

**Annual Report: Fiscal 2005-06
FIA-LBIP Investment Schedule
SOTSA264531**

Incorporated under the BC Co-op Assoc. Act in 1999, SIGY ended the fiscal year with 18 members including 17 forest companies plus the Crown resource ministries.



Member Share Holders (fiscal year end):

Adams Lake (Interfor)	Ainsworth	Atco
Bell Pole	Canfor	Crown Ministries
Downie	Galloway	Gorman Bros.
J.H. Huscroft	Kalesnikoff	LP Canada
Meadow Cr Cedar	Pope & Talbot	Tembec
Tolko	West Fraser	Wynndel Box

Operating Status

There were no changes in SIGY membership during 2005-06. The Forest Investment Account - Land Base Investment Program (FIA-LBIP) once again provided the Co-op's main source of project funds. SIGY managed one FIA-LBIP project with West Fraser (Quesnel) acting as lead licensee to receive and disburse funds on behalf of the Co-op. The 28 separate FIA-LBIP allocation transfers from licensee members netted \$88.0K of the target \$100K budget. Licensee transfers were proportional to member Forest License AACs in the Southern Interior Forest Region (\$0.01/m³). The number of non-contributing members increased once again over the previous year. For the third year, the Crown (BC Timber Sales), Tolko (except Williams Lake Division) and LP Canada did not contribute funding. Gorman declined for the first time. Canfor sold its Slocan and Valemount operations. The Slocan purchaser, Springer Creek (non-member) contributed for 2005-06; the Valemount purchaser, Northwest Specialty (non-member) did not contribute. Non-member McBride Forest Industries (Robson) contributed for a third year.

The 2005 AGM was held June 13 in Kamloops with 7 member representatives in attendance. The Board of Directors dropped to 5 as 3 terms expired and only 2 vacancies were filled.

Activities and Accomplishments

1. This annual report was one of three deliverables produced for the Co-op's FIA-LBIP project, the other two deliverables were reports titled: **Provincial G&Y Strategic Framework, and Provincial PSP Remeasurement Priorities**. All three deliverables are available on SIGY's website.
2. SIGY maintained its e-mail listserver and website. Listserver postings averaged 3/mo.
3. The SIGY Board of Directors decided 2005-06 would be the last year the Co-op would solicit FIA-LBIP funds from licensee members. This decision followed SIGY's unsuccessful

FIC request (Oct 2004) for a more direct funding model, and the subsequent announcement of a majority of SIGY's primary contributing members to cease making FIA-LBIP contributions after 2005-06. The Co-op decided to focus its 2005-06 efforts on championing re-establishment of a provincial-level strategic body in lieu of the regional co-op model.

4. In pursuit of this goal, SIGY became an active partner in the MoFR Inventory Program Review (IPR) initiated by Forest Analysis and Inventory Branch after SIGY lobbied successfully to expand the IPR scope to include G&Y. The IPR process will extend into 2006-07.
5. SIGY also continued its involvement in the MPB inventory and monitoring strategy initiated in late 2004-05.
6. In addition to participation in the IPR and MPB initiatives, the SIGY manager continued to liaise with G&Y experts and ministry G&Y managers regarding issues of interest to members. The manager also fielded calls and questions from members regarding growth and yield issues.

Outlook for 2006-07

There are no FIA-funded projects planned for 2006-07.

Dave Basaraba
SIGY President (2005-06)
 250-426-6241
 dave.basaraba@tembec.com

Steve Stearns-Smith
SIGY General Manager
 250-642-7689; (fax) 7669
 steve.stearns-smith@shaw.ca

Website: <http://www.for.gov.bc.ca/hre/sigy/index.htm>
 E-mail Listserver: <http://groups.yahoo.com/group/SIGY>

Board of Directors and Executive Committee (term expiries):

Tim Harding (past Pres) Tolko (2006)	Bob Macdonald (Secr.) Crown Ministries (2006)	Earl Spielman (Treas.) West Fraser (2007)
Scott King (V.P.) LP Canada (2006)		