



## KDCFS AGM MINUTES April 25, 2024

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**Attendees:** Chris Webster (Chair), Matthew Brown, Greg Lay, Doug Drain, Sarah Sinclair (Directors), Jeff Reyden (Management Team), Stephen Neville (Vice Chair), Stephen Fawcett (Secretary), Jeff Mattes (Treasurer) Jessie Lay (Admin)

meeting called to order - 7:03

2024 Membership: 35, Total attendance: 15; Voting members: 6

- ADOPTION OF THE 2024 AGM AGENDA. Carried.
- ADOPTION OF THE 2023 AGM MINUTES. Carried.
- CHAIR'S REPORT & Questions - Presented by Chris Webster (chair)

No Questions.

- FINANCIAL REPORT & Questions - Presented by Jeff Mattes (treasurer)

Q: Regarding legacy funds invested. Clarify the way it is listed on financial statement. Questions regarding account details of the legacy fund.

A: Board will review and come up with a solution. Agenda item added to May meeting.

Q: What is bad debt?

A: Sold some logs and didn't get paid. That happens in business. It was a lesson learned. We got some back from one operator. We filed against him in civil courts, but CRA would get most of it.

Q: How are reserves?

A: Jeff will go over that in his report.

- MANAGEMENT REPORT - presented by Jeff Reyden

Q: Can you give a general overview of over the last 30 years where we are to inform everyone where we stand right now as an overall look at the community forest.

A: Looking forward a lot of younger age classes on tenure creating a short term timber supply gap. Once we get through the next 20 years there will be a great timber basket. As far as forest health, we're in pretty good shape. Fir has mostly been logged. Some evidence of Hemlock Looper up Keen creek but pretty isolated. Lots of licensees dealing with drought issues, but not struggling with that yet.

Q: What are you planting?

A: Mostly fir, larch, white pine and cedar where it's wetter. Spruce where it's higher. No hemlock, balsam, or lodgepole.

Deciduous? No, hard to find saplings and difficult to meet stocking standards. Often naturally regenerate.

Q: Will Kalesnikoff Mass timber help? What kind of work gets used in mass timber?

A: Yes, hopefully. Hemlock can be used in the triple or quadruple lams, hemlock in the middle to hide it. Preferred is larch.

- RESOLUTIONS

Resolution #1:

Whereas the Community Advisory Committee was created to give direction to the KDCFS forester(s), and modern governance procedures advise against micro-managing staff, and the Community Advisory Committee has not met in several years (if ever), then be it

MOVED that the Community Advisory Committee Policy be deleted, thus eliminating that committee.

All in favour.          None opposed.          Carried.

Resolution #2:

Whereas the \$2/m<sup>3</sup> levy on all wood sold, to be put towards the Community Dividend account, has proved to be unrealistic in times of low log prices, and has therefore not been followed for several years, then be it MOVED that the following section of text in the KDCFS Policy manual, Community Dividend Disbursement Policy, be replaced with the new section below.

TO BE REMOVED:

\*\*Note: This policy not currently in effect. Allocation not included in budgeted expenditures 2015- 2019. Subject to review with other community benefit policies.\*\*

Purpose: to provide a set of guidelines to be used by a committee whose purpose is to

recommend to the board how the annual \$2/m3 Community Dividend should be disbursed.

AND REPLACED WITH:

The Community Dividend is money in excess of the Society's needs going forward, and so is dependent on the KDCFS having had a profitable year. As well as having shown a profit, the various reserve funds (for operating for two years with no income, for road building, for silviculture, etc.) must be full before money will be released for a Community Dividend. This is to ensure that the Society can weather economic downturns in the future.

Purpose: to provide a set of guidelines to be used by a committee whose purpose is to recommend to the board how the Community Dividend (if any) should be disbursed.

All in favour.          None opposed.          Carried.

Adjourned - 7:58