

## **About Blue Forest**

Non-profit -> sustainable financial solutions to the wildfire crisis

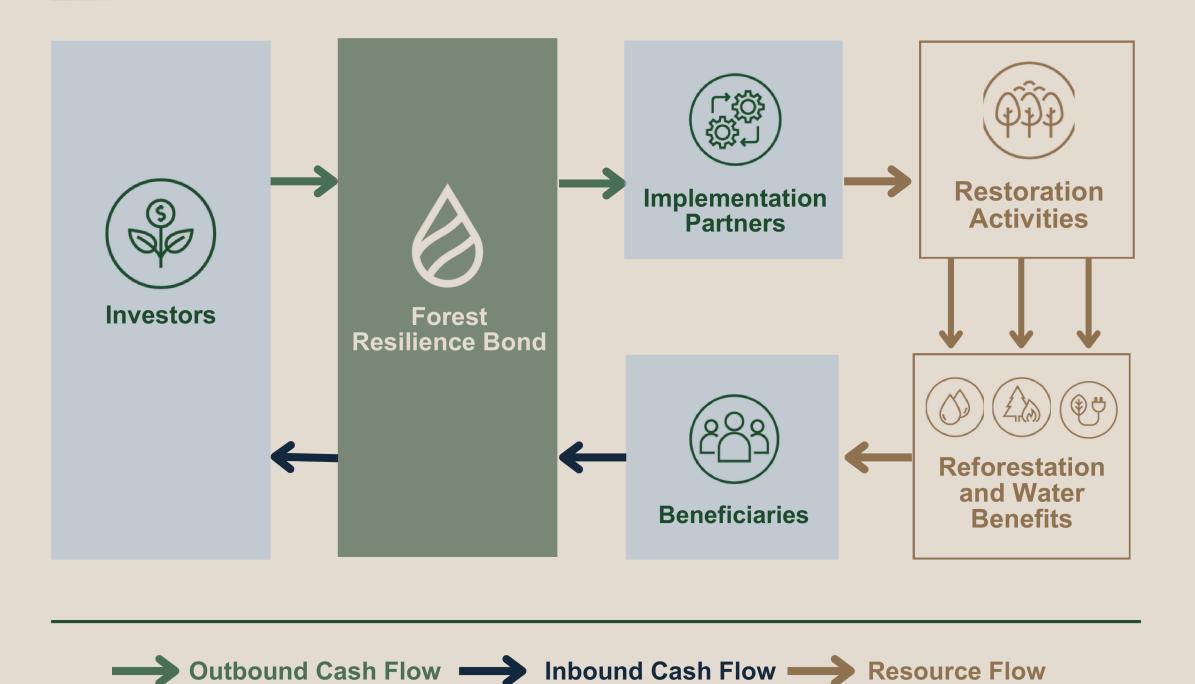
We partner with corporates and other stakeholders to realize forest restoration - before and after the fire

Interdisciplinary team of 30+ scientists, financial experts, and engineering professionals

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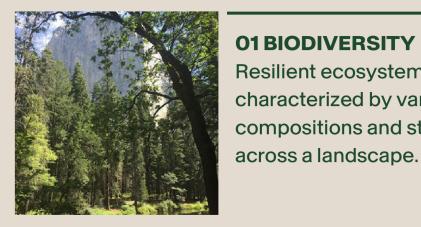


## What is the Forest Resilience Bond?



- Blue Forest connects new funding sources to forest restoration projects by quantifying the multiple benefits of forest restoration and engaging beneficiaries that can pay different amounts
- The FRB acts as a cost-share mechanism that unlocks financial commitments and enables upfront financing by private capital

## **Multi-Benefit Restoration Projects**



**01 BIODIVERSITY** Resilient ecosystems are characterized by varied species compositions and structure



**04 RECREATION** Healthy ecosystems support numerous outdoor recreation activities.



**07 COMMUNITY RESILIENCE** Resilient ecosystem forests protect communities from the impact of high-severity, catastrophic wildfires.



**02 WILDFIRE RISK REDUCTION** Resilient forests are at decreased risk of high severity fire, protecting ecosystems, communities, and infrastructure from harm.



**05 WATER SECURITY** Resilient forests and ecosystems maintain clean and abundant water for human consumption, irrigation, industry, and power generation.



**08 ECONOMIC DEVELOPMENT** Restoration and maintenance of resilient forests and other ecosystems create jobs and supports businesses through project implementation and wood products manufacturing.



**03 HABITAT PROTECTION** Healthy ecosystems provide key habitats for a diverse range of animal species.



**06 CARBON STABILITY** Resilient forest ecosystems are less susceptible to high severity fire, reducing the emission of carbon stored in trees during a wildfire.



**09 PUBLIC HEALTH** Resilient forests and other ecosystems protect multiple aspects of public health, including reducing smoke exposure by lowering the risk of severe wildfire and protecting water quality.

# Why Conservation Finance?

- Need for reforestation funding alone is >\$3.6B in the western U.S. (Dobrowski, Aghai, et al., In Review)
  - Investments need across the entire supply chain
- Post-fire restoration has high upfront and early stage maintenance costs
- Benefits of restoration accrue years and decades after restoration
  - Carbon, water, & biodiversity credits
- State & Federal grants can have extended reimbursement timelines



# Who do we provide financing to through FRBs?

- Implementation partners
  - Implement planned actions
  - Lead applicant on state grants, collect funds from grantors
  - Perform work, administer contracts,
    supervise contractors
  - Coordinate partners
  - Support monitoring
  - Support development of cost estimates and project sequencing, as needed







## How we work with utilities

#### **Water Quality**

Reduced risk of ash, sediment, and debris from large fires contaminating water sources

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#### **Water Flow Rates**

Improved yearly water flow due to precipitation retention

#### **Infrastructure Protection**

Reduced risk of infrastructure damage, deferred costs of infrastructure upgrades, and enhanced effectiveness of vegetation maintenance

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#### **Carbon Security**

Reduced risk of large fire carbon emission events and protected forest carbon stocks

## **Local Economy**

Working with contractors to support a local restoration economy

#### **Habitat & Biodiversity**

Protection of fish habitat through improved water quality

#### **Community Protection**

Protection of homes and communities from large fires and decreased probability of power safety shutoffs

# **Innovative Partnerships**

- North Yuba Forest Partnership (NYFP)
  - 9 partners
- Healthy Eldorado Landscape Partnership (HELP)
  - 25 partners
- Upper Mokelumne River Watershed Authority (UMRWA)
  - 6 water agencies & 3 counties
- Southern Oregon Forest Restoration
  Collaborative (SOFRC)
  - 14 partners



Upper Mokelumne River Watershed Authority



HEALTHY ELDORADO PARTNERSHIP (HELP)

# **Post-Fire Landscape Exploration**

- 2021 USDA R5 Wood Innovation Grant
  - Creek Fire (2020, 360k acres)
  - Dixie Fire (2022, 960k acres)
  - Sonoma (2017-2020, >100k acres)
- 2024 The Water Foundation
  - Utility Engagement Strategy Headwater Restoration
- Utility Survey (Jones, K.W. et al. 2023)
  - Higher wildfire concerns in areas with more Federal lands
  - Water quality concerns (90%)
  - Water flow concerns (>60%)



# **Blue Forest Asset Management**

### Wildfire Innovation Fund

- We invest in every part of the forestry value chain – from harvesting to hauling, processing, and utilization – in order to build the system capacity needed to achieve forest restoration and wildfire risk reduction goals.
- These investments, in turn, support the transition to regenerative natural resource stewardship while promoting workforce development and sustainable employment for rural communities.







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# Thank you for your time

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