Ministry of Forests, Lands, Natural Resource Operations and Rural Development

Timber Pricing Branch

MEMORANDUM

File: 195-25/CAPP

December 15, 2017

BY EMAIL

To: Coast Regional Executive Directors

From: Allan Bennett

Director

Timber Pricing Branch

Re: Stumpage Appraisal Parameters (Coast)

For stumpage rates calculated from January 1, 2018 to January 31, 2018 under the Market Pricing System (Coast), the stumpage appraisal parameters are attached.

These parameters can also be found on the Timber Pricing Branch website:

http://www2.gov.bc.ca/gov/content/industry/forestry/competitive-forest-industry/timber-pricing/coast-timber-pricing/coast-appraisal-parameters

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Allan W. Bennett, RPF

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Director

Timber Pricing Branch

Attachments

pc: Vera Sit, Executive Director, Timber Pricing and Softwood Lumber

Timber Pricing Branch:

Amali De Silva-Mitchell, Senior Timber Pricing Accountant Steve Fletcher, Senior Timber Pricing Forester, Systems Sabina Ghazarian, Timber Pricing Forester, Systems David Grypma, Economist Charlie Klasen, Senior Timber Pricing Forester, Coast Kim McGarry, Forest Products Values Analyst Jason Nunn, A/Manager, Timber Pricing Kelly Schellenberg, Timber Pricing Forester, Coast Keith Tudor, Manager, Timber Measurements

Regional Operations:

Denis Collins, Director Pricing, Tenures and Mines, Coast Area Robert Glassford, Appraisal Coordinator, Coast Area Alan Rudson, Section Head Timber Pricing, Coast Area Darius Low, Revenue Team Lead, North Area Len Marsh, Director Pricing and Tenures, South Area

BC Timber Sales, Timber Operations, Pricing and First Nations:

Scott Akerley, Business Lead Mike Falkiner, Executive Director Ray Luchkow, Director of Operations Wendy Ward, Business Lead

Alison Weir, Timber Appraisal Statistician, Western Forest Products

Coast Timber Pricing Advisory Committee

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Ministry of Finance and Corporate Relations

Location: Main Floor, 541 Superior Street, Victoria, BC

Mailing Address: P.O. Box 9459 Stn Prov Govt, Victoria, BC, V8W 9V7

Telephone at: (250) 356-0843 Fax Number: (250) 356-0846

CPI, Lumber AMV, Total Harvest and Export Share Parameters

B.C. Consumer Price Index (CPI) (1992=100) effective this period:

148.0

FOR APPRAISALS WITH EFFECTIVE DATES ON OR AFTER DECEMBER 15, 2017 ONLY

FOR MARKET PRICING STUMPAGE CALCULATIONS BETWEEN JANUARY 1, 2018 AND JANUARY 31, 2018

| Parameter | Value | Units (1) |
|--------------------|--------|------------|
| Cedar Lumber AMV | 1,303 | CDN\$/mfbm |
| Fir Lumber AMV | 665 | CDN\$/mfbm |
| Hemlock Lumber AMV | 640 | CDN\$/mfbm |
| Total Harvest | 16.27 | MCM |
| | | |
| Export Share | 0.2919 | fraction |

⁽¹⁾ CDN\$ = Canadian dollars; mfbm = thousand foot board measure (board feet); MCM = million cubic metres

TABLE 51: COAST MARKET PRICING SYSTEM LOG VALUES FOR APPRAISALS (\$/M³)

FOR THE THREE MONTHS ENDED OCTOBER 31, 2017

DOMESTIC LOG VALUES FOR APPRAISALS EFFECTIVE BEFORE MARCH 1, 2016 AND ON OR AFTER DECEMBER 15, 2017

FOR MARKET PRICING STUMPAGE CALCULATIONS

BETWEEN JANUARY 1, 2018 AND JANUARY 31, 2018

| GRADE | BALSAM | CEDAR | CYPRESS | FIR | HEMLOCK | PINE | SPRUCE |
|-------|--------|--------|---------|--------|---------|-------|--------|
| | | | | | | | |
| В | | | | 329.51 | | | |
| С | | | | 196.08 | | | |
| D | 200.06 | 486.53 | 475.98 | 675.28 | 200.06 | 72.97 | 277.14 |
| E | | | | | | | 241.01 |
| F | 155.53 | 411.51 | 284.78 | 460.08 | 155.53 | 72.97 | 249.54 |
| G | | | | | | | 193.89 |
| Н | 90.84 | 280.21 | 189.33 | 200.17 | 90.84 | 72.97 | 123.63 |
| | 61.89 | 218.79 | 129.98 | 131.52 | 61.89 | 57.78 | 75.55 |
| J | 57.95 | 225.43 | 90.72 | 102.05 | 57.95 | 64.32 | 47.06 |
| K | | 310.83 | | | | | |
| L | | 246.95 | | | | | |
| M | | 170.49 | | | | | |
| U | 47.16 | 141.84 | 83.65 | 58.24 | 47.16 | 48.12 | 47.35 |
| X | 45.80 | 111.48 | 62.07 | 37.11 | 45.80 | 36.05 | 46.48 |
| Υ | 45.86 | 13.23 | 16.48 | 31.90 | 45.86 | 35.55 | 41.63 |

TABLE 52: COAST MARKET PRICING SYSTEM LOG VALUES FOR APPRAISALS (\$/M3)

FOR THE THREE MONTHS ENDED OCTOBER 31, 2017

DOMESTIC LOG VALUES FOR APPRAISALS EFFECTIVE BEFORE MARCH 1, 2016 AND ON OR AFTER DECEMBER 15, 2017

FOR MARKET PRICING STUMPAGE CALCULATIONS

BETWEEN JANUARY 1, 2018 AND JANUARY 31, 2018

| GRADE | BALSAM | CEDAR | CYPRESS | FIR | HEMLOCK | PINE | SPRUCE |
|-------|--------|--------|---------|--------|---------|-------|--------|
| | | | | | | | |
| В | | | | 159.22 | | | |
| С | | | | 164.54 | | | |
| D | 88.11 | 252.19 | 475.98 | 159.22 | 88.11 | 72.97 | 88.11 |
| E | | | | | | | 88.11 |
| F | 88.11 | 252.19 | 284.78 | 159.22 | 88.11 | 72.97 | 88.11 |
| G | | | | | | | 88.11 |
| Н | 88.11 | 252.19 | 189.33 | 159.22 | 88.11 | 72.97 | 88.11 |
| I | 64.98 | 216.60 | 129.98 | 136.34 | 64.98 | 57.78 | 64.98 |
| J | 63.28 | 212.78 | 90.72 | 101.66 | 63.28 | 64.32 | 63.28 |
| K | | 310.05 | | | | | |
| L | | 246.12 | | | | | |
| M | | 170.21 | | | | | |
| U | 47.85 | 140.74 | 83.65 | 56.63 | 47.85 | 48.12 | 47.85 |
| Χ | 45.63 | 109.08 | 62.07 | 34.89 | 45.63 | 36.05 | 45.63 |
| Υ | 44.99 | 12.94 | 16.48 | 28.04 | 44.99 | 35.55 | 44.99 |

TABLE 51: COAST MARKET PRICING SYSTEM LOG VALUES FOR APPRAISALS (\$/M3)

FOR THE THREE MONTHS ENDED OCTOBER 31, 2017

EXPORT ADJUSTED LOG VALUES FOR APPRAISALS EFFECTIVE ON OR AFTER MARCH 1, 2016 AND BEFORE DECEMBER 15, 2017

FOR MARKET PRICING STUMPAGE CALCULATIONS

BETWEEN JANUARY 1, 2018 AND JANUARY 31, 2018

| GRADE | BALSAM | CEDAR | CYPRESS | FIR | HEMLOCK | PINE | SPRUCE |
|-------|--------|--------|---------|--------|---------|-------|--------|
| | | | | | | | |
| В | | | | 329.51 | | | |
| С | | | | 191.46 | | | |
| D | 198.72 | 486.53 | 475.98 | 675.28 | 200.06 | 72.97 | 277.14 |
| E | | | | | | | 241.01 |
| F | 154.49 | 411.51 | 284.78 | 460.08 | 155.53 | 72.97 | 249.54 |
| G | | | | | | | 193.89 |
| Н | 90.23 | 280.21 | 189.33 | 195.45 | 90.23 | 72.48 | 122.80 |
| I | 61.48 | 218.79 | 129.98 | 128.42 | 61.48 | 57.39 | 75.04 |
| J | 57.56 | 225.43 | 90.72 | 99.64 | 57.56 | 63.89 | 46.74 |
| K | | 310.83 | | | | | |
| L | | 246.95 | | | | | |
| M | | 170.49 | | | | | |
| U | 47.64 | 141.84 | 83.65 | 56.87 | 47.64 | 48.61 | 47.83 |
| X | 46.27 | 111.48 | 62.07 | 36.24 | 46.27 | 36.42 | 46.95 |
| Υ | 46.33 | 13.23 | 16.48 | 31.15 | 46.33 | 35.91 | 42.05 |

TABLE 52: COAST MARKET PRICING SYSTEM LOG VALUES FOR APPRAISALS (\$/M3)

FOR THE THREE MONTHS ENDED OCTOBER 31, 2017

EXPORT ADJUSTED LOG VALUES FOR APPRAISALS EFFECTIVE ON OR AFTER MARCH 1, 2016 AND BEFORE DECEMBER 15, 2017 FOR MARKET PRICING STUMPAGE CALCULATIONS

BETWEEN JANUARY 1, 2018 AND JANUARY 31, 2018

| GRADE | BALSAM | CEDAR | CYPRESS | FIR | HEMLOCK | PINE | SPRUCE |
|-------|--------|--------|---------|--------|---------|-------|--------|
| | | | | | | | |
| В | | | | 159.22 | | | |
| С | | | | 160.66 | | | |
| D | 87.52 | 252.19 | 475.98 | 159.22 | 88.11 | 72.97 | 88.11 |
| Е | | | | | | | 88.11 |
| F | 87.52 | 252.19 | 284.78 | 159.22 | 88.11 | 72.97 | 88.11 |
| G | | | | | | | 88.11 |
| Н | 87.52 | 252.19 | 189.33 | 155.47 | 87.52 | 72.48 | 87.52 |
| I | 64.55 | 216.60 | 129.98 | 133.13 | 64.55 | 57.39 | 64.55 |
| J | 62.86 | 212.78 | 90.72 | 99.26 | 62.86 | 63.89 | 62.86 |
| K | | 310.05 | | | | | |
| L | | 246.12 | | | | | |
| M | | 170.21 | | | | | |
| U | 48.34 | 140.74 | 83.65 | 55.29 | 48.34 | 48.61 | 48.34 |
| X | 46.10 | 109.08 | 62.07 | 34.07 | 46.10 | 36.42 | 46.10 |
| Υ | 45.45 | 12.94 | 16.48 | 27.38 | 45.45 | 35.91 | 45.45 |