



**BUREAU
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**Bureau Veritas Certification
North America, Inc.
SFI Forest Management Audit Report**

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PQC Code	E01E
Contract Number	US.1637062

Certification Audit:		Re-Certification Audit:		Surveillance Audit:	#2	Scope extension audit:	
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Audit Summary
Introduction
<p>This report summarizes the results of the second surveillance audit conducted on the Campbell Global, LLC, East Coast and Southeast Regions SFI program for forest and land management. Rick Larkin, Bureau Veritas Certification Lead Auditor conducted the document review at the Wilmington, NC office on June 28, 2016. The field audit for the Tree Farms managed by the Wilmington Office began on June 29, 2016 and concluded on June 30, 2016. The field audit for the Tree Farms managed by the Flowood, MS office were audited on July 6 – 8, 2016. Mr. Larkin is a certified wildlife biologist.</p>
Audit Scope, Objectives and Process
<p>The scope of the audit is “Management of Forest Lands”. The audit was conducted against the SFI 2015-2019 Standard Forest Management Edition. The audit covered Objective 1, Performance Measure 1.2, Objective 2, Objective 3, Performance 3.1, Indicator 1, and Objectives 5, 7, 9, 10, 12, 14 and 15. There was no substitution or modification of indicators. Specifically, two objectives of the SFI audit were to verify that the Program Participant’s SFI Program is in conformance with the SFI Objectives, Performance Measures, and Indicators, and any additional indicators that the Program Participant chooses, and verify whether the Program Participant has effectively implemented its SFI Standard program requirements on the ground. Standard Bureau Veritas Certification protocols and forms were applied throughout the audit as provided by the most recent version of the Bureau Veritas Certification SFI Auditor Handbook available on the auditor access website.</p>
Audit Plan
<p>The audit consisted of a half-day document review of documentation and planning of the field audit in the Wilmington, NC office on June 28, 2016. The field audit for the Tree Farms managed by the Wilmington Office was conducted on June 29-30, 2016. The field audit for the Tree Farms managed by the Flowood, MS office was conducted on July 6 – 8, 2016. A closing meeting was held July 8, 2016 at 11:30 AM. An audit plan was developed and is maintained on file by Bureau Veritas Certification.</p>

Company Information

Campbell Global, LLC is a timberland investment organization, managing land for investors throughout the United States. The company is divided into several regions. This certification is limited to the property it manages in the East Coast and Southeast Regions. The lands under this certificate are located in Alabama, Arkansas, Florida, Georgia, Mississippi, North Carolina, Oklahoma, South Carolina and Tennessee. The property consists primarily of loblolly and slash pine plantations. Slash pine is limited to the Florida property. Additionally, the property contains mixed pine and hardwood bottomlands and streamside management zones. Topography ranges from flat to relatively steep terrain in some areas. The land base is managed intensively with virtually all pine stands regenerated through clearcutting, followed by chemical site preparation and planting. Mechanical site preparation is conducted on low-lying sites, rocky sites, and sites with a hard pan.

Multi-Site Requirements

Campbell Global, LLC maintains a multi-site certification consisting of a central office and 6 areas. Headquarters of the management system is at the Flowood, Mississippi office. The company qualifies for multi-site sampling since the management system is controlled and directed by an SFI manager at the central office. The certification manager provides oversight for all SFI procedures. A rigorous internal auditing and monitoring program is in place. Field locations are responsible for developing corrective actions and reporting to the central office. Internal auditing and monitoring results, including corrective actions taken by field locations, are reviewed by upper management during the management review process.

Multi-Site	X	Group Certification	
Sites		Sites Audited During this Event	
Flowood, Mississippi		X	
Antlers, Oklahoma			
Cross City, Florida			
Monticello, Arkansas			
Waycross, Georgia			
Wilmington, North Carolina		X	

Audit Results

The document review was conducted to determine if Campbell Global, LLC continues to operate a management system that meets the requirements of the SFI 2015-2019 Forest Management Standard. The field audit consisted of nineteen (19) harvest sites, fourteen (14) regeneration/site preparation sites.

Objective 1 – Forest Management Planning: Campbell Global has not made any significant changes to the company’s forest inventory and management system. Each tree farm has an individual management plan which details the volumes to be harvested annually. These plans are updated every 3 to 5 years. A stand-level inventory system is in place. Inventory is grown using a proprietary growth-and-yield model. A spatially-based harvest scheduler is in place, which is updated continuously based on removals, growth, and updated inventory information. Evidence was presented indicating harvest levels for 2013 – 2015 were well below projected harvest levels in the long-term management plan. A GIS and land classification system are in place, with a number of layers needed for planning, including soils (where available), T&E species, hydrology, and special sites. A review of non-timber issues consists of consideration of special sites, FECVs and T&E species. Campbell Global has a program to assess forest cover types and habitats at the landscape level, which serves as its land classification system.

Objective 2 – Forest Health and Productivity: Campbell Global reforests all harvested plantations within 2 years of harvest. Many stands are reforested the winter following harvest. All artificially and naturally regenerated stands are reviewed for acceptable stocking.

Herbicide prescriptions are conducted to control competing vegetation and are based on specific conditions on each site. Herbicide application tracts reviewed during the audit demonstrated minimization of chemical use. Rates were well below label maximums.

Objective 3 – Protection and Maintenance of Water Resources: Compliance with state BMPs was good on harvest and site preparation sites on all tree farms. Streamside management zones meet or exceed state BMPs. Stream crossings are minimized, but when necessary, were cleaned out and well stabilized. All roads and skid trails were also adequately stabilized.

Objective 5 – Management of Visual Quality and Recreational Benefits: Campbell Global has a program to provide for visual quality considerations. Most harvests reviewed during the audit were located in rural areas outside of view of the general public.

Average clearcut size was 71 acres for the East Coast and Southeast Regions in 2015. All harvest sites visited during the audit met the company's green-up requirements.

Objective 7 – Efficient Use of Fiber Resources: Utilization was acceptable on all harvest units observed during the audit.

Objective 9 – Legal and Regulatory Compliance: Campbell Global has pre-activity planning, monitoring, and training programs in place to ensure regulatory compliance. No adverse regulatory actions are in evidence. Employees have access to legal requirements via the company intranet. Contractors and employees are trained, and language in contracts requires compliance. No adverse regulatory action information is evident. The company has received no information from interested parties relative to its or any of its contractor's conformance with ILO core conventions.

Objective 10 – Forestry Research, Science and Technology: Campbell Global continues to be involved in and contribute towards a number of research efforts. The company is a member of NCASI, providing support for a variety of research topics.

Campbell Global participates in SICs in all states where land is owned. Participation in the SIC's includes the development of biodiversity conservation information for family forest landowners. Campbell demonstrated it has access to information on the potential impacts of climate change on forest productivity and wildlife habitat.

Objective 12 – Community Involvement and Landowner Outreach: Campbell Global provided evidence it financially supports and participates in the SICs in all the states in which it operates. Campbell Global provided evidence of participation in a number of education efforts.

Objective 14 – Communications and Public Reporting: A review of the SFI, Inc. website provided evidence Campbell Global submitted previous audit reports for the East Coast and Southeast Region as required for public review. The company has procedures in place to provide for all the required information to complete the SFI annual progress report. An e-mail transmission from SFI, Inc. provided evidence the company submitted the 2015 annual progress report in a timely manner.

Objective 15 – Management Review: Campbell Global has a management review process in place. Procedures are in place to provide for the information that is presented to management to evaluate the company's commitment to the SFI Standard. One of the procedures used to evaluate commitments is

an internal audit and monitoring program. The results of internal audits and monitoring data are examined at the annual management review meeting.

Findings

Previous non-conformances:

No non-conformances were identified during the 2015 surveillance audit.

Non-conformances:

No non-conformances were issued during the audit.

Opportunities for Improvement:

No opportunities for Improvement were identified during the audit.

Notable Practices:

One notable practice was identified during the audit:

PM 4.1, Ind. 5: While setting up a timber sale, a 2 to 3 acre area of longleaf pine – wiregrass community was identified. The area was not typed out in the GIS. The area was delineated on the ground and was protected during the harvest of the adjacent stand. The area of longleaf – wiregrass community was added to the GIS.

Logo/label use:

Campbell Global does not use the SFI logo for promotional purposes.

SFI reporting:

The 2014 renewal audit report and the 2015 surveillance audit report were found on the SFI, Inc. website as required for public review.

Conclusions

Results of the audit indicate Campbell Global has implemented an effective management system that continues to meet the requirements of the SFI 2015-2019 Standard Forest Management edition. The lead auditor made a recommendation for continued certification at the closing meeting on July 8, 2016.

SEE SF61 FOR AUDIT NOTES

Summary of Audit Findings:									
Audit Date(s):		From: June 28, 2016				To: July 8, 2016			
Number of SF02's Raised:			Major:		0		Minor:		0
Is a follow up visit required:		Yes	<input type="checkbox"/>	No	<input checked="" type="checkbox"/>	Date(s) of follow up visit:			
Follow-up visit remarks:									
Team Leader Recommendation:									
Corrective Action Plan(s) Accepted		Yes	<input type="checkbox"/>	No	<input type="checkbox"/>	N/A	<input checked="" type="checkbox"/>	Date:	
Proceed to/Continue Certification		Yes	<input checked="" type="checkbox"/>	No	<input type="checkbox"/>	N/A	<input type="checkbox"/>	Date:	
All NCR's Closed		Yes	<input type="checkbox"/>	No	<input type="checkbox"/>	N/A	<input checked="" type="checkbox"/>	Date:	
Standard audit conducted against:									
1)	SFIS 2015-2019 FM Edition			3)					
2)				4)					
Team Leader (1):			Team Members (2,3,4...)						
Rick Larkin, CWB			2)						
			3)						
			4)						
			5)						
Scope of Supply: (scope statement must be verified and appear in the space below)									
Management of Forest Lands									
Accreditation's		ANAB							
Number of Certificates		1							
Proposed Date for Next Audit Event									
Date	The renewal audit should begin in early June with a document review at the central office. Field audits should be conducted shortly after the document review.								
Audit Report Distribution									
Brian Gowin – bgowin@campbellglobal.com									
Bureau Veritas Certification: Dawn Komnick – dawn.komnick@us.bureauveritas.com									

Clause	Audit Report
Opening Meeting	<p>Participants: Brian Gowin, Mary Beth Hanson, Brett Goulding, Matthew Thuman, Mike McKibbin, Don Dietz, Rob Taylor, Heather Moseley, Cliff Anderson, Don Whitehead, Roger Taylor, Spenser Beasley, Shannon Uzzle</p> <p>Discussions:</p> <ul style="list-style-type: none"> ➤ Introductions ➤ Scope of the audit ➤ Audit schedule/plan ➤ Nonconformance types – Major / Minor ➤ Review of previous nonconformances - 0. ➤ Process approach to auditing and audit sampling ➤ Confidentiality agreement ➤ Termination of the audit ➤ Appeals process ➤ Closing meeting timing
Closing Meeting	<p>Participants: Brian Gowin, Roger Taylor, John King, Glenn Roark, Stephen Levesque, Matt Thuman, Brett Goulding, Don Whitehead</p> <p>Discussions:</p> <ul style="list-style-type: none"> ➤ Introductions and appreciation for selecting Bureau Veritas Certification. ➤ Review of audit process - process approach and sampling. ➤ Review of OFIs and System Strengths ➤ Nonconformances - 0 ➤ Date for next audit. ➤ Reporting protocol and timing