

# EXECUTIVE DIRECTOR'S REPORT



DECEMBER 7, 2022  
BOARD OF DIRECTORS MEETING



FARMERS' RICE COOPERATIVE

Own Your Future

October 28, 2022

Dear Member,

The FRC Board of Directors approved the final return for your 2021 rice crop. We are pleased to enclose your final return check and applicable documentation.

Pool	Final Return	Price Support Loan Value	Return Over Loan*	FRC Tax Benefits
Medium Grain	\$32.66	\$7.45	\$25.21	~\$ .90
Premium Medium Grain	\$37.15	\$7.27	\$29.88	~\$ .90
Sweet Rice	\$34.65	\$6.69	\$ 27.96	~\$ .90

\*Inclusive of average Member equity dividend of \$.10

As an FRC member, you are a grower-owner. Your ownership gives you eligibility for FRC's programs that have significant benefit to your bottom line. FRC's mission is to maximize total value to our members. Total value not only includes the grower return but also puts an emphasis on FRC's other value-add programs. As an FRC grower-owner you are eligible for the following:

- Tax Incentives: IC-DISC and 199a
- Interest Savings: Early Season Advance and Early Final Payment
- Trucking: Green Freight and Grower Hauling
- Seed: Discounting and Financing
- Special Variety: Premium Programs (M401, FRC22, Calmochi, Organic)
- Equity: Cooperative Ownership and Member Dividend

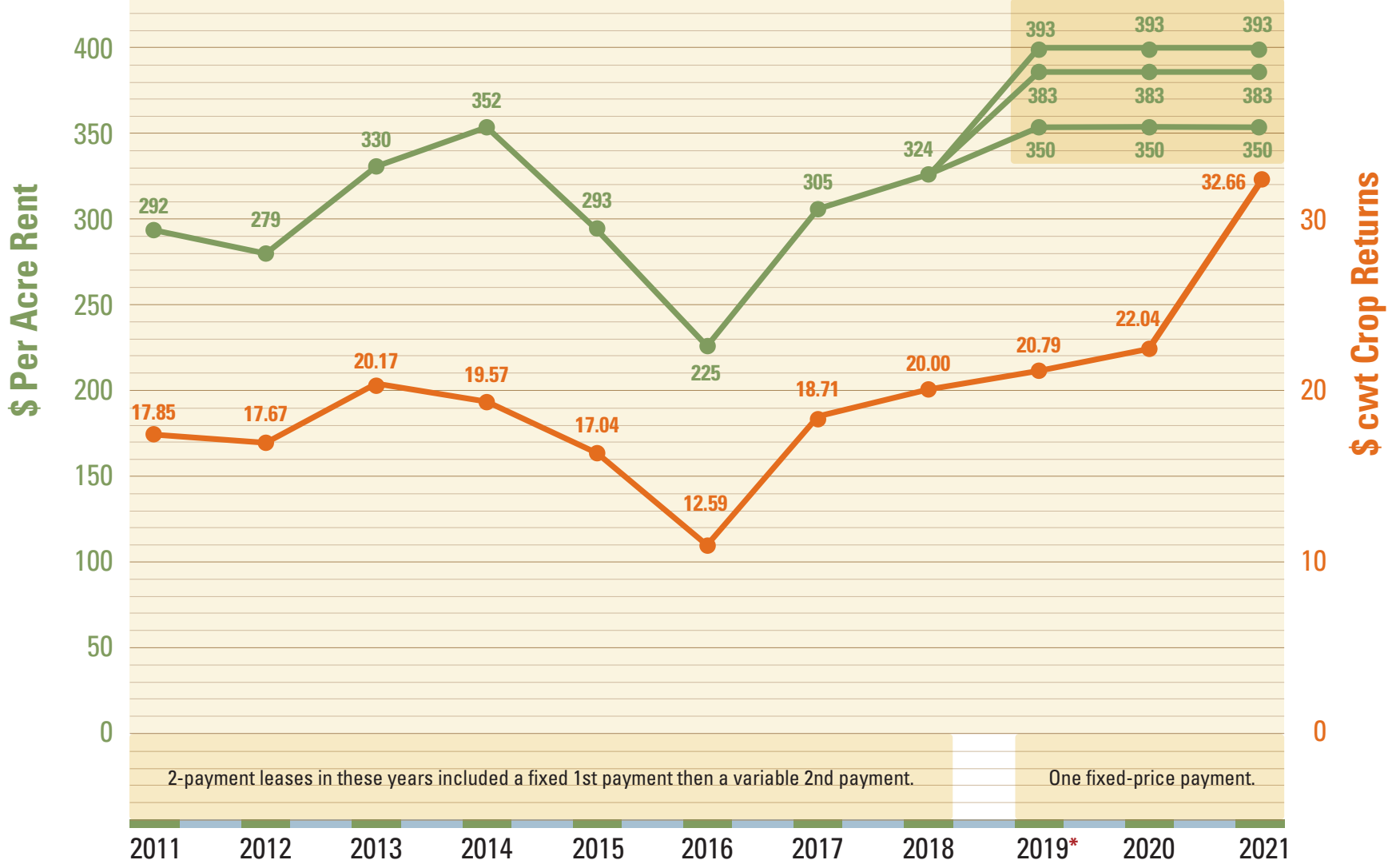
You will receive the 2021/2022 Annual Report within the next few weeks. You should have received your invitation to our Annual Meeting. We will be having our Annual Meeting on Friday, November 18 at The Grounds in Roseville. The Annual Meeting offers an opportunity for our grower-owners to learn more about their business and spend time with fellow owners, FRC staff and business partners.

FRC's leadership team appreciates your continued dedication and support.

Best Wishes,

Rick Rhody  
President & CEO

# CONSERVANCY RICE RENT ILLUSTRATION



● = Rent  
● = Final Return

\* The 2019 payment was the final return for the 2018 crop, paid to the Conservancy as bonus rent.  
Yellow-shaded area in upper-right hand corner shows competitively-derived fixed-price lease rates per acre.

**The Natomas Basin Conservancy  
Mitigation land acquisition activity\*  
2012 to 2022  
(listed in alphabetical order)**

Tract acquired	County property located in	Acreage (approximate)	Year acquired	Method of Acquisition
Elverta	Sacramento	288	2021	Dedication in lieu of fees
Lauppe North	Sutter	185	2022	Purchase by Conservancy
Lauppe South	Sutter	172	2020	Purchase by Conservancy
→ Paulsen Central	Sacramento	49	2022	Dedication in lieu of fees
Paulsen South	Sacramento	52	2020	Dedication in lieu of fees
Richter	Sacramento	81	2020	Dedication in lieu of fees
Silva South	Sacramento	29	2012	Dedication in lieu of fees
Willey	Sutter	108	2020	Dedication/Purchase by Conservancy
<i>Sacramento total</i>		<i>499</i>		
<i>Sutter total</i>		<i>465</i>		

\*Additionally, the Conservancy accepted a conservation easement on 116 acres of land in the Sutter County portion of the Natomas Basin but the underlying property remains in private ownership by others.