

File: 195-30/IAPP

December 12, 2006

BY EMAIL

To: Interior Regional Managers

Re: Market Pricing System - Interior

The following stumpage appraisal parameter values are effective January 1, 2007.

Interior Average Market Price	15.28
Interior Mean Value Index	5.31
Interior Base Rate	16.19

The 3 month lumber average market values, consumer price index and United States dollar exchange rate for calculating the average market price and for BCTS stumpage rates effective January 1, 2007 are attached.



The 12 month lumber and chip average market values and the regional average basic silviculture costs by species, effective January 1, 2007, are also 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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Bill Howard

Bill Howard
Director
Revenue Branch

Attachments

Interior Regional Managers

pc: Mike Falkiner, Director, Operations, BC Timber Sales

Merva Lyons, Revenue Co-Manager, Southern Interior Forest Region

Jim Schafthuizen, Revenue Co-Manager, Southern Interior Forest Region

Tracy Hendry, Timber Pricing Co-ordinator, Southern Interior Forest Region

Barry Dobbin, Revenue Manager, Northern Interior Forest Region

Jason Nunn, Timber Pricing Officer, Northern Interior Forest Region

Shawn Rice, Timber Pricing Co-ordinator, Northern Interior Forest Region

Jim Davison, Senior Timber Pricing Accountant, Interior, Revenue Branch

Bob Bull, Senior Timber Pricing Forester, Revenue Branch

Brenda Abbott, Timber Pricing Accountant, Interior, Revenue Branch

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

Sabina Ghazarian, Timber Pricing Forester, Systems, Revenue Branch

Jo-Anne White, Timber Pricing Systems Clerk, Revenue Branch

Interior Appraisal 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

**AVERAGE MARKET VALUES FOR STUD AND RANDOM LENGTH LUMBER
COINCIDENT ZONING
EFFECTIVE JANUARY 1, 2007
FOR THE TWELVE MONTHS ENDED SEPTEMBER 30, 2006
AVERAGE LUMBER MARKET VALUES (\$/MBM)**

AMV ZONE	BALSAM		CEDAR	FIR / LARCH		HEMLOCK	LOGEPOLE PINE		WHITE PINE	YELLOW PINE	SPRUCE	
	Stud	Random	All	Stud	Random	All	Stud	Random	All	All	Stud	Random
5	315	290	605	315	395	314	315	321	361		315	330
6	315	293	605	315	395	314	315	321	361		315	330
7	315	317	605	315	402	314	315	350	366	350	315	360
8	328	290	605	328	378	308	328	321	360	342	328	330
9	269	278					269	310			269	316

For Appraisals Effective March 1, 1993

Zone 5: Northern Interior & Quesnel

Zone 6: Skeena

Zone 7: Southern Interior

Zone 8: Southern Cariboo

Zone 9: Fort Nelson - Peace

**AVERAGE MARKET VALUES FOR SMALL LOGS
EFFECTIVE JANUARY 1, 2007
FOR THE TWELVE MONTHS ENDED SEPTEMBER 30, 2006
AVERAGE LUMBER MARKET VALUES (\$/MBM)**

AMV ZONE	BALSAM		CEDAR	FIR / LARCH		HEMLOCK	LODGEPOLE PINE		WHITE PINE	YELLOW PINE	SPRUCE	
	Stud	Random	All	Stud	Random	All	Stud	Random	All	All	Stud	Random
15	286	286	551	286	286	285	286	286	329		286	286
16	286	286	551	286	286	285	286	286	329		286	286
17	286	286	551	286	286	285	286	286	333	318	286	286
18	298	298	551	298	298	281	298	298	328	312	298	298
19	245	245					245	245			245	245

For Appraisals Effective December 1, 1994

Zone 15: Northern Interior & Quesnel

Zone 16: Skeena

Zone 17: Southern Interior

Zone 18: Southern Cariboo

Zone 19: Fort Nelson - Peace

**AVERAGE MARKET VALUES FOR SMALL LOG LICENSES
EFFECTIVE JANUARY 1, 2007
FOR THE TWELVE MONTHS ENDED SEPTEMBER 30, 2006
AVERAGE LUMBER MARKET VALUES (\$/MBM)**

AMV ZONE	BALSAM		CEDAR	FIR / LARCH		HEMLOCK	LODGEPOLE PINE		WHITE PINE	YELLOW PINE	SPRUCE	
	Stud	Random	All	Stud	Random	All	Stud	Random	All	All	Stud	Random
25	187	187	605	213	213	314	202	202	246		189	189

For Appraisals Effective April 1, 1997
Zone 25: Interior

**AVERAGE MARKET VALUES FOR GRADE 4 HEMLOCK LOGS
EFFECTIVE JANUARY 1, 2007
FOR THE TWELVE MONTHS ENDED SEPTEMBER 30, 2006
AVERAGE LUMBER MARKET VALUES (\$/MBM)**

AMV ZONE	BALSAM		CEDAR	FIR / LARCH		HEMLOCK	LODGEPOLE PINE		WHITE PINE	YELLOW PINE	SPRUCE	
	Stud	Random	All	Stud	Random	All	Stud	Random	All	All	Stud	Random
35	315	290	605	315	395	255	315	321	361		315	330
36	315	293	605	315	395	298	315	321	361		315	330
37	315	317	605	315	402	298	315	350	366	350	315	360
38	328	290	605	328	378	303	328	321	360	342	328	330

For Appraisals Effective January 1, 1998

Zone 35: Northern Interior & Quesnel

Zone 36: Skeena

Zone 37: Southern Interior

Zone 38: Southern Cariboo

**INTERIOR AVERAGE CHIP VALUES
EFFECTIVE JANUARY 1, 2007
For The Twelve Months Ended September 30, 2006**

APPRAISAL POINT	CODE	WW \$/BDU	CEDAR \$/BDU	APPRAISAL POINT	CODE	WW \$/BDU	CEDAR \$/BDU
100 Mile House	100M	54	41	Lillooet	LILL	49	37
Adams Lake	ADLK	47	35	Louis Creek	LSCK	49	37
Armstrong	ARMS	47	35	Lumby	LUMB	46	35
Bear Lake	BELK	47	35	Lytton	LYTT	45	34
Boston Bar	BOBA	44	33	Mackenzie	MKEN	52	39
Burns Lake	BSLK	49	37	McBride	MBRI	38	29
Canoe	CANO	47	35	Merritt	MERR	47	35
Carnaby	CARN	48	48	O.K. Falls	OKFA	42	32
Chasm	CHSM	53	40	Prince George	PRGE	49	37
Chetwynd	CHET	46	35	Princeton	PRIN	45	34
Clear Lake	CLLK	48	36	Quesnel	QUES	55	41
Craigellachie	CRAI	42	32	Revelstoke	REVE	43	32
Engen	ENGE	52	39	Smithers	SMIT	46	46
Fort Nelson	FTNE	31	23	Squamish	SQUA	74	56
Fort St. James	FTJA	51	38	Strathnaver	STRA	54	41
Fort St. John	FTJO	42	32	Taylor	TAYL	42	32
Fraser Lake	FRLK	51	38	Terrace	TERR	52	52
Hazelton	HAZE	48	48	Upper Fraser	UPFR	49	37
Houston	HOUS	46	35	Valemount	VALE	41	31
Isle Pierre	ISPI	48	36	Vanderhoof	VAND	52	39
Kamloops	KAML	50	38	Vavenby	VAVE	46	35
Kelowna	KELO	45	34	Westbank	WEST	45	34
Kitwanga	KITW	49	49	Williams Lake	WILK	52	39
Lavington	LAVI	46	35	Ymir	YMIR	56	42
Canal Flats	CAFL	53	40				
Castlegar	CAST	58	44				
Cranbrook	CRAN	52	39				
Creston	CRES	48	36				
Elko	ELKO	50	38				
Galloway	GALL	50	38				
Grand Forks	GRFO	55	41				
Midway	MIDW	54	41				
Park Siding	PASI	55	41				
Radium	RADI	50	38				
Slocan	SLOC	56	42				
Thrms	THRU	58	44				
Ymir	YMIR	56	42				

**INTERIOR BASIC SILVICULTURE COSTS BY SPECIES
EFFECTIVE JANUARY 1, 2007**

Basic Silviculture Costs (\$/m³)

Region	BALSAM	CEDAR	FIR	HEMLOCK	LARCH	LOGGEDPOLE PINE	SPRUCE	WHITE PINE	YELLOW PINE
Northern Interior	4.04	4.47	3.32	3.62		3.73	4.34		
Southern Interior	4.90	5.84	5.07	5.36	7.40	4.39	4.69	5.88	8.71

Prepared by Revenue Branch, Ministry of Forests and Range

MARKET PRICING SYSTEM LUMBER VALUES (\$/MBM)

FROM THE THREE MONTHS ENDED October 31, 2006

FOR MARKET PRICING STUMPAGE CALCULATIONS BETWEEN January 1 and 31, 2007

AMV ZONE	BALSAM	CEDAR	FIR / LARCH	HEMLOCK	LODGE-POLE PINE	WHITE PINE	YELLOW PINE	SPRUCE
5	258	657	282	254	258	258		258
6	254	657		254	258			258
7	290	657	324	254	290	290	290	290
8	255	657	282	254	255	255	255	255
9	254				254			254

B.C. C.P.I. (P110000) effective this period:	127.7
Bank of Canada - US Exchange Rate C\$/US\$	0.8801

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

Prepared by Revenue Branch, Ministry of Forests and Range

MARKET PRICING SYSTEM LUMBER VALUES (\$/MBM)

FROM THE THREE MONTHS ENDED September 30, 2006

FOR MARKET PRICING STUMPAGE CALCULATIONS BETWEEN December 1 and 31, 2006

AMV ZONE	BALSAM	CEDAR	FIR / LARCH	HEMLOCK	LODGE-POLE PINE	WHITE PINE	YELLOW PINE	SPRUCE
5	271	612	295	264	271	271		271
6	264	612		264	271			271
7	302	612	333	264	302	302	302	302
8	273	612	295	264	273	273	273	273
9	262				262			262

B.C. C.P.I. (P110000) effective this period:	127.8
Bank of Canada - US Exchange Rate C\$/US\$	0.8861

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

Prepared by Revenue Branch, Ministry of Forests and Range

MARKET PRICING SYSTEM LUMBER VALUES (\$/MBM)

FROM THE THREE MONTHS ENDED August 31, 2006

FOR MARKET PRICING STUMPAGE CALCULATIONS BETWEEN November 1 and 30, 2006

AMV ZONE	BALSAM	CEDAR	FIR / LARCH	HEMLOCK	LODGE-POLE PINE	WHITE PINE	YELLOW PINE	SPRUCE
5	274	621	307	274	274	274		274
6	274	621		274	274			274
7	306	621	344	274	306	306	306	306
8	283	621	307	274	283	283	283	283
9	261				261			261

B.C. C.P.I. (P110000) effective this period:	128.4
Bank of Canada - US Exchange Rate C\$/US\$	0.8959

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

Prepared by Revenue Branch, Ministry of Forests and Range

