 2,124                                  | 0%                  |  |
| Total              | 3,968,272       | 173,715,406                           | 44                                     | 2,261,762                              | 100%                |  |

<sup>\*</sup> FIA classification of the predominant (based on stocking) diameter class of live trees, where at least 10% of stand is forested. For large and medium classification, at least 50% of the stand is in large and medium trees, and classification is based on the highest proportion of those two size classes.

Large diameter: trees at least 11" diameter for hardwoods, 9" for softwood

Medium diameter: trees at least 5" in diameter but less than the large diameter trees

Small diameter: less than 5" in diameter trees

Non-stocked: less than 10% of stand is forested

A dry biomass weight can be converted to carbon by multiplying the value by 0.5

# 2. Review available data for practice-based carbon programs throughout the United States.

With information provided by non-profit and University representatives, the Task Force considered the essential elements of carbon offsets, the history of carbon offset projects in Maine, and the general nature of voluntary and regulatory U.S. carbon markets. In particular, information on the following programs was reviewed and discussed: American Forest Foundation and The Nature Conservancy's Family Forest Carbon Program; FiniteCarbon's Core Carbon Program; SilviaTerra's Natural Capital Exchange; Vermont's Cold Hollow Carbon; Land Trust Alliance's Forest Carbon Offset Pilot Program; Maine's Forest Carbon for Commercial Landowners Project; Maine Mountain Collaborative's Exemplary Forestry Investment Fund; Northeast Wilderness Trust's Wild Carbon Program; Georgia's Sustainable Development Carbon Registry; and Nova Scotia's Forest Sustainability regulations. This analysis contributed to the specific recommendations contained in Sections #3 and #4 below, which identify a priority suite of climate-friendly forest management practices that could be adopted, and technical assistance and financial incentives that could be implemented, to maximize carbon sequestration and storage on Maine woodlands of 10-10,000 acres.

# 3. Identify a suite of climate-friendly forest management practices that improve carbon stocks and maintain current timber harvest levels.

As noted in Section #1 above, the 10-10,000 acre ownership range includes a very diverse group of landowners with significantly different levels of engagement with and management of their lands, including different harvesting practices. Though sufficient detail is lacking, the Task Force believes that significantly more harvesting occurs on ownerships of 1,000 acres and larger, and that smaller ownerships, particularly in the southern half of the state, are generally less likely to have been harvested in recent decades. The Task Force believes more active forest management on lands of 10-10,000 acres is an important strategy to achieve increased carbon sequestration and storage while maintaining harvest. Given this, the Task Force interprets the Executive Order directive of "maintaining current harvest levels" to mean "at a minimum," and that it is therefore necessary to 1) establish what the baseline harvest level is for logical acreage segmentations within this broad size class, and 2) identify practices that improve carbon stocks while maintaining or increasing harvest levels (at a broad scale, as opposed to on each specific parcel).

After reviewing the wide range of emerging voluntary forest carbon programs throughout the U.S., as described in Section #2 above, the Task Force concluded that consensus is building around the following forest practices having the greatest potential to achieve carbon benefits. Significantly more research is needed to understand the relative benefits associated with each practice as well as implementation costs. However, Maine's forest carbon program should focus on incentivizing a suite of forest practices, including:

#### **Avoid Forest Conversion**

Avoid forestland loss/incentivize forest conservation (through conservation easements
or fee purchases) to maintain forest ecosystem carbon and the potential for continued
sequestration.

# Enhance Forest Resiliency

- Manage competition from invasives, non-native tree species or species not suited to the site.
- If relying on natural regeneration, plan the harvest to regenerate the site quickly with desired species.
- When planting, select species well-suited to the site and a changing climate.
- Plan to reduce the risk of carbon losses from disturbances (e.g., wildfire, exotic and endemic insect infestations).

#### **Conduct Intermediate Treatments**

- Increase stocking in understocked stands.
- Conduct thinning in immature and/or overstocked stands to stimulate growth of the remaining trees and increase the yield of useful material from the stand (evaluate short-term carbon losses against longer-term forest and forest product carbon benefits):
  - Precommercially thin saplings and small poles.
  - Commercially thin (uniform thinnings or crop tree releases).
- Retain more carbon in thinnings (retain large-diameter live trees, snags, and species and age diversity).
- Focus investments in intensive silvicultural treatments on sites with high carbon value potential (superior soils, drainage, aspect).

## **Practice Sustainable Harvesting**

- Seek to increase the proportion of harvested materials likely to be used in long-lived wood products.
- Manage partial harvests thoughtfully to retain quality trees and minimize stand damage and soil disturbance.
- Extend harvest cycles to grow larger trees that are more likely to be used in long-lived wood products.
- Utilize timber harvesting professionals, including licensed consulting foresters trained in climate-friendly harvesting practices.

#### Establish Forest Reserves

• Establish forest reserves on sites with high carbon density and in areas of special ecological value to allow the development of late-successional forest.

This suite of sustainable forest practices should be encouraged, promoted, and/or incentivized through existing voluntary state forest management programs to incorporate climate objectives into these programs. This includes the Forest Stewardship Program and the Open Space Current Use Taxation Program (see Section #6 below).

Efforts should be made to similarly implement these practices through U.S. Department of Agriculture (USDA) Natural Resource Conservation Service (NRCS) programs. To accomplish this, NRCS program funding needs to be increased, with programs achieving higher visibility and reaching a much broader cross-section of small woodland owners through targeted outreach and technical assistance. NRCS cost-share practices should be developed that are specifically aimed at increasing carbon sequestration and storage, and administrative requirements must be simplified in order for programs to appeal to small landowners. Toward this end, the NRCS

program should build off the successes of the NRCS Regional Conservation Partnership Program's efforts nationwide to simplify, streamline and supplement traditional NRCS approaches. Moving forward, this will require engagement with Maine's Congressional delegation, the Chief of the NRCS, the State Conservationist, landowners, and other stakeholders.

4. Identify a suite of financial incentives and technical assistance activities to increase carbon sequestration on woodland owners of 10 to 10,000 acres, and carbon sinking in wood products, through active forest management.

The Task Force recognizes that landowners within as broad an acreage category as 10-10,000 acres invariably exhibit a wide range of levels of engagement with their forests. Research on this population, largely comprised of family woodland owners, indicates that they can be reliably segmented according to their motivation for owning forestland. "Woodland Retreat Owners" make up 48% of this population, and care primarily about the beauty, nature, and recreational value of their woodland. "Working the Land Owners" (19%) value aesthetics and recreation, but are pragmatic in that they see the land as an economic asset as well. "Supplemental Income Owners" (14%) own land primarily for timber income and investment. And "Uninvolved Owners" (19%) tend not to care about their woodland, are most apt to be willing to sell their land, and are least likely to want to see it remain as woodland.

Given this range in ownership motivations, it is important to provide technical assistance and financial incentives that are relevant to these varying types of landowners. Landowners first need to become meaningfully engaged in the management of their forests before they can take steps toward implementing carbon enhancing forest management practices. As a result, the Task Force recommends a two-pronged approach to developing a forest carbon program:

- Significantly increase technical assistance to woodland owners to reduce threats of conversion, and to rapidly expand the number of landowners adopting practices that increase carbon sequestration and storage; and
- Offer financial incentives to engaged landowners to implement carbon-enhancing forest management practices, including long-term agreements that can encourage practices that continue over time.

#### 4a. Technical Assistance

Numerous studies over the years have found that family woodland owners place a high value on one-on-one access to state forestry agency professionals and licensed consulting foresters to walk their land with them and discuss their management alternatives. Engaging as many landowners as possible to work with knowledgeable forestry professionals can yield positive results with regard to carbon sequestration and storage on their woodlands. Dedicated boots-on-the-ground landowner education and engagement can make this happen.

Maine Forest Service (MFS) data show that providing dedicated, individualized guidance through MFS and licensed consulting foresters, coupled with practice and plan incentives, the potential number of landowners reached is substantial. In the late 1990's, due to an increase in

<sup>&</sup>lt;sup>1</sup> Butler, B. et. al., *Understanding and Reaching Family Forest Landowners: Lessons from Social Marketing Research*, Society of American Foresters Journal of Forestry, Oct/Nov. 2007.

federal funding, 4,000 forest management plans were completed representing 500,000 acres of family woodlands. Today, due to federal funding reductions, MFS now provides cost-share assistance for landowners to engage consulting foresters to prepare 100 plans per year, representing approximately 7,600 acres. The exponential growth of real estate transfers over the past two years points to the significant need for increased and sustained landowner engagement in order to retain and increase forest carbon benefits.

The following actions include two key elements: on-the-ground capacity improvement and "cost-share" funding for carbon-friendly practices for landowners and loggers. They provide practical and relatively quickly implemented climate solutions, and provide stewardship progress for small woodland owners who otherwise have not been engaged in forest management. They also take steps towards preventing further annual loss of forestland.

#### Action items:

- Increase capacity within the Maine Forest Service by hiring a Forest Carbon Specialist (Senior Planner). This person, knowledgeable in forest carbon, will be a centralized source for forest carbon information for stakeholders and the general public. Duties would include, among other activities, developing training modules for landowners, loggers, and foresters on climate-friendly forest management practices, and potentially playing a role in a forest carbon program described in the Financial Incentives section directly below.
- Increase District Forester capacity within the Maine Forest Service. MFS currently has 10 District Foresters. This compares to past staffing levels of 18 Service Foresters, 4 Regional Foresters, 2 Watershed Foresters, and a Marketing and Utilization Forester. Increasing current forester staffing by 5 would allow for greater outreach to landowners. This number includes a Senior Planner position specializing in marketing and utilization to work with loggers, foresters, and landowners. The District Foresters would also receive training for consistent carbon messaging, building off learnings from Forest Opportunity Roadmap/Maine's (FOR/Maine's) small landowner engagement survey. They would serve as a clearinghouse for information and education and would provide on-the-ground statewide field visits, general advice, and educational services, including a social media presence and workshops on climate-friendly practices for all forestry sectors.

The above actions align with the Maine Climate Action Plan recommendation to, "Increase technical service provider capacity by 2024 to deliver data, expert guidance, and support for climate solutions to communities, farmers, loggers, and foresters at the Department of Agriculture, Conservation and Forestry, Maine Forest Service, Department of Inland Fisheries and Wildlife, Department of Marine Resources, and University of Maine." The Plan also states, "Increasing the number of field foresters at Maine Forest Service should support landowner and land-manager adoption of climate-friendly practices, as well as efforts to support good forest management practices."

• Provide adequate funding for the Maine Forest Service to market the benefits of implementing climate-beneficial forest stewardship practices, participating in carbon markets, and engaging qualified natural resource professionals.

- Consistent with the recommendations in Section #3 to make NRCS programs more accessible to small woodland owners, increase alignment with NRCS to implement forest carbon practice incentives. NRCS is exploring funding half a dedicated position to work with landowners to encourage participation in NRCS forestry programs. This will include identifying the list of EQIP practices that most closely align with the menu of forest practices listed in Section #3 above and working with NRCS to fund those practices at a meaningful level.
- Increase allotted amounts for the MFS WoodsWise program by \$50,000 to \$100,000 per year (this program provides cost-share to landowners to work with a licensed consulting forester to develop a management plan). This funding could possibly also support cost sharing for carbon-friendly practices and would include a carbon planning component to management plan incentives. This would also include working with NRCS for input and alignment of their CAP-106 plans (Conservation Activity Plans within EQIP) to include carbon planning.
- As part of the duties of the new MFS Marketing and Utilization Forester, support the creation of improved markets for low-grade wood through public and private business efforts.
- Maine agriculture may also have a significant interest in climate-based forest management practices. According to USDA's 2017 Census of Agriculture, 5,305 of Maine's 7,600 farms report have woodland as part of their land holdings. Agricultural producers reported owning 685,529 acres of woodland (52.4 percent of the total agricultural acres in Maine). Outreach and technical assistance for small woodlot owners should include Maine's agricultural producers.
- The USDA describes agroforestry as the integration of trees and shrubs into crop and animal farming systems to create environmental, economic, and social benefits. Agroforestry includes practices such as ally cropping, forest farming, and silvopasture, which facilitate agricultural production in a semi-forested or forested landscape, minimizing the need to remove trees for livestock and crop production. Farmers can implement agroforestry practices as a production and economic diversification strategy, generating income while protecting numerous ecological services present in forested landscapes, including ongoing carbon sequestration. Maine's Department of Agriculture, Conservation and Forestry's Bureau of Agriculture, Food and Rural Resources should look for opportunities to develop and promote resources to encourage farmers and woodland owners interested in agricultural production to consider agroforestry opportunities as an alternative to converting forested land to pasture or cropland.

# Outcomes of these actions include:

- Given the current acreage covered by forest management plans, an increase in cost-share funding by \$50,000/year could significantly increase the acreage impacted annually and include carbon inventories, expanding beyond timber resources to cover other forest characteristics, including forest biomass and ecosystem carbon content. The current acreage for which forest management plans are developed annually using the WoodsWISE program is approximately 7,600 acres and does not include a carbon inventory.
- Increased acreage treated with climate-friendly forest management practices that are not

- economically feasible in today's markets, contingent upon NRCS investment in carbon-friendly practice incentive funding.
- Measurable increase in awareness and training of woodland owners, foresters, loggers, and the public about the benefits of climate-friendly forest management.

## 4b. Financial Incentives

The Task Force recognizes that there are many innovative voluntary carbon programs currently being developed by the private and non-profit sectors throughout the U.S, and that this landscape of program offerings is evolving and expanding rapidly. Diverse approaches to incentivize forest carbon sequestration are being piloted or otherwise tested. The existence of this dynamic environment suggests that the State of Maine may be well served by working in partnership with one or more external entities to develop a voluntary credit-based and/or practice-oriented carbon program, tailored specifically to Maine's unique landowner demographics and land ownership patterns.

The Task Force recommends that the Maine Forest Service:

- Facilitate the development and/or adoption of a program to enable small woodland owners to store more carbon on their forestlands while maintaining or increasing harvest levels, and invite parties interested in partnering with the State on such an effort to make themselves known
- Create an advisory committee to interview external entities expressing an interest to solicit their feedback on:
  - What the State role should be to increase landowner participation, and increase the value of any "offsets" created
  - Alternatives for funding such a program, noting advantages and disadvantages of recommended options
  - How such a program would be made available to landowners, including the program's structure and format
  - How carbon storage could be increased while maintaining harvest levels
  - How forest carbon measuring and monitoring would be conducted
  - How harvest levels could be maintained system-wide (not necessarily parcel by parcel)

- How a program could be implemented to maximize its impact, including bridging between the current generation of older landowners and the younger generation who will be inheriting the land
- Convene structured discussions with potential partners to explore ideas for how such a program might be designed
- Select a partner (or partners) to work with in designing and establishing a program (or programs)

In this regard, the Maine Forest Service could, for example, work with the partner(s) selected to:

- A. Define what business-as-usual management actually is for various ownership size subclasses (e.g., 10-100, 100-500, 500-1000, 1000+ acres) or geographic regions. This could be determined via a field survey of landowner practices over the last X years, could include both harvest and stand-tending activities, and could document harvest and residual stocking volumes.
- B. Determine what outcomes are possible under different circumstances regarding increased stocking and harvest volumes given improved silviculture (e.g., thinning in the stands where growth rates on the most desirable trees could be enhanced, or another carbon-enhancing management practice identified in Section #3 above). This should result in predictions regarding outcomes, e.g., if practice W is implemented in circumstances X, it will result in Y for growth and Z for harvest.
- C. Set a numeric target for additional tons of carbon storage by small woodland owners and document how this will be verified. Note: This target is likely to be only a portion of total potential as it will be influenced by program design.
- D. Determine the manner of delivery of the program to landowners (agreements, contracts, other) and duration.
- E. Determine what it would cost to implement the practices that would increase carbon storage (in the forest and in durable wood products) and substitution benefits.
- F. Determine what it would cost to subsidize the productive use of small diameter and low-quality trees by mills.
- G. Conduct a detailed program design effort based on learnings from A.-F., identify the types of policy instruments that best target the kinds of landowners whose behavior can be changed cost-effectively, and detail how these would actually work in terms of permanence, leakage<sup>2</sup>, reversal, monitoring, and verification.

18

<sup>&</sup>lt;sup>2</sup> Leakage occurs when interventions to reduce emissions or harvest in one area lead to an increase in emissions or harvest in another area.

This could result in a recommendation to focus on a narrower subset of small woodland owners (for example, those open to practice changes and who have lands where carbon stocks could be increased substantially through management that increases biomass while improving stocking). The program might also include:

- an element focused on wood processors to increase their use of small diameter materials, for instance, via practice-based incentives like those currently used in Nova Scotia;
- some variant of carbon offsets that addresses the transaction cost issue (perhaps through aggregation across smaller ownerships); and/or
- a focus on logging contractors to incentivize high-quality harvesting practices as this has a direct bearing on stand quality and ultimately on forest carbon storage capacity.
- H. Secure funding from private parties (e.g., corporations with obligations to reduce emissions), federal or state programs, or other states, to implement a program to achieve the target for additional carbon storage while maintaining harvest. If funds are generated either in full or in part via payments for carbon offsets, the State should ensure that offsets issued meet an approved standard that includes third-party verification (ensuring that the offsets are real, additional<sup>3</sup>, verifiable<sup>4</sup> and lasting), and are recorded in a registry. The State should also consider whether it will have standards for the purchasers of offsets, such as whether they are executing a plan to reduce their own emissions.
- I. Authorize the private partner to implement the program by enrolling landowners, either paying landowners for practices or paying contractors directly to implement them on lands enrolled. In addition, the private partner could, depending on program design, act as a carbon broker, or distribute funds to forest products companies using wood that would not normally be part of their feed stocks (e.g., small diameter or low-value trees coming off the lands enrolled).
- J. Through sampling and statistical analysis, accurately document the results of the program in terms of additional carbon stored and emissions avoided by substituting wood for other materials and harvest levels by comparison to business-as-usual management.

The possible approach articulated in A.-J. above is intended as initial guidance only, with the expectation that this could and likely would evolve as the concept is further refined.

<sup>&</sup>lt;sup>3</sup> In this context, "additional" means the carbon benefit realized from a project would not otherwise have happened in the absence of the project.

<sup>&</sup>lt;sup>4</sup> In this context, verifiable means that carbon offsets can be quantified, monitored, and verified by an accredited third-party actor through a standarized system.

# 5. Identify incentives for high-quality, on-the-ground performance by loggers and promote the use of low-impact harvesting equipment.

The Task Force recommends various actions that are intended to directly support logging contractors' ability to contribute to carbon benefits that will have positive outcomes for landowners. These include:

- The proposed Maine Forest Service Forest Carbon Specialist (Senior Planner) is envisioned as including loggers among its target stakeholders for technical assistance and training on climate-friendly management and harvesting practices.
- Support higher level on-the-ground performance to encourage climate-friendly timber harvesting with verifiable outcomes by promoting voluntary use of third-party certified harvesting companies. Third-party certification provides verification that high standards are being met at the point of harvest, by utilizing independent licensed consulting foresters as verifiers, ultimately providing a verification model for landowners that participate in a carbon program and utilize the services of timber harvesting companies.
- Provide financial cost-share resources for harvesting companies to become third-party certified in a similar manner as cost-share resources are provided by the State to landowners who create a forest management plan (i.e. the MFS WoodsWise program).
- Increase funding for the Direct Link (Clean Water State Revolving Fund) program and reassess the elements of the program so as to provide greater availability of reduced interest loans for equipment that will minimize soil compaction and disturbance of forest soils.
- Provide cost-share resources for landowners and contractors to purchase and implement carbon-enhancing best management forest practices (e.g., portable bridges, culvert pipes, grass seed, hay, skid trail regrading, road relocation, post harvest stabilization, corduroy, gravel, silt fencing).

# Outcomes of these actions include:

- Currently, there are approximately 300 logging companies in Maine and just over one-third are third-party certified. Cost-share resources to support more companies becoming certified will increase landowner awareness and provide greater verification of climate-friendly harvesting practices.
- Significant increase in the use of trained loggers, logging equipment, and best management practices that promote climate-friendly harvesting practices.

6. Recommend updates to the Open Space Current Use Taxation program including in a manner that incentivizes climate-friendly land management practices.

The recommendations in this section represent the aspirations of the Task Force, which acknowledges that further dialogue with municipalities and other interests will be required to finalize a legislative approach.

Task Force members have prepared initial concepts for revision of the Open Space Current Use Tax program, and gathered initial feedback from representatives of Maine Revenue Services and the Maine Municipal Association. It then sought broader feedback on a draft during the public comment period. This section is not an attempt to provide complete or final language for update and revision of the program, but instead focuses on key program elements.

## **Priority Concepts:**

- The Open Space program should be streamlined, with an added emphasis on climate benefit.
- The Open Space program should contribute to maintaining forestland and reducing forestland loss in the state. It is an important but underutilized option among Maine's current use tax programs.
- The Open Space Program should be made more efficient to increase value to the public, attract more landowner participation, and be easier to administer by municipalities, with reduced financial burden.
- The Open Space program should accommodate a wide range of potential land management practices, from intensive silviculture and production of forest products to development of old forest and maximizing carbon storage.
- The Open Space program should not create a fiscal burden for municipal budgets and will require state reimbursement (noting complexity in that municipalities may benefit from reduced costs of providing services when lands remain undeveloped and from increased revenue sharing as a result of reduced valuation).

## Potential Program Revisions:

A. Provide state reimbursement to municipalities to reduce financial burden on municipalities, in acknowledgement of the broad public benefit of maintaining undeveloped lands. (Reimbursement could be based on the same formula used for state reimbursement under the Tree Growth Current Use Tax program or could use the tax rates for undeveloped acreage used by individual municipalities.)

- B. Revise Open Space Program valuation reductions to:
  - · Increase the discount for "Ordinary" Open Space (which precludes development) in order to encourage greater participation in the Open Space program and emphasize its core

value of helping to keep land undeveloped. (The Task Force recommended an increase to 50% from the current 20%)

- Maintain the current discount of 25% for Public Access
- · Create two new categories:

Wildlife Habitat Management: Consider a 20% discount for implementation of a wildlife enhancement practice. (Practices to be approved by the Maine Department of Inland Fisheries and Wildlife in alignment with the State Wildlife Action Plan or with mapped Beginning with Habitat features, with landowner attestation of practice implementation.)

## **AND**

Carbon Management: Consider a 20% discount, with eligibility based on the following concepts:

<u>Forested land</u> (properties with 10 or more forested acres and greater than 70% forested) may qualify with any of the following options. Any qualifying property would automatically be considered to provide a public benefit and be eligible for enrollment in the Open Space program:

Adoption of a 10-year forest management plan signed by a licensed forester that includes strategies to increase forest carbon and considers carbon stored in forest products. (This is essentially the same requirement for the Tree Growth current use program eligibility, but the plan here can prioritize forest carbon.)

Implementation of a forest carbon practice approved by the Maine Forest Service, qualifying for the Carbon Management reduction for 10 years, with landowner attestation of practice implementation. (This option is intended to facilitate greater participation by owners of smaller properties.)

Properties with permanent ecological reserve restrictions shall qualify for the carbon management discount. (The recommended 20% discount is the same discount available in the current program, and ecological reserves have demonstrated benefits for carbon storage.)

Non-forested land (properties not qualifying as Forested Land, above) may qualify for 10 years based on implementation of carbon management practices approved by the Maine Department of Agriculture, Conservation, & Forestry, with landowner attestation of practice implementation. (Owners of non-forested lands may also have the option to: 1) choose the wildlife habitat management option, or 2) if eligible, participate in the Farmland Current Use program.)

• Maintain the current maximum discount of 95% (note that for forested acres, the current program limits the reduction to be no greater than that available through the Tree Growth Current Use program).

- C. Streamline program to rely on % reductions and eliminate the alternative approach of individual discretionary assessment based on assumed impacts of enrollment on valuation. (This is intended to provide greater clarity and certainty for landowners interested in enrolling in the program, and to reduce complexity for assessors and municipalities.)
- D. Allow any landowner to transfer their property from Tree Growth to Open Space without penalty for properties in Tree Growth prior to 2021.

# 7. Explore opportunities for partnerships with large, commercial forestland owners.

The Maine Climate Table, a nonpartisan effort to create a state-based model for climate initiatives, has been hosting convenings of commercial forestland owners since March, 2020, to explore whether large commercial forestland owners in Maine can store more carbon in the forest and in forest products while maintaining harvest rates. Its efforts to date, under a program titled Forest Carbon for Commercial Landowners (FCCL), have been focused on whether commercial forest could be managed to store more carbon without constraining, or, perhaps while even enhancing, a landowner's financial performance, and if so, using what specific "instruments" (e.g., the carbon offset market, tax policy, payments from corporations interested in securing carbon).

The Maine Forest Carbon Task Force acknowledges that this parallel process is exploring comparable issues to its own charge, though for a larger landowner size class, and with a more explicit focus on economic objectives. The Task Force recommends ongoing monitoring of FCCL's work and research outcomes, to potentially inform the design of a forest carbon program for family woodland owners as described in Section #4. At the same time, FCCL is not the only other process underway that is exploring the potential of large forest ownerships to sequester and store more carbon. The Task Force recommends tracking these other emerging efforts as well.

Clearly, the development of markets for low-quality timber, the importance of which is emphasized at the outset of this report, would benefit woodland owners of all sizes, including large commercial forestland owners. In addition, the recommended additional Maine Forest Service staff (Forest Carbon Specialist, Marketing and Utilization Forester, and District Foresters) would support all Maine forestland owners regardless of size. And the development of a forest carbon program as envisioned under Section #4 could conceivably result in a program that is accessible to large landowners as well.

# 8. Consider opportunities for Maine to participate in multi-state forest carbon initiatives.

The Co-chairs of the Task Force have been engaged in ongoing discussions with the Governor's Office of Policy Innovation and the Future, the U.S. Climate Alliance, and the States of Massachusetts, Vermont, and New York to identify opportunities and issues related to the initiation of a regional collaboration to increase investment in forest carbon sequestration and storage. To date, these discussions have focused on financing mechanisms that could support forest conservation and management at scales aligned with each state's greenhouse gas mitigation targets, and the infrastructure that would be necessary to support a regional carbon market, including offset protocols, a registry, and accounting frameworks. The Task Force supports the continuation of these discussions (including examination of the potential to expand the Regional Greenhouse Gas Initiative) that could advance a regional initiative that is complementary to or ultimately replaces individual state-based programs, assuming it proves the most efficient way of enabling Maine's forests to help achieve the state's greenhouse gas reduction goals.

# 9. Recommend a numeric goal or targets for increased carbon sequestration in Maine over time.

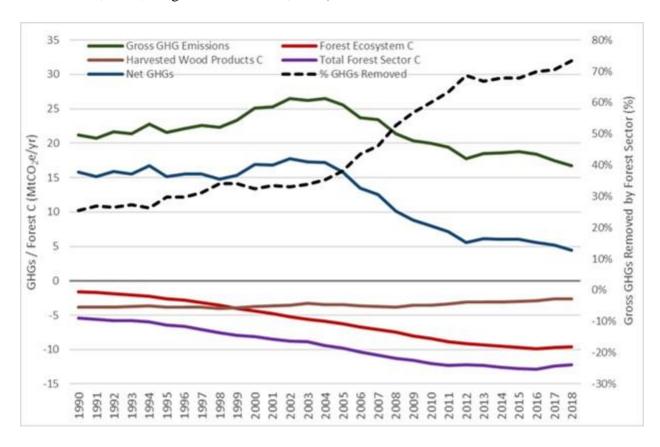
Maine's forests as a whole (i.e., including all landowner sizes and types) have sequestered an average of 9 million metric tons of carbon dioxide equivalent per year (MtCO<sub>2</sub>e/yr) over the past decade (Bai et al., 2020; Domke et al., 2021). An additional 3 MtCO<sub>2</sub>e/yr has been sequestered on average in harvested wood products manufactured in the state (Bai et al., 2020; Daigneault and Frank, 2021). Combined, Maine's forest sector has been sequestering an average of 12 MtCO<sub>2</sub>e/yr, equivalent to removing about 65% of the state's reported gross GHG emissions over the past decade (Figure 1).

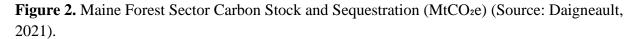
The state's forest carbon sequestration values have been historically high over the past decade as well, averaging nearly double the amount of sequestration in the 1990s. There is no guarantee that the current levels will hold indefinitely into the future. Continuing to sequester carbon at similar levels is an ambitious goal that will play a significant part in helping Maine achieve its 2045 net-zero GHG emissions target, especially as the state continues to reduce its gross GHG emissions to 80% below 1990 levels by 2050.

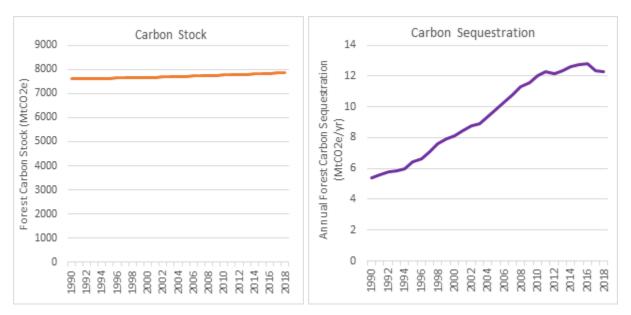
The Task Force recognizes that there is a balance between achieving the goal of maintaining or increasing timber harvests to help grow the forest economy and accumulating carbon on the stump as well as minimizing carbon leakage. In addition, the Task Force also recognizes that the state's forests are vulnerable to future impacts from pests, disease, climate extremes, and wildfire, which could have a negative impact on the ability to sequester carbon.

It should be noted that forest soils represent a large carbon pool in forest ecosystems, often exceeding the sum of all other ecosystem components, including trees. However, total carbon stocks change slowly, and there is significant uncertainty about the effects of forest management and forest disturbance on these stocks and the rates of change for Maine forests. Changes can include loss, gain, no change, and combinations thereof at different time scales. For this reason, achieving better information in the future about soil carbon changes in Maine is a high priority, and sustainable forest practices should be a priority to preserve or enhance soil carbon. However, incorporating quantitative changes in soil carbon into a carbon program because of forest management or disturbance effects is not justifiable at this time.

**Figure 1.** Maine GHG emissions and forest sector carbon sequestration (Sources: DEP, 2020; Domke et al., 2021; Daigneault and Frank, 2021).







# The Task Force recommends the following:

- A statewide total forest sector carbon sequestration target of no less than 12 MtCO<sub>2</sub>e/yr through 2045, maintaining the past decade's historically high carbon sequestration level.
- This forest sector target includes carbon sequestered in forest ecosystems (e.g., aboveground live, dead wood, soils, etc.) as well as harvested wood products.
- The target should be measured using a 5-year rolling average, recognizing the interannual variability in forest carbon sequestration that occurs in natural systems.
- The target should be re-evaluated by an advisory committee every 5 years as new data and knowledge about Maine's forests and harvested wood products become available, while retaining the goal of maintaining or increasing total carbon sequestration.

The several million acres of Maine's small forestland owners (10 to 10,000 acre ownerships) can play an important role in helping Maine achieve the Task Force's recommended forest sector-wide target. Doing so will require investment in technical assistance and improved forest management. Any program needs to be able to demonstrate success and monitor progress over time with whatever metrics are used. Increasing the number of MFS district foresters by 50% will have a corresponding impact on the number of landowner contacts and forest management plans they assist with. Providing information and technical assistance for Maine forest owners to

improve management of Maine forests on a voluntary basis will enhance their ability to achieve landowner objectives while also enhancing rates of carbon sequestration over the next several decades. Forests managed based on the best available science will also be more resilient to stressors that include a changing climate, enhancing their ability to retain carbon that would otherwise be lost back to the atmosphere. Further, the state should utilize other mechanisms for developing forest management plans, such as the Tree Growth Tax and NRCS cost-share programs to increase carbon sequestration and storage through more targeted improvements in forest management.

The Task Force also conducted a preliminary analysis using secondary data sources to estimate the carbon sequestration potential if Maine's small woodland owners implemented a mix of the recommended practices (Appendix A). The preliminary analysis identified a number of key uncertainties, including the total ownership area, landowner participation, current distribution of practices, harvest, and carbon leakage impacts, and mitigation potential for each of the recommended management practices. As a result, the Task Force was unable to provide a specific numerical target for this specific ownership type.

# Appendix A

# Preliminary Analysis of Maine's Small Landowner Forest Carbon Mitigation Potential

(Note: The information which follows is the best available on this topic but is considered preliminary. Efforts are already underway to refine it.)

# Methodology

A literature review was conducted of nearly a dozen studies examining management implications on forest carbon in the Northeastern U.S. to produce estimates of the carbon sequestration potential if Maine's "best guess" estimate of 6.9 million acres of small woodland owners implemented the recommended practices (see Table A-1). The collective findings – which are considered a rough approximation due to data limitations – indicate that implementing various forest management practices could result in a mean/median sequestration rate of about 0.25-0.5 tCO<sub>2</sub>e per acre per year (Figure A-1). Using these studies and other relevant sources, carbon sequestration and cost estimates were approximated by practice (see below) and by overarching practice categories (Table A-1).

The Task Force's *15 recommended practices* (Table A-1) were synthesized into five overarching forest carbon management categories or goals (Table A-2), and average costs and sequestration rates were reported. The 5 categories were grouped by similarity according to:

- Secondary benefits (e.g., habitat preservation, increasing value of standing timber, transition to old growth)
- Likelihood of implementation by small woodland owners (i.e., participation)
- Land scale applicability (6.9 million acres for management versus 5,150 acres/yr for avoided conversion)

The aggregate potential for implementing these practices was then estimated by proportioning out each of the practice categories. This analysis took a conservative approach by assuming that none of the practice groups could be jointly implemented, while in some cases (e.g., enhanced forest resiliency and intermediate treatments), more than one recommendation could be done on the same forest area.

This preliminary analysis has several uncertainties and limitations due to variability across studies and data used to derive the estimates for Maine's small landowners:

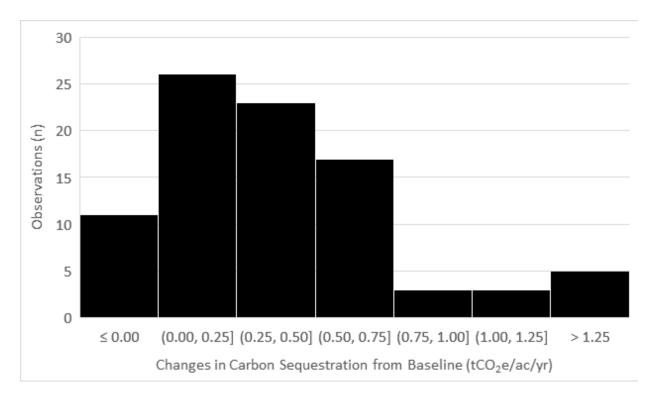
• **Methodologies.** The studies used for this assessment used a mix of data, models, and methodologies to quantify the impacts of varying management on forest carbon sequestration. This included FIA, remote sensing, Forest Vegetation Simulator (FVS), LANDIS, and stand and landscape-level bookkeeping models.

- **Study area and time length**. Each study had a unique study area (966 to 17.6 million acres) and length of time (20-160 years) over which it estimated changes in forest carbon. The study-specific estimates were normalized by converting forest carbon metrics to a per acre per year basis.
- **Biophysical v. socio-economic impacts.** All studies assessed the biophysical and carbon impacts of different practices, but less so the socio-economic effects. These include costs associated with changes in management or the opportunity costs from changes in harvest revenue. Cost estimates were utilized from other studies or calculated as a rough estimate based on other sources like NRCS.
- Carbon stocks and fluxes. Each study measured a unique set of forest carbon stocks (e.g., aboveground, soil) While all looked at aboveground growing stock, others also examined storage in harvested wood products and substitution of more GHG-intensive products such as steel and concrete. To account for this, outliers were removed, particularly those with high values due to product substitution.
- Baselines/Business as Usual. All sequestration estimates were based on comparing the effect of a given practice on the study-specific baseline. This can vary based on when and what data were collected and the study assumptions about future stand growth, wood product demand, etc.
- Harvest and carbon leakage effects. Many data sources used for this analysis did not report changes in harvest levels or the associated carbon leakage effects that could occur should harvests decline relative to the baseline. Any management practice that results in a reduction in harvest is likely to result in increased timber harvests and carbon emitted outside of the study area. This effect would reduce the overall amount of carbon sequestration from some of the practices considered (e.g., set-asides).
- Climate impacts. Most studies assumed a constant climate that reflected historical trends in forest growth and yield. Changes in future climate conditions have differing levels of impact across different forest compositions and age classes impacting management decisions. For example, a large increase in climate variability has a larger impact on unmanaged forestland than an actively managed forest.
- **Natural disturbance regimes**. As with climate, most studies did not explicitly account for a potential change in the frequency or impact of natural disturbances over time.

Despite the noted uncertainties, there is some confidence in the mean-level estimates that are presented in Table A-1. More details on the references used, data collected, and how estimates vary across study and practice can be found here:

https://umainesystem-my.sharepoint.com/:x:/g/personal/adam\_daigneault\_maine\_edu/ESVrH-R\_DnzBFuqUD984vq1QBqbcm0B4iEqOLH-UPl2n8Ow?e=HVL4Ei

**Figure A-1.** Histogram of carbon sequestration estimates (tCO<sub>2</sub>e/ac/yr). relative to baseline for all management practices (n=98)



**Table A-1.** Preliminary Analysis of Quantified Impacts of Forest Carbon Task Force Recommended Practices and Metrics

| # | Recommended<br>Practice   | Annual Forest<br>C Seq<br>(tCO₂e/ac/yr) | C Price   | Cost (\$/ac) | Annualiz<br>ed Cost<br>(\$/ac/yr) | NRCS Scenario          | C Seq<br>Source | C Price<br>Source |
|---|---|---|-----------|--------------|-----------------------------------|------------------------|-----------------|-------------------|
|   |   | Avoid                                   | ded Fores | t Conversio  | n                                 |                        |                 |                   |
| 1 | Avoid forestland loss/incentivize forest conservation (through conservation easements or fee purchases) to maintain forest ecosystem carbon and the potential for continued sequestration | 212                                     | \$17.00   | \$3,604      | \$256                             | N/A                    | 1               | 1                 |
|   |   | Enha                                    | nced Fore | st Resiliend | Cy                                |                        |                 |                   |
| 2 | When planting, select species well-suited to the site and a changing climate.   | 0.46                                    | \$18.40   | \$546        | \$39                              | N/A                    | 2,7             | 1,7               |
| 3 | If relying on natural regeneration, plan the harvest to regenerate the site quickly with desired species.   | 0.19                                    | \$6.11    | \$453        | \$32                              | Competition<br>Control | 6               | 5,6               |

| 4 | Manage competition from invasive and undesirable tree species.   | 0.49 | \$9.41  | \$240-630 | \$31 | Brush<br>management<br>(chemical or<br>mechanical) | 2,4 | 1,4,5 |
|---|--|------|---------|-----------|------|--|-----|-------|
| 5 | Plan to reduce the risk of carbon losses from disturbances (e.g. wildfire, exotic and endemic insect infestations) | 0.15 | \$16.00 | \$947     | \$67 | Forest slash<br>treatment                          | 1   | 1, 5  |

# Intermediate Treatments

| 6 | Retain more carbon in thinnings (retain large-diameter live trees, snags, and species and age diversity). | 0.49 | \$9.41  | \$640 | \$45 | Thinning for wildlife and forest health | 2,4   | 4, 5  |
|---|---|------|---------|-------|------|---|-------|-------|
| 7 | Pre-commercially thin saplings and small poles  | 0.49 | \$13.69 | \$640 | \$45 | Pre-<br>commercial<br>thinning          | 2,4   | 4, 5  |
| 8 | Commercially thin<br>(uniform thinnings or<br>crop tree releases)   | 0.49 | \$9.41  | \$440 | \$31 | Crop/mast<br>tree release               | 2,4   | 4,5,6 |
| 9 | Increase stocking in understocked stands  | 0.60 | \$17.40 | \$804 | \$57 | hardwood<br>hand planting               | 7,8,9 | 4,5   |

| 10 | Focus investments in intensive silvicultural treatments on sites with high carbon value potential (superior soils, drainage, aspect). | N/A | N/A         | N/A        | N/A | N/A | N/A | N/A |
|----|---|-----|-------------|------------|-----|-----|-----|-----|
|    |   | Sus | stainable I | Harvesting |     |     |     |     |

| 11 | Extend harvest cycle to grow larger trees that are more likely to be used in long-lived wood products.                            | 0.51 | \$9.86 | N/A | N/A | N/A | 1, 2 | 1   |
|----|---|------|--------|-----|-----|-----|------|-----|
| 12 | Seek to increase the proportion of harvested materials likely to be used in long-lived wood products.                             | 0.51 | \$9.86 | N/A | N/A | N/A | 1,2  | 1   |
| 13 | Manage partial harvests thoughtfully to retain quality trees and minimize stand damage  | 0.04 | N/A    | N/A | N/A | N/A | 6    | N/A |
| 14 | Utilize timber harvesting professionals, including licensed consulting foresters trained in climate-friendly harvesting practices | N/A  | N/A    | N/A | N/A | N/A | N/A  | N/A |

# Establish Forest Reserves

| on high c<br>and speci<br>value site<br>developn | forest reserves carbon density ial ecological es to allow the nent of late-onal forest. | 0.64 | \$12.14 | N/A | N/A | N/A | 1,2,3 | 1 |
|--|---|------|---------|-----|-----|-----|-------|---|
|--|---|------|---------|-----|-----|-----|-------|---|

**Notes:** Carbon (C) Seq: Mean annual amount of forest carbon sequestration above baseline practice. Break-even C price: value on a ton per CO<sub>2</sub>e basis that the mean landowner would need to be paid to be indifferent between their baseline practice and the recommended practice. Cost: initial cost on a per acre basis that the mean landowner would face to implement the recommended practice. Annualized cost: Total annual cost of implementing recommended practice over 25 years using a discount rate of 5%. NRCS Scenario: Natural Resource Conservation Service scenario most aligned with recommended practice.

**Sources**: 1. Daigneault et al (2021); 2. Dugan et al. (2021); 3. Gunn and Bucholtz (2018); 4. Russell-Roy et al (2014); 5. NRCS (2021); 6. Nunnery and Keaton (2009); 7. Cook-Patton et al. (2020); 8. NEFF (2020); 9. Hoover and Heath (2011)

**Table A-2.** Aggregate Impacts of Forest Carbon Task Force Recommended Practices

| Forest Carbon Practice<br>Category | Max Acres<br>(per year)* | Mean Annual<br>Sequestration<br>(tCO₂e/ac/yr) | Break-even<br>cost<br>(\$/tCO₂e) | Recommended Practice<br>(based on Table A-1<br>practice numbers) |
|------------------------------------|--------------------------|---|----------------------------------|--|
| A. Avoided Forest<br>Conversion    | 5,150                    | 212   | \$17                             | #1   |
| B. Enhanced Forest<br>Resiliency   | 6,900,000                | 0.32  | \$12                             | #2-5   |
| C. Intermediate Treatments         | 6,900,000                | 0.52  | \$12                             | #6-10  |
| D. Sustainable<br>Harvesting       | 6,900,000                | 0.35  | \$10                             | #11-14   |
| E. Establish Forest<br>Reserves    | 6,900,000                | 0.64  | \$12                             | #15  |

<sup>\* 6.9</sup> million acres based on preliminary analysis 'best guess' in Table 1. Subject to revision as more data becomes available.

Descriptions of each of the five categories and how it relates to the specific 15 recommendations set forth by the Task Force are included below.

## A. Avoided Forest Conversion (Forest Practice #1)

Identified as a critical management strategy of the Task Force, this practice seeks to incentivize landowners to maintain Maine's forests as forests. Between 2001 and 2016, land in Maine was converted from forests to development or other uses at a rate of 5,150 acres per year (Homer et. al., 2020). By *avoiding forestland conversion (#1)* of at-risk forestland and incentivizing forest conservation through conservation easements or fee purchases, forest ecosystems maintain carbon stocks on the margin of 5,150 acres per year, equating to 212 tons of avoided carbon dioxide emissions per acre per year. Other benefits of this practice include increased wildlife and habitat preservation, in addition to supporting Maine's forest economy.

# B. Enhance Forest Resiliency (Forest Practices #2-5)

Forest resilience ensures forest health and longevity for future generations so Maine's forests can continue sequestering carbon. The Task Force's recommends *selecting species well-suited to the site and a changing climate (#2)*, thereby expanding the carbon holding potential on an adaptive forest landscape. Other recommendations that serve as strategies to enhance forest resiliency include: *assisting post-harvest sites for resilient forest regeneration (#3), managing for competitive undesirable and invasive species (#4), and reducing carbon losses from destructive disturbances (#5)* such as wildfire, exotic and endemic insect damage, and ice damage. These strategies enhance carbon storage by managing forest health, resulting in bigger, stronger trees that increase the quality and value of standing timber. Woodland owners are more likely to adopt these resilience strategies with technical and financial support.

# C. Intermediate Treatments (Forest Practices #6-10)

Intermediate treatments maximize forest carbon sequestration while reinforcing forest structure and composition. The task force recommends conducting thinning in immature and/or overstocked stands to stimulate growth of the remaining trees and increase the yield of useful material from the stand (i.e., evaluate short-term carbon losses against longer-term forest and forest product carbon benefits). These practices include retaining large diameter trees, snags, and species and age diversity (#6), and pre-commercial thinning (#7), commercial thinning (#8). Thinning practices remove unwanted or poor-quality vegetation, shrubs, and saplings around the healthiest trees, therefore maximizing the growth rates and increasing the amount of carbon available on the stand. Intermediate treatments also include a variety of silvicultural prescriptions and planting fast-growing or understocked species to increase forest stocking in understocked stands (#9). These treatments should steer investment to sites with high carbon value potential (#10), including superior soils, draining, etc. Landowners and foresters should select specific intermediate treatments with specific goals in mind, such as restoring or maintaining wildlife habitats, diversifying forest species and composition, increasing the health of the forest, and enhancing the aesthetic of the woodlot. Much of the success of small woodland owners implementing these practices is dependent on the strength and presence of low-grade markets for forest thinning residuals. Without these markets, financial support and cost-sharing services are crucial.

# D. Sustainable Harvesting (Forest Practices #11-14)

Implementing sustainable harvest practices ensure minimal disturbance while enhancing the longevity of the forest ecosystem. Landowners should consider *extending or delaying harvest cycles* (#11) beyond 50 years to allow trees to grow larger, increasing the likelihood that more harvest material will be used in long-lived wood products. Likewise, *increasing the proportion of harvested materials likely to be used in long-lived wood products* (#12) reduces carbon

emissions in comparison to carbon-intensive products like concrete and steel. Encouraging *partial harvesting practices* (#13), as opposed to high grading, sustains the health of the forest and furthers its regeneration, especially if residual stand damage is minimized. As recommended by the Task Force, all aforementioned sustainable harvesting practices should be performed by *timber harvesting professionals*, *including licensed consulting foresters trained in climate-friendly harvesting practices* (#14). Woodland owners are likely to implement sustainable harvesting practices with additional technical and financial support.

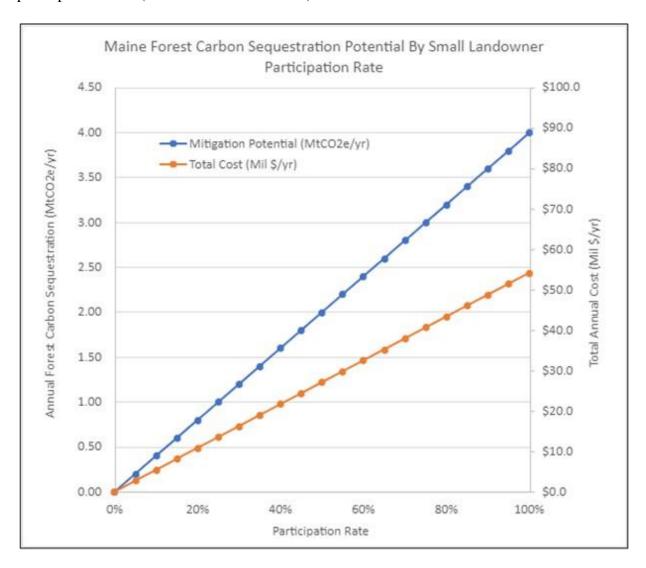
## E. Establish Forest Reserves (Forest Practice #15)

The Task Force recommends *expanding the amount of forestland in reserves* (#15), especially on sites with high carbon density and in areas of special ecological value. It is important to note that carbon-efficient areas are those forests with a high carbon density and may have old growth characteristics or sustain critical wildlife habitat. Additionally, forestland under reserves should be allowed to mature to a late-successional forest to store as much carbon as possible. Forest set-asides promote the transition to old-growth forests while maintaining ecosystem services such as: habitat conservation; soil health and nutrient cycling; water quality; and cultural/spiritual social values. Forest set-asides require low-intensity, passive management, and therefore, many small woodland owners are likely to adopt this management strategy.

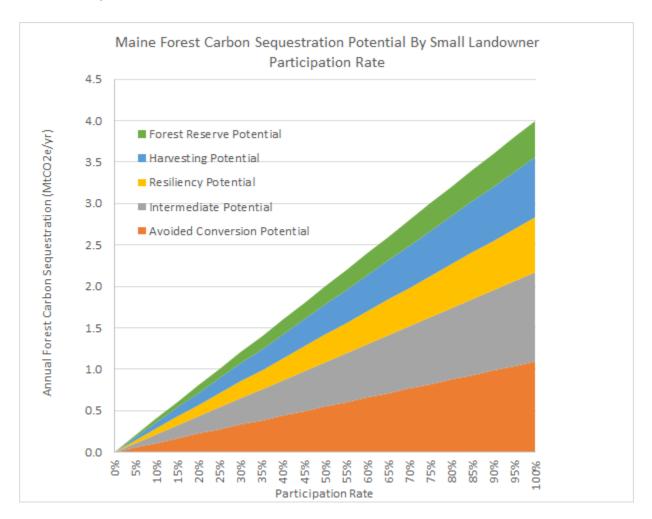
# Total mitigation potential by participation rate

The metrics presented in Table A-2 can be used to estimate the forest C sequestration and potential from the Task Force's "best guess" of Maine's 6.9 million acres of small forestland owners (see Table 1) based on the level of participation, assuming that this entire area currently follows baseline management practices (Figure A-2). Figure A-3 shows the mitigation potential by specific forest practice grouping (A-E) and participation rates (0-100%). Note: option A (avoided conversion) can be exclusive of options B-E, while implementing option E (establish reserves) would likely eliminate implementing B-D. Further, B-D could be potentially implemented jointly on some forestland. For simplicity, Figure A-3 was developed based on the conservative assumption that option A could be fully implemented with a 100% participation rate, while a full participation rate would result in landowners implementing 30% each of B, C, and D (90% in aggregate), and 10% of landowners implementing E. As a result, the estimate is that if all of Maine's small forestland owners participated in a forest carbon sequestration program, about 4 MtCO<sub>2</sub>e/yr of additional forest carbon could be accrued annually, costing upwards of \$54 mil/yr. This estimated cost is the equivalent of \$13.50/tCO<sub>2</sub>e.

**Figure A-2**. Preliminary rough approximation of Maine's small landowner carbon sequestration potential and total cost of implementing a combination of enhanced forest resiliency, intermediate treatments, sustainable harvesting, and establishing forest reserves across different participation rates. (100% = 6.9 million acres).



**Figure A-3**. Preliminary rough approximation of Maine's small landowner annual carbon sequestration potential across different practice groupings and participation rates. (100% = 6.9) million acres.



For comparison, the 2004 climate action plan evaluated the mitigation potential for 10 forest management practices if they were implemented across the entire state (DEP, 2004). That report noted that implementing individual practices could increase forest carbon sequestration by 72,300 to 531,700 tCO<sub>2</sub>e/yr. If all practices were jointly implemented, then the 2004 analysis estimated that Maine's forests could sequester an additional 2.4 million tCO<sub>2</sub>e/yr over the baseline. This figure is close to the above estimate if about 60% of Maine's small landowners participated in a forest carbon sequestration program.

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# Appendix B

# Acres, Harvest Levels, and Carbon Storage within 10-10,000-acre Ownerships

To examine the question of how many acres, how much volume/biomass is harvested, and how much live aboveground carbon is standing on small woodland ownerships (10-10,000 acres) in Maine three resources were examined: 1) The National Woodland Owner Survey (NWOS, Butler et al. 2021); 2) The MFS Silvicultural and Landowner Reports; and 3) The USFS FIA Database in conjunction with a digital map ownership product purchased from a private source that uses public tax lot data to assign ownerships. This appendix provides additional details on each of those data sources and assumptions behind the estimates listed in the main report.

# National Woodland Ownership Survey (NWOS) Data

According to the National Woodland Owner Survey (NWOS), family ownerships (10+ acres) represent 4.7 million acres or 29% of the private land base (Butler et al., 2021). The NWOS reports that 345,000 out of the 4.7 million acres are in holdings greater than 5,000 acres. If so, 27% could be considered an extreme low-end estimate, and that accounting for small corporate ownerships could raise this estimate considerably. Using the USFS digital map product (DMP) in conjunction with FIA data on all small private ownerships (family and corporate), this figure increased to 43% where ownership was known. However, the DMP that was used in the process likely needs to be refined (see FIA DMP section below).

## Forest Inventory and Analysis (FIA) & Digital Map Product (DMP)

Additional insight was gleaned using a combination of data sources. A digital map product (DMP) provided landowner data for a given parcel and parcel size. This layer was combined with the National Land Cover Database (NLCD) Tree Canopy Cover (TCC) map to assign land cover status (forested or non-forested) to the DMP. Acreages were summed by unique owners to assign an ownership size class to each parcel. Each FIA plot was assigned an ownership size class using the spatial intersect tool. The 2019 evaluation of the USFS-FIA database (i.e., the complement of data collected from FIA plots inventoried between 2015 and 2019; 2010 and 2019 for removals) was used to estimate area, aboveground biomass, and harvest removals. For more technical details, please see the USFS Spatial Data Services response to MFS Data Request section.

A key issue that emerged is that the DMP was 'incomplete' (e.g., many parcels did not have ownership information – particularly in Central Maine); as such ownership size class attributes could not be calculated for all of Maine's forest area. This problem stems in part from incomplete tax lot records and maps. A brief examination of some of the data in the DMP

suggested that some large ownerships were contributing to a significant volume of unknown acres. It is also possible that some of the known ownerships may have additional parcels that were not being picked up (i.e., were unknown) and summing the knowns with the unknowns could move these into the larger size class. In addition, some ownerships names may have been entered incorrectly or inconsistently. Both of these items would lead to an overestimate of the acres in the 10-10,000 acre ownership size class (e.g. a parcel of 9,000 acres owned by John Smith might not have been merged with a parcel owned by either J. Smith or unknown of 1,001 acres). Lastly, it was noted that some FIA plots ownership class codes did not align with the DMP assessment.

Due to the quality of this dataset, the Task Force presented ranges of values (see Table 1), where the low-end estimate assumes all unknown parcels belong to large landowners and the high-end estimate assumes that all unknown parcels belong to small woodland owners. For the private forests in Maine, the 10 to 10,000 acres size class likely represents at least 24%, and certainly less than 68% of the forested acres; at least 27% and certainly less than 69% of the live aboveground carbon; and at least 24%, but certainly not more than 66% of the harvest removals. The best guesses of 43% of the acreage; 46% of the carbon; and 43% of the harvest removals would assume that (1) the proportion of small acres in the known category holds for unknown, and (2) it is unlikely that unknown parcels would add to smaller ownerships to move them into the larger ownership class.

Considering that FIA data are collected on a 5-year cycle, it is important to recognize that an ownership may have been harvested and transitioned between ownership size classes between "time 1" and "time 2" when calculating removals. The DMP only has data for time 2 (the most recent sample year). As such, the FIA-DMP removal estimates would include cases where a parcel was in a larger ownership at time 1 and smaller ownership class at time 2 but not the alternative. This would suggest that less harvest would actually be coming off of small woodland ownerships. Again, the high proportion of unclassified parcels in the DMP leaves us uncertain of the actual estimate. It may be possible to reduce this uncertainty in the near future by using other ownership layers to help clarify some of the gaps in the DMP, by identifying where the large (over 10,000 acres) ownerships are.

**Table B-1.** Acreage, aboveground biomass (inventory and annual removals); merchantable biomass (inventory and removals), and merchantable bole volume (inventory) using FIA data and DMP[1]

| Landowner size<br>class (acres)    | Forest Area<br>(acres) | Aboveground<br>Biomass Live<br>Stock (dry<br>tons) | Aboveground<br>Biomass<br>Removal<br>(dry tons/yr) | Net<br>Merchantable<br>Biomass (dry<br>tons) | Net<br>Merchantable<br>Biomass<br>Removals (dry<br>tons/yr) | Net<br>Merchantable<br>Bole Volume<br>(dry tons) |
|------------------------------------|------------------------|--|--|--|---|--|
| 0-10 acres                         | 384,406                | 26,115,505   | 235,969  | 18,782,787                                   | 164,756   | 1,047,649,490                                    |
| 10-100 acres                       | 1,497,263              | 72,856,845   | 1,019,777  | 49,305,553                                   | 774,712   | 2,912,962,393                                    |
| 100-1000 acres                     | 1,378,871              | 60,469,585   | 1,214,833  | 39,443,893                                   | 862,732   | 2,367,142,812                                    |
| 1000-5000 acres                    | 512,545                | 20,052,331   | 430,755  | 12,719,236                                   | 317,659   | 774,755,465                                      |
| 5000-10000 acres                   | 554,273                | 20,087,672   | 403,551  | 11,661,761                                   | 280,263   | 734,555,991                                      |
| 10000+ acres                       | 4,877,217              | 174,317,030  | 4,178,557  | 101,561,777                                  | 2,979,036   | 6,324,457,697                                    |
| 10-10000 acres<br>(known) subtotal | 3,942,952              | 173,466,433  | 3,068,916  | 113,130,443                                  | 2,235,366   | 6,789,416,661                                    |
| Total known<br>landowner size      | 9,204,575              | 373,898,968  | 7,483,442  | 233,475,007                                  | 5,379,158   | 14,161,523,848                                   |
| Unknown<br>landowner size          | 6,921,742              | 269,423,972  | 5,123,411  | 167,245,233                                  | 3,716,509   | 10,272,498,660                                   |
| Total known &<br>unknown size      | 16,126,317             | 643,322,940  | 12,606,853   | 400,720,240                                  | 9,095,667   | 24,434,022,508                                   |

[1] Disclaimer pertaining to FIA summary data completed as part of the MFS data request described in the "MFS Data Request: Forest Metrics by Landowner Size Class and Private Landowner Class" (supplemental document available on request):

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Inventory & Analysis program (FIA) in all written or oral disclosures containing/or using the FS DATA.

# **MFS Landowner Report**

The MFS landowner survey records data on volume (or tonnage) and acres harvested by ownership size class. In 2018, 3.8 million green tons were reported harvested on 138,001 acres. Since stumpage estimates are only reported on a subset of sales, this number was adjusted based on the total acres harvested as reported in the silvicultural report resulting in 9.3 million green tons. Two problems remain with these data: 1) Ownership holdings are reported in the following classes 1-100; 101-1,000; 1,001-100,000 and 100,000+ which does not allow for direct estimate of acres in holdings of 10-10,000 acres and 2) the total tonnage reported on the landowner report is nearly 30% less than that on the wood processor report. Using FIA data, the percentage of harvest in the 1-10 acre class was estimated to be no more than 3% of the total statewide harvest. Estimates of harvest would then range from 26% (10-1,000 acres) to 37% (10-100,000 acres) reflecting the harvest adjusted by silvicultural acres alone to 35 (10-1,000 acres) up to 48% (10-100,000 acres) after adjusting harvest up to reflect the harvest reported in the wood processor reports.

**Table B-2.** MFS harvest volume and acre estimates based on stumpage, silvicultural, and wood processor report data.

| AcreageClass           | Stumpage Acres<br>Reporting | Stumpage<br>Volumed<br>Reported | Silv. Acres<br>Reported | Volume<br>Adjusted by<br>Silvicultural<br>Report<br>Acres | 10-100 acre<br>class<br>corrected<br>using FIA<br>data | Volume<br>Adjusted to<br>Match Wood<br>Processor<br>Report | Percent of<br>Harvest on a<br>wood<br>processor<br>report basis | Percent of<br>Harvest on a<br>stumpage<br>basis |
|------------------------|-----------------------------|---------------------------------|-------------------------|---|--|--|---|---|
| 1 to 10 acres          | 24,751                      | 758,994                         | 51.140                  | 1.568.215   | 266,597  | 359,095  | 2   | 3   |
| 10-100 acres           | 24,731                      | 720,004                         | 31,140                  | 1,500,215   | 1,301,618  | 1,753,229  | 10  | 14  |
| 101 to 1,000 acres     | 30,056                      | 890,998                         | 65,983                  | 1,956,017   | 1,956,017  | 2,634,678  | 16  | 21  |
| 1,001 to 100,000 acres | 26,032                      | 717,649                         | 48,135                  | 1,326,998   | 1,326,998  | 1,787,415  | 11  | 14  |
| 100,000 + acres        | 57,162                      | 1,426,991                       | 177,988                 | 4,443,304   | 4,443,304  | 5,984,956  | 61  | 48  |
| Totals                 | 138,001                     | 3,794,633                       | 343,247                 | 9,294,534   | 9,294,534  | 12,519,373   | 100   | 100   |

# FIA Definitions Supporting Table 2 (Burrill et al. 2021)

FIA Stand-size class code: Table 2 of the main report includes references to stand-size and growing-stock classification categories that are based on FIA definitions listed in Burrill et al. (2021) and based on Asner et. al. (2001). Stocking is an expression of stand density that may be expressed in absolute terms, such as basal area per acre, volume per acre, number of trees per acre, or in relative terms, as a percent of some previously defined standard. The FIA stand-size class is based on the dominant (based on stocking) diameter class of live trees in a measured plot, which is defined in section 2.5.20. The FIA all live stocking code description indicates the stocking condition by all live trees, including seedlings (section 2.5.37), while the FIA

growing-stock stocking code description indicates the stocking of the condition of only the growing-stock trees and seedlings, as defined in section 2.5.36 (Table B-3).

**Table B-3.** FIA growing-stock stocking description

| Code | Description   |
|------|---|
| 1    | Overstocked (density of a stand of average maximum competition >100%)       |
| 2    | Fully stocked (60 - 99% density of a stand of average maximum competition)  |
| 3    | Medium stocked (35 - 59% density of a stand of average maximum competition) |
| 4    | Poorly stocked (10 - 34% density of a stand of average maximum competition) |
| 5    | Nonstocked (0 - 9% density of a stand of average maximum competition)       |

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# Appendix C

# **Abbreviations**

CAP - Conservation Activity Plans within NRCS/EQIP

DMP - digital map product

EQIP - USDA NRCS Environmental Quality Incentive Program

FIA - USDA Forest Service Forest Inventory and Analysis Program data

FOR/Maine - Forest Opportunity Roadmap/Maine

GHG - greenhouse gas

LANDIS - Landscape Disturbance and Succession Model

MFS - Maine Forest Service

MMTC - million metric tons of carbon

MtCO2e - million tons carbon dioxide equivalent

NGO - non-governmental organization

NRCS - USDA Natural Resource Conservation Service

NWOA - National Woodland Owners Association

NWOS - National Woodland Owners Survey

USDA - U.S. Department of Agriculture

# Maine Climate Council Natural and Working Lands Work Group Final Strategy Compilation June 8, 2020

- 1. Protect and conserve working and natural lands and waters through a dedicated, sustained funding source to support a robust forest products and agricultural economy, increase carbon storage opportunities, avoid future emissions, and enhance climate adaptation and resilience
  - a. Increase permanent protection of forest land and farmland (especially prime agricultural soils and soils of statewide significance) via conservation easements and fee acquisition
  - b. Conserve areas of high biodiversity value and areas that support land and water connectivity and ecosystem health, as informed by Beginning with Habitat Focal Areas and other conservation planning tools from Maine's natural resource agencies
  - c. Revise scoring criteria for state and federal land conservation funding sources (e.g. Maine Natural Resource Conservation Program, Land for Maine's Future Program, Forest Legacy Program, and Maine Outdoor Heritage Fund) to incorporate climate mitigation and resiliency goals into grant criteria and project selection
- 2. Create new and update existing financial incentives and support for private land management and infrastructure that supports climate mitigation and adaptation
  - a. Establish a stakeholder process to develop a voluntary, incentive-based Maine forest carbon program (practice and/or inventory based) for woodland owners of 10 to 5,000 acres, and forest practitioners, to increase carbon storage and encourage forest management while maintaining current timber harvest levels (See Question 6. Further details on Strategy 2a. Maine Forest Carbon Program Considerations)
  - b. Address land taxation policy through legislation introduced by the Governor to:
    - i. Update the Open Space Current Use Taxation Program in a manner that incentivizes climate-friendly land management practices, makes it more attractive to woodland owners, and enables landowners to move between Tree Growth and Open Space as land management objectives change
    - ii. Update Farmland Current Use Taxation Program in a manner that encourages broader use of the Program and incentivizes farmland management practices with climate mitigation and adaptation benefits
    - iii. Operationalize and fund the currently eligible but unused "wildlife habitat" criterion of the Farm and Open Space Tax Law (36 M.R.S. §1101-1121) to provide landowner

- financial incentives for conserving parcels with land and water resources of high biodiversity value, including species and habitats at risk of decline from climate change
- iv. Maintain the Tree Growth Tax Law as an established program for landowners committed to active forest management
- c. Provide funding to support the use of agricultural and forestry mitigation and adaptation practices; incentivize infrastructure and technology upgrades to support the adoption of those practices including on-farm renewable energy use and other strategies to reduce fossil-fuel usage
- d. Reduce CO<sub>2</sub> emissions from fossil fuels used for building heat/power by encouraging the consideration of installation of efficient modern wood heat/power technology in homes, businesses, schools, hospitals and other institutions
- e. Encourage high quality on-the-ground performance by loggers, and facilitate the use of low-impact timber harvesting equipment
- f. Increase funding to improve aquatic connectivity at private and publicly owned barriers (including dams and road-crossing infrastructure), using Stream Smart practices for freshwater bridges and culverts, Coast Wise practices for tidal crossings, and a temporary steel bridge cost share program for forestry operations (administered by the Maine Forest Service), thereby reducing flooding damage, supporting habitat functionality, and responding to seal level rise
- g. Provide financial support to strengthen Maine's food systems, so that more food can be produced and processed locally, distributed efficiently, and priced affordably

# 3. Provide technical assistance on natural climate solutions to landowners, land managers and agricultural producers

- a. Forestry Assistance: Add significant field forester capacity to the DACF's Maine Forest Service to support landowner and land practitioner adoption of carbon-friendly and resilient forest management practices, through outreach, education, and technical assistance
- b. Agricultural Assistance: Make natural climate solutions (such as soil health practices) a priority in federal and state agricultural programs, and increase technical service provider capacity to Soil & Water Conservation Districts, University of Maine Cooperative

- Extension, NRCS, and non-governmental organizations to assist producers in using known and emerging agricultural practices with mitigation and adaptation benefits
- c. Natural Land Assistance: Increase technical service provider capacity to DIFW's Beginning with Habitat Program and DACF's Maine Natural Areas Program to support towns, land trusts, land managers, and landowners in their efforts to conserve native species and land and water resources vulnerable to climate change and to address climate-related threats such as invasive species

# 4. Update and refocus state programs and policies to address climate mitigation and resilience

- a. Continue and enhance climate-friendly public land management practices
  - i. Update DACF's Bureau of Parks & Lands Integrated Resource Policy (IRP) to incorporate current climate science and management priorities for enhancing landscape and species resiliency and mitigating climate change
  - ii. Maintain support for, and consider expansion of, the state's Ecological Reserve System (ERS), and update ERS legislation and mandates to reflect new science on climate change threats, mitigation opportunities, and landscape resiliency
  - iii. Incorporate principles of climate science and landscape resiliency when evaluating and prioritizing future land acquisitions by DACF and DIFW
- b. Update existing policy and staffing needs to support comprehensive, accurate, and timely environmental review of land and water resources and permitting of projects under environmental regulations, thereby ensuring smart development, shoreland protection, and appropriate renewable energy project siting
- c. Assess and improve state, regional and local land use planning efforts, policies and regulations to promote climate mitigation, resilience, and adaptation, as well as carbon storage
  - i. Enhance existing and develop new land use planning tools and policies that encourage greater state coordination to reconcile competing land uses and promote efficiency, particularly with regard to environmental review
  - ii. Prioritize the retention of valuable working and natural lands, especially prime agricultural soils and forest land, in balance with renewable energy development

- d. Increase climate education related to forestry, agriculture and natural lands, through public school curricula, consumer awareness, and landowner information
- e. Develop and enhance marketing programs for Maine forest products, in coordination with programs such as ForMaine, focused on climate-friendly bio-based wood market innovation including Cross Laminated Timber (CLT), cellulosic insulation, pyrolysis oil, nanocellulosic materials, advanced biofuels, and bioplastics. Issue an Executive Order to seek opportunities in State construction projects to use Mass Timber (including CLT) building technologies, and to encourage related manufacturing facilities to locate in Maine

# 5. Strengthen research and development, and monitoring of climate mitigation and adaptation practices

- a. Create a sustained source of funding for research on climate change and climate mitigation and adaptation strategies
  - i. Conduct research in support of agriculture and forestry mitigation and adaptation practices
  - ii. Promote research and monitoring to inform adaptive management practices designed to conserve climate-sensitive species and habitats
- b. Establish the University of Maine as the coordinating hub for partnerships among academia, the private sector, and state government in Maine, for research on forestry, agriculture, and natural land-related climate concerns
- c. Continue to invest in the University of Maine research facilities in their efforts to become a globally recognized hub for climate-friendly bio-based wood market innovation, including Cross Laminated Timber (CLT), cellulosic insulation, pyrolysis oil, nanocellulosic materials, advanced biofuels, and bioplastics
- d. Promote research, development and planning efforts supporting the growth and stability of Maine food systems

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