



# Cents Per Ton Allocation Program

Office of Planning and Environmental Review

January 23, 2018

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# Overview

Location: Construction Material  
Market Equalizer Area

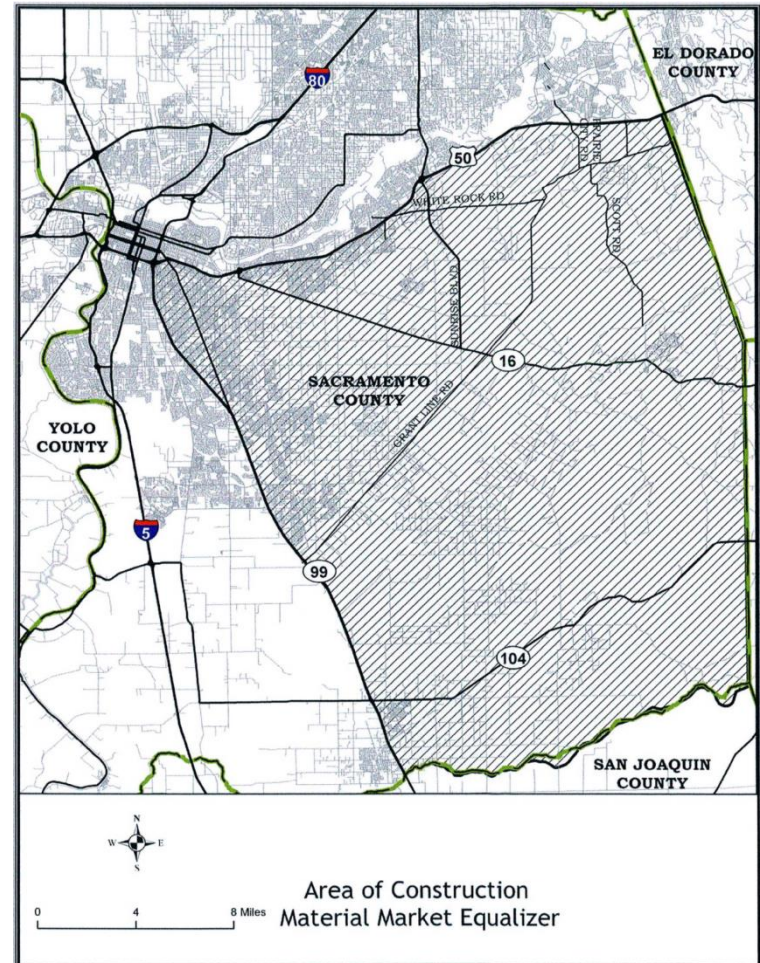
South of Highway 50

East of Highway 99

West of El Dorado County

North of San Joaquin County

Request: Adopt the Resolution  
approving the Cents  
Per Ton Allocation  
Program

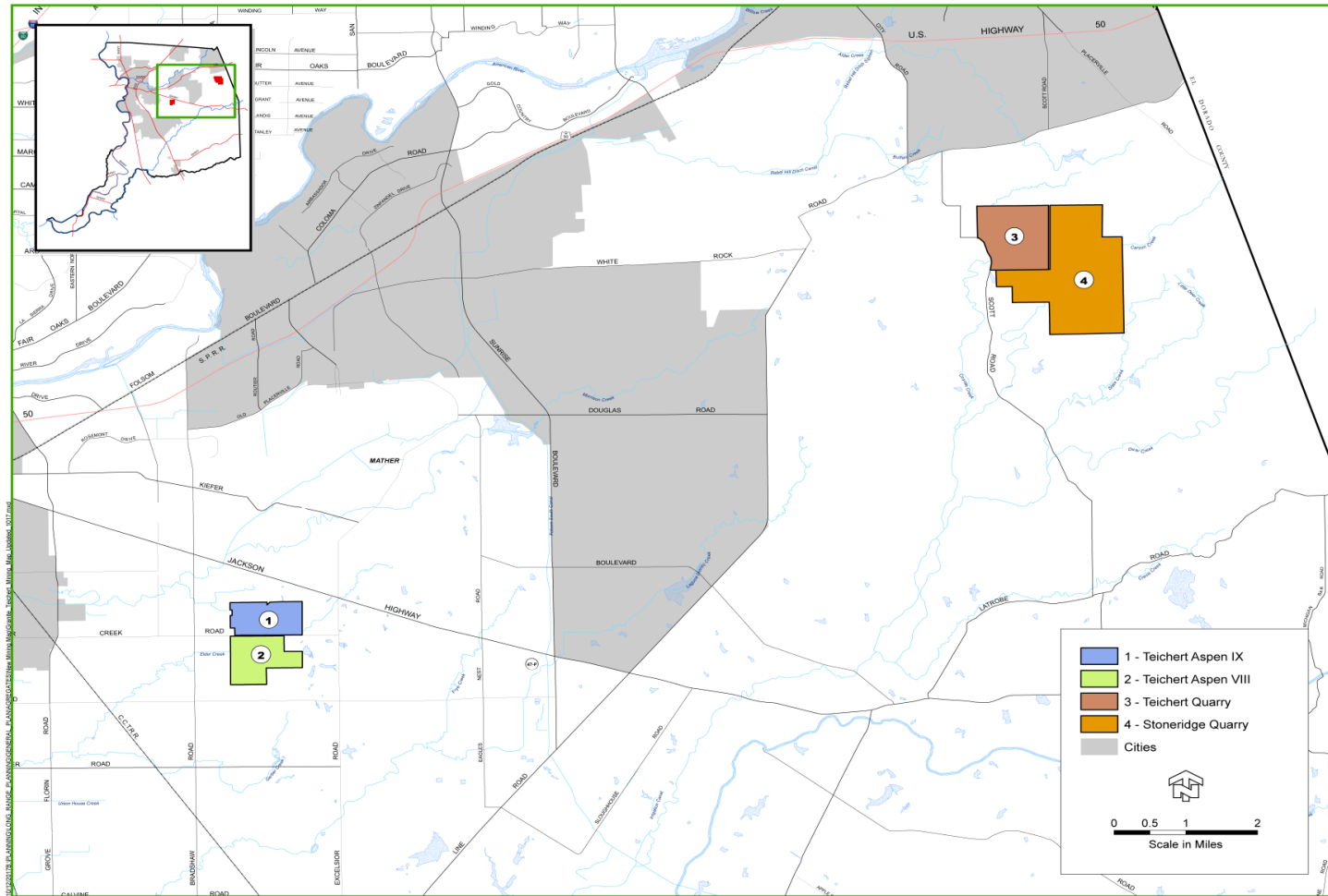


# Background

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- The Development Agreements (DAs) require the mining operators to pay a Cents Per Ton Fee.
- DAs have been approved for the following projects:
  - Teichert Quarry
  - Stoneridge Quarry
  - Teichert Aspen VIII and IX
- DA is pending for the Vineyard South Project.
- The DAs require the County and the operators to develop a program for the collection, administration and use of CPT funds.

# Location of Mine Operations for Cents Per Ton Allocation



# Example of CPT Funding Rates

## EXHIBIT E

### Teichert Quarry Cents Per Ton Funding

Annual Sales (in Tons)	Progressive \$/Ton Rate Years 1-5	Progressive \$/Ton Rate Years 6-10	Progressive \$/Ton Rate Years 11-15	Progressive \$/Ton Rate Years 16-20	Progressive \$/Ton Rate Years 21-25
Up to 2 Million	0.035	0.040	0.055	0.080	0.115
2 to 3 Million	0.045	0.050	0.070	0.105	0.150
3 to 4 Million	0.065	0.080	0.100	0.170	0.250
4 to 5 Million	0.100	0.120	0.150	0.260	0.350
5 to 6 Million	0.160	0.200	0.230	0.355	0.420
6 to 7 Million	0.270	0.330	0.360	0.400	0.450

- Example: For 6,500,000 tons sold in Year 9 the fee would consist of the following -

+ 2,000,000 tons at \$0.040 per ton	\$80,000
+ 1,000,000 tons at \$0.050 per ton	\$50,000
+ 1,000,000 tons at \$0.080 per ton	\$80,000
+ 1,000,000 tons at \$0.120 per ton	\$120,000
+ 1,000,000 tons at \$0.200 per ton	\$200,000
+ 500,000 tons at \$0.330 per ton	\$165,000
	<u>\$695,000</u>

# Anticipated CPT Revenues

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## Teichert Quarry

- 3 million tons per year.
- CPT Revenue: \$115,000 within first 5 years

## Stoneridge Quarry

- 6 million tons per year.
- CPT Revenue: \$440,000 within first 5 years

## Teichert Aspen VIII and IX

- 6 million tons per year.
- CPT Revenue: \$440,000 within first 5 years

# Distribution of CPT Funds

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## Teichert Quarry

- 10% for projects within Cosumnes CPAC (maintained by Regionals Parks)
- 90% to American River Parkway Foundation

## Stoneridge Quarry

- 25% for projects within Cosumnes CPAC (maintained by Regionals Parks)
- 75% to Regional Parks

## Teichert Aspen VIII and IX

- All funds to American River Parkway Foundation

# CPT Program Components

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- Distribution of CPT funds
- Payment schedule
- Accounting procedures – deposit accounts
- Formation of stakeholder groups and composition
- Identification of open space improvement projects



# Recommendations

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- The draft CPT program was reviewed by the Cosumnes CPAC on many separate occasions.
- On April 26, 2017, the Cosumnes CPAC endorsed the CPT program.
- On November 29, 2017 the CPT program went back to the Cosumnes CPAC. The CPAC had concerns with the account for the CPAC's portion of the CPT funds. The Board Letter was modified to take into account the CPAC's concerns and the CPAC fully endorses the CPT program.
- Staff's Recommendation:  
Adopt the resolution approving a Cents Per Ton Allocation Program which provides direction for the collection, administration and use of CPT funds.

# Questions

