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Ministry of Forests,
Mines and Lands

Timber Pricing Branch

MEMORANDUM

File: 195-30/IAM

December 14, 2010

BY EMAIL

To: Interior Regional Managers

Re: Market Pricing System - Interior

On July 1, 2010 significant policy changes took effect and the MVI, base rate and 12 month AMVs are no longer required. The AMP and the FNA will be required to ensure neutrality for the 2 year duration of the transition.

The following stumpage appraisal parameter values are effective January 1, 2011.

Interior Average Market Price (AMP)	1.48
Final Neutrality Adjustment (FNA)	1.09



The three month lumber average market values, consumer price index and United States dollar exchange rate for calculating the average market price and for BC Timber Sales stumpage rates effective January 1, 2011 are attached.

These parameters can also be found on the Revenue Branch home page on the Internet at:
<http://www.for.gov.bc.ca/hva/timberp/parameters/interior/index.htm>

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Murray Stech
Director
Timber Pricing Branch

Attachments

pc: Mike Falkiner, Executive Director, BC Timber Sales

Merva Lyons, Revenue Manager, Southern Interior Forest Region

Heather Cullen, RSM, Operations

Jim Schafthuizen, RSM, Business Leadership

Jason Nunn, Timber Pricing Officer, Timber Pricing Branch

Shawn Rice, Revenue Manager, Northern Interior Forest Region

Tom Casey, Senior Timber Pricing Accountant (Interior), Timber Pricing Branch

Bob Bull, Senior Timber Pricing Forester, Timber Pricing Branch

Kim McGarry, Forest Products Values Analyst, Timber Pricing Branch

Steve Fletcher, Senior Timber Pricing Forester, Systems, Timber Pricing Branch

Sabina Ghazarian, Timber Pricing Forester, Systems, Timber Pricing Branch

Jo-Anne White, Timber Pricing Technical Assistant, Timber Pricing Branch

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Grant Loeb, Manager, Timber Pricing, Timber Pricing Branch

Tyler Waters, Web Service Analyst, Information Management Group

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Telephone at: (250) 356-5055
Fax Number: (250) 356-0846
Email: ipp@mail.qp.gov.bc.ca
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MARKET PRICING SYSTEM LUMBER VALUES (\$/MBM)
 FOR THE THREE MONTHS ENDED OCTOBER 31, 2010

FOR MARKET PRICING STUMPAGE CALCULATIONS BETWEEN JANUARY 1 - 31, 2011

AMV ZONE	BALSAM	CEDAR	FIR / LARCH	HEMLOCK	LODGE-POLE PINE	WHITE PINE	YELLOW PINE	SPRUCE
5	205	606	268	231	205	205		205
6	231	606		231	205			205
7	246	606	258	231	246	246	246	246
8	209	606	268	231	209	209	209	209
9	226				226			226

B.C. Consumer Price Index (1992 = 100) effective for this period: *	135.3
Bank of Canada - US Exchange Rate US\$/C\$ (3 month Average)	0.9702

* Note: 1.1787 factor has already been applied in order to restate CPI to 1992 base year.

For Appraisals Effective January 1, 1999
 Zone 5: Northern Interior & Quesnel
 Zone 6: Skeena
 Zone 7: Southern Interior
 Zone 8: Southern Cariboo
 Zone 9: Fort Nelson - Peace

Verified By: C. J. King

Prepared by Timber Pricing Branch; Ministry of Forests, Mines and Lands

INTERIOR BASIC SILVICULTURE COSTS BY SPECIES
EFFECTIVE January 1, 2011

Basic Silviculture Costs (\$/m³)

Region.	BALSAM	CEDAR	FIR	HEMLOCK	LARCH	LODGEPOLE PINE	SPRUCE	WHITE PINE	YELLOW PINE
Northern Interior	2.24	1.40	3.06	1.26		3.21	3.10		
Southern Interior	3.42	5.44	5.19	4.58	6.07	3.83	3.41	4.82	6.57

Revenue Branch

Verified by: