

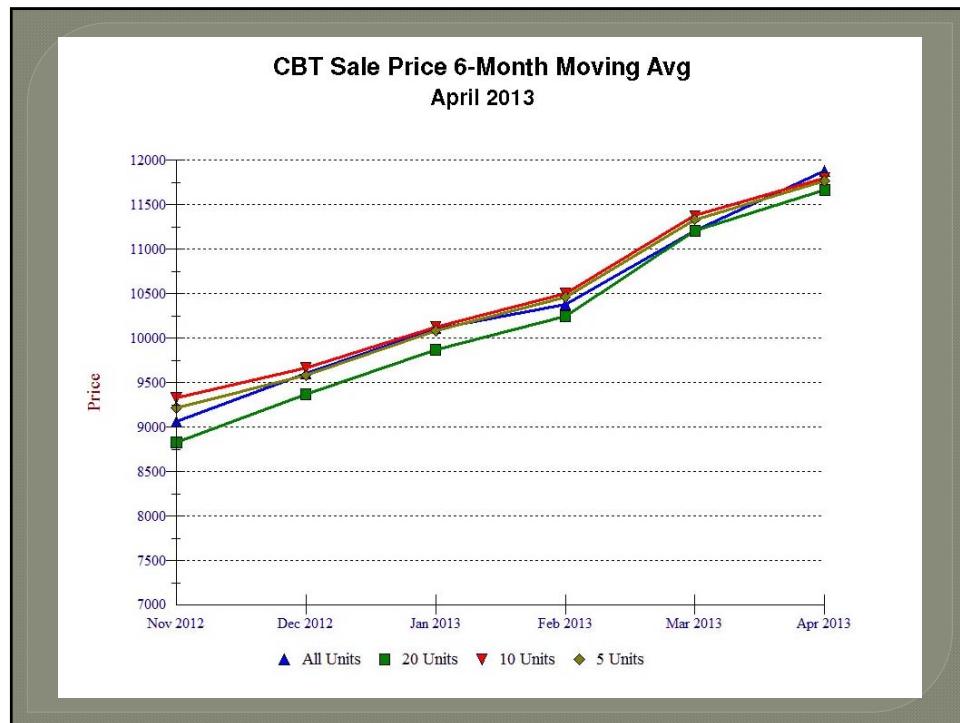
CBT Market Price Consideration

June 19, 2013

Purpose

- ④ Cash-in-lieu fee based on C-BT Unit Market Price
- ④ Market price of C-BT unit sales rising quickly
- ④ 2006: LUC Direction to Staff
 - Any +/- 5% change in 6-month moving avg.
 - Small Transactions receive more weight
 - Emphasize rapidly developing trends

CBT Unit Market Price Summary																																								
April 2013																																								
Current Market Price: \$10,667																																								
All Units																																								
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Recommendation

- ④ Recommend adopting LUC Resolution R-2-2013U

- Market Price: \$11,800 per CBT Unit

- ④ Cash-in-lieu

- Determined by formula

$$\frac{CBT \text{ Market Price}}{\text{Yield of 1 CBT Unit}} * 1.05 = \text{cash-in-lieu fee}$$

- Cash-in-lieu fee: \$12,400 per acre-foot

Questions?

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